

MBA Mortgage Finance Forecast

September 12, 2016

	2015				2016				2017				2015	2016	2017	2018
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4				
Housing Measures																
Housing Starts (SAAR, Thous)	986	1,156	1,156	1,135	1,151	1,156	1,210	1,210	1,220	1,260	1,280	1,300	1,108	1,182	1,265	1,358
Single-Family	643	709	745	755	790	756	790	800	820	850	870	900	713	784	860	958
Two or More	343	447	411	380	361	401	420	410	400	410	410	400	395	398	405	400
Home Sales (SAAR, Thous)																
Total Existing Homes	4,973	5,297	5,477	5,200	5,300	5,503	5,572	5,567	5,650	5,714	5,787	5,830	5,237	5,486	5,745	5,910
New Homes	517	497	488	509	529	575	607	618	639	651	642	661	503	582	648	692
FHFA US House Price Index (YOY % Change)	5.6	5.4	5.6	5.4	5.4	5.4	5.3	5.0	4.7	4.5	4.4	4.1	5.5	5.3	4.4	3.6
Median Price of Total Existing Homes (Thous \$)	203.4	228.0	227.3	220.8	215.8	239.1	237.4	233.8	237.6	242.3	239.0	238.0	219.9	231.5	239.3	236.1
Median Price of New Homes (Thous \$)	293.1	289.8	301.3	304.9	304.6	307.5	309.1	305.5	306.7	308.0	304.1	305.1	297.3	306.7	306.0	304.4
Interest Rates																
30-Year Fixed Rate Mortgage (%)	3.7	3.8	4.0	3.9	3.7	3.6	3.5	3.7	3.9	4.1	4.3	4.4	3.9	3.6	4.2	4.6
10-Year Treasury Yield (%)	2.0	2.2	2.2	2.2	1.9	1.8	1.6	1.8	2.0	2.2	2.4	2.5	2.1	1.8	2.3	2.7
Mortgage Originations																
Total 1- to 4-Family (Bil \$)	338	461	426	405	350	510	561	417	366	430	417	327	1,630	1,838	1,540	1,446
Purchase	150	243	273	215	185	275	298	223	205	310	325	245	881	981	1,085	1,145
Refinance	188	218	153	190	165	235	263	194	161	120	92	82	749	857	455	301
Refinance Share (%)	56	47	36	47	47	46	47	47	44	28	22	25	46	47	30	21

Notes:

Housing starts and home sales are seasonally adjusted at annual rate.

Total existing home sales include condos and co-ops.

Mortgage rate forecast is based on Freddie Mac's 30 Yr fixed rate which is based on predominantly home purchase transactions.

Total 1-to-4-family originations and refinance share are MBA estimates. These exclude second mortgages and home equity loans.

The FHFA US House Price Index is the forecasted year over year percent change of the FHFA All Transactions House Price Index.

Refinance share is percent of total dollar volume of closed loans.

Copyright 2016 Mortgage Bankers Association. All rights reserved.

THE HISTORICAL DATA AND PROJECTIONS ARE PROVIDED "AS IS" WITH NO WARRANTIES OF ANY KIND.

MORTGAGE BANKERS ASSOCIATION