

# MBA Mortgage Finance Forecast

October 20, 2015

	2015				2016				2017								
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	2014	2015	2016	2017	2018
<b>Housing Measures</b>																	
Housing Starts (SAAR, Thous)	978	1,158	1,160	1,140	1,160	1,220	1,260	1,310	1,320	1,355	1,380	1,380	1,001	1,109	1,238	1,359	1,443
Single-Family	643	706	740	740	760	800	850	900	920	945	970	980	647	707	828	954	1,043
Two or More	335	451	420	400	400	420	410	410	400	410	410	400	354	402	410	405	400
Home Sales (SAAR, Thous)																	
Total Existing Homes	4,973	5,297	5,460	5,355	5,381	5,520	5,678	5,653	5,739	5,824	5,897	5,691	4,920	5,271	5,558	5,788	5,912
New Homes	517	503	526	536	561	588	611	630	673	670	670	655	440	520	597	667	683
FHFA US House Price Index (YOY % Change)	5.6	5.3	5.0	4.8	4.5	4.2	3.9	3.6	3.3	3.0	2.7	2.5	5.7	5.1	4.0	2.9	2.4
Median Price of Total Existing Homes (Thous \$)	203.4	228.0	235.2	215.4	216.4	228.1	229.8	225.6	225.7	230.6	231.7	224.4	206.7	220.5	225.0	228.1	225.0
Median Price of New Homes (Thous \$)	293.1	285.0	293.4	288.3	292.3	298.5	294.6	295.7	291.4	292.3	293.0	289.1	283.8	290.0	295.3	291.4	292.1
<b>Interest Rates</b>																	
30-Year Fixed Rate Mortgage (%)	3.7	3.8	3.9	4.0	4.2	4.4	4.6	4.8	4.9	5.1	5.2	5.4	4.2	3.9	4.5	5.2	5.7
10-Year Treasury Yield (%)	2.0	2.2	2.2	2.2	2.3	2.5	2.7	2.9	3.0	3.2	3.3	3.5	2.5	2.1	2.6	3.3	3.8
<b>Mortgage Originations</b>																	
Total 1- to 4-Family (Bil \$)	330	395	381	345	293	360	355	312	280	361	354	315	1,261	1,451	1,320	1,309	1,297
Purchase	155	225	241	200	175	250	260	220	191	275	276	237	759	821	905	978	1,022
Refinance	175	170	140	145	118	110	95	92	89	86	78	78	502	630	415	331	275
Refinance Share (%)	53	43	37	42	40	31	27	29	32	24	22	25	40	43	31	25	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 2015 Mortgage Bankers Association. All rights reserved.

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



MORTGAGE BANKERS ASSOCIATION