



Making Home Possible in Michigan

Financing Homeownership & Rental Housing

Freddie Mac is supporting the housing market and answering the nation's call to assist with its recovery. Our top priorities are providing essential liquidity to the market and helping to stem the foreclosure crisis. Over the past decade, Freddie Mac has invested approximately **\$173 billion** in home loans, helping over **1.4 million** Michigan families own or rent a home.

	Freddie Mac Investment	Homeowners Served	Renters Served	Total Families Served
2008	\$7.3 billion	44,849	11,048	55,897
Past 10 Years	\$173 billion	1,355,191	91,287	1,447,477

In 2008 Freddie Mac:

- Enabled 4,183 Michigan homebuyers to purchase their first home.
- Financed loans for 30,898 low- and moderate-income Michigan families.
- Funded home loans with an average mortgage of \$155,280.

Preventing Foreclosure

We are proud to play a key role in sustaining homeownership by supporting the President's Making Home Affordable program. Freddie Mac helped approximately **88,000** homeowners avoid foreclosure in 2008, and **4,818** in Michigan alone.

	Loan Modifications	Repayment Plans	Forbearance	Other Foreclosure Alternatives	Total Families Avoiding Foreclosure
2008*	2,101	1,958	296	463	4,818

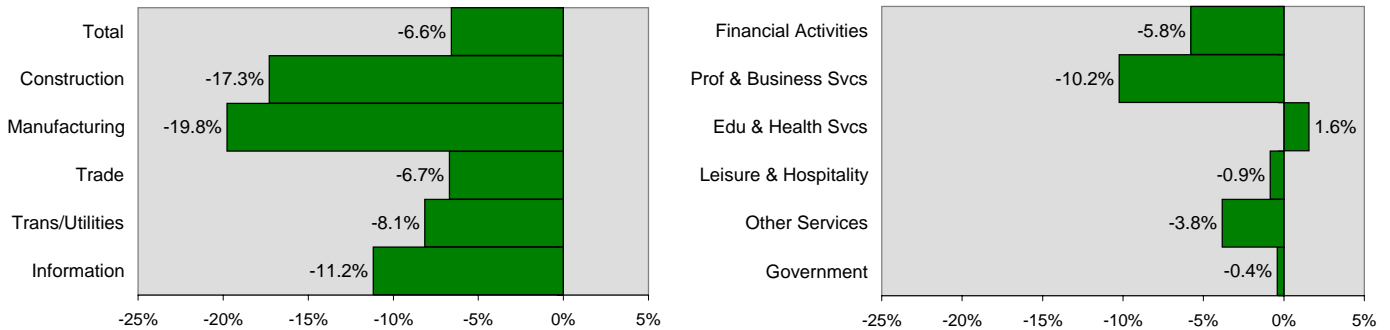
Homeowner Resources

- The mortgage lender, also called the "servicer." (Contact information located on mortgage statement.)
- www.MakingHomeAffordable.gov
- [Michigan State Housing Authority's Save the Dream](http://MichiganStateHousingAuthority.org), (866) 946-7432
- [Homeowner's HOPE™ Hotline](http://HomeownerHOPE.com), (888) 995-HOPE™
- [HUD-Certified Housing Counselors](http://HUD-CertifiedHousingCounselors.org), (800) 569-4287
- www.FreddieMac.com/avoidforeclosure or (800) FREDDIE

For more information, please go to www.freddiemac.com/states

* Based on completed agreements. Periodically, there are differences in and changes to our reported numbers due to the timing of completion.

Employment growth was strongest in Michigan's education and health services sector over the year ended July 2009



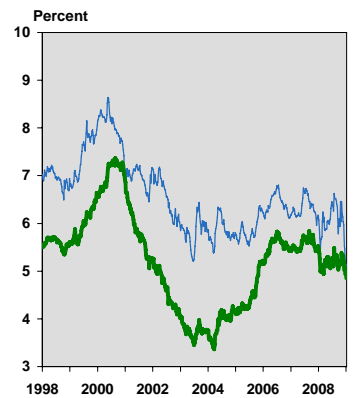
Source: Bureau of Labor Statistics, % change year ago

Indicators	2004	2005	2006	2007	2008
Gross State Product, C\$B	337,851	339,872	334,843	331,036	326,123
% Change	-1.0	0.6	-1.5	-1.1	-1.5
Total Non-Farm Employment (ths.)	4,399.5	4,390.3	4,327.1	4,268.4	4,159.2
% Change	-0.4	-0.2	-1.4	-1.4	-2.6
Unemployment Rate (%)	7.1	6.8	6.9	7.1	8.4
Personal Income Growth (%)	1.7	2.1	2.3	4.0	2.1
Population (ths.)	10,090.3	10,093.3	10,083.9	10,049.8	10,003.4
Single-Family Permits	45,881	38,875	24,782	15,195	8,984
Multifamily Permits	8,840	6,453	4,409	2,572	1,927
Existing Median Home Sales Price (ths.)	141.1	144.6	137.5	127.1	112.3
Mortgage Originations (# of SF loans)	528,721	488,927	404,172	286,629	n/a
Personal Bankruptcies (total ch. 7 & 13)	63,499	88,356	33,142	44,994	53,641
Existing Home Sales (ths.)	212.9	208.1	183.2	173.6	155.2
30-Year Fixed Mortgage Rate Average (%)	5.84	5.87	6.41	6.34	6.07
Rental Vacancy Rate (%)	13.0	13.1	18.1	17.0	14.6
Serious Mortgage Delinquency (% All Loans)	2.07	2.90	3.99	5.46	5.98
Foreclosure Rate (% All Loans)	0.59	0.75	0.88	1.07	1.28
Homeownership Rate (%)	74.7	74.7	75.2	74.8	74.0

Sources: Moody's Economy.com, Bureau of Economic Analysis, Bureau of Labor Statistics, US Census Bureau, Federal Housing Finance Board, US District Courts, National Association of Realtors, First American CoreLogic, Federal Financial Institutions Examination Council, Freddie Mac

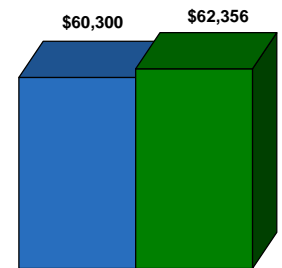
National Weekly Average Mortgage Interest Rates from Freddie Mac's Primary Mortgage Market Survey®

— 30-Year Fixed Rate — 1-Year ARM



Source: Freddie Mac, Primary Mortgage Market Survey®

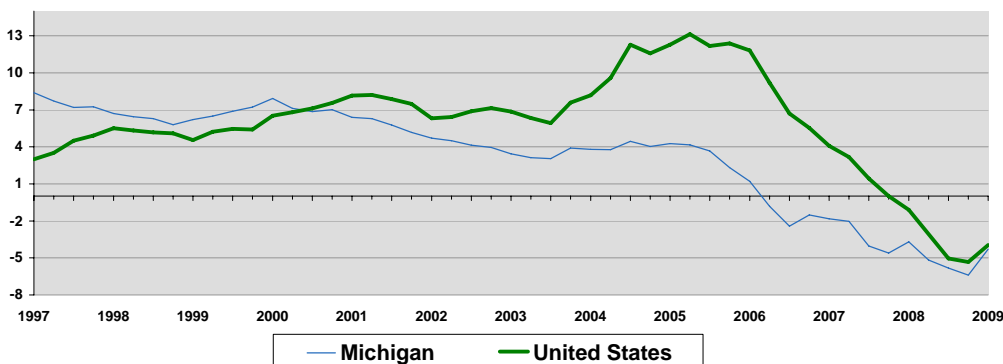
2008Q4 Median Family Income



■ Michigan ■ United States

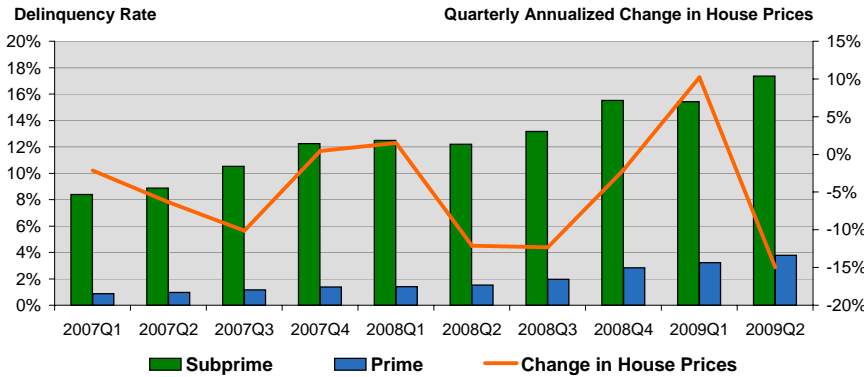
Source: US Census Bureau, Moody's Economy.com

Annual % Change in House Prices



Source: Freddie Mac's Conventional Mortgage Home Price Index

Serious mortgage delinquencies remain high among prime and subprime borrowers in Michigan and are exacerbated by falling home prices



Source: First American CoreLogic and Freddie Mac

National Rankings

Homeownership Rate	2
1 = Highest	
Mortgage Delinquency Rate	8
1 = Most Delinquent	
Median Family Income	28
1 = Highest	
Adjustable Rate Mortgage Share	4
1 = Highest Share	
Housing Affordability	3
1 = Most Affordable	
Employment Growth	49
1 = Highest Growth	

Homeownership Rates by Race and Ethnicity in Michigan

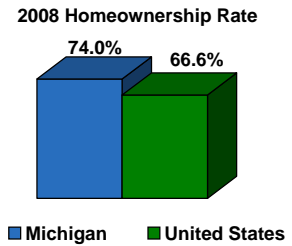
	Homeownership Rate in 2008	Change in Homeownership Rate from 2007
All Households	74.0%	-0.9%
White, Non-hispanic	79.5%	-0.3%
Black	46.1%	-2.9%
Hispanic	59.5%	1.5%
Asian or Pacific Islander	58.8%	-3.3%

Source: US Census Bureau - American Community Survey

Homeownership Rate in 2008

Change in Homeownership Rate from 2007

Homeownership is higher in Michigan than the national average

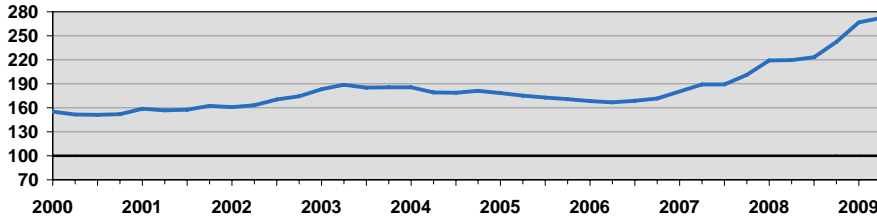


Source: US Census Bureau

State Housing Affordability Index

Michigan

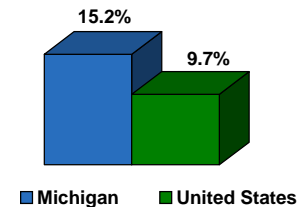
Share of the median-priced home affordable to the median-income family with a 30-year fixed-rate mortgage and 20% downpayment.



Source: Moody's Economy.com

The unemployment rate is high in MI

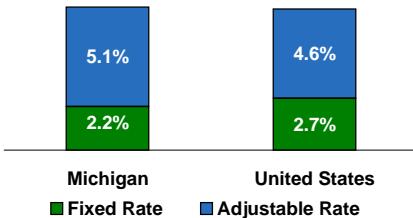
August 2009 Unemployment Rate



Source: Bureau of Labor Statistics

The Subprime Picture

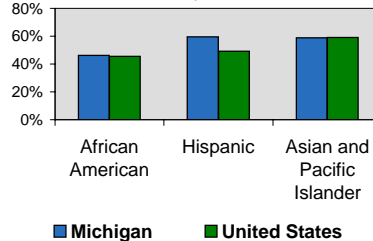
Subprime dollar share of all loans outstanding as of December 2008



Source: First American CoreLogic

Homeownership is high among Hispanic households in Michigan

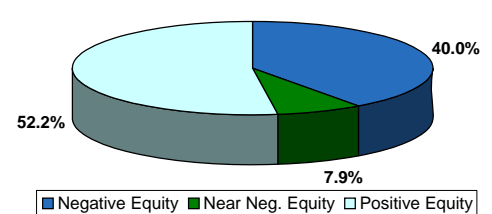
2008 Homeownership Rate



Source: US Census Bureau - American Community Survey

Share of Homes with Negative Equity Michigan

US: 19.8% Negative Equity Share & 5.2% Near Negative Equity



Source: First American CoreLogic. Data represent share of homes where total mortgage debt is higher than home value.