



Making Home Possible in West Virginia

Over the past decade, Freddie Mac has invested **\$9 billion** in home loans, helping **89,542 West Virginia families**.

	Freddie Mac Investment	Homeowners Served	Renters Served	Total Families Served
2006	\$1.2 billion	8,952	786	9,738
Past 10 Years	\$9 billion	86,764	2,778	89,542

In 2006 Freddie Mac:

- Enabled 976 West Virginia homebuyers to purchase their first home.
- Financed loans for 4,326 low- and moderate-income West Virginia families.
- Helped 243 West Virginia families avoid foreclosure.
- Funded residential loans with an average mortgage of \$130,231.
- Since 2000, Freddie Mac funded \$209.3 million in mortgage revenue bonds, providing low-cost mortgages to West Virginia families.
- Since 1998, Freddie Mac has invested \$29.2 million in low-income housing tax credits, creating 1,356 affordable homes for West Virginia families.

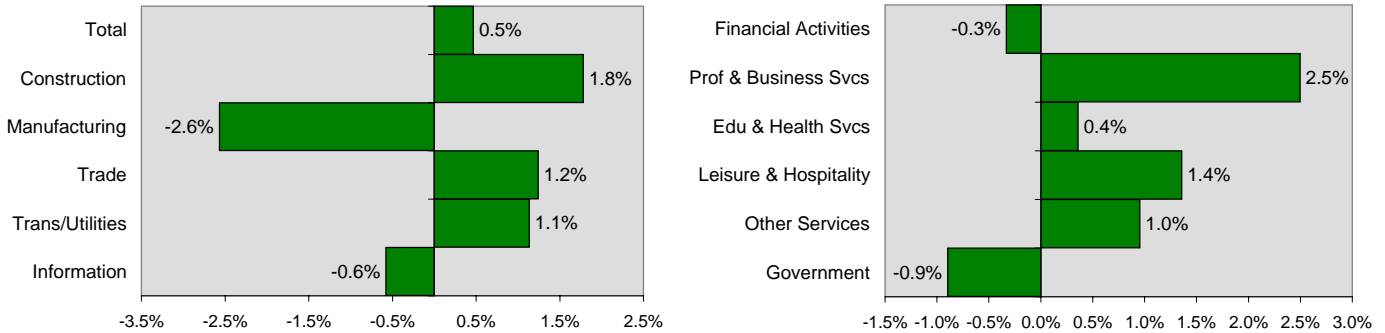
Working with our partners, Freddie Mac helps make home possible for West Virginia families every step of the way through the homebuying process.

- **Creating opportunities** for successful homeownership through a comprehensive set of borrower education and outreach programs
- **Realizing possibilities** by continually evolving our mortgage solutions to meet the individual needs of today's diverse borrowers
- **Preserving dreams** by providing essential tools and education to help keep more of America's families in homes they can afford and keep

Turning Hope Into Homes Initiative – Kanawha County and Putnam County, WV:

Freddie Mac, the Religious Coalition for Community Renewal (RCCR), and Huntington Mortgage launched a homebuyer awareness and lending campaign to expose more low- and moderate-income families to the opportunity of homeownership. *Get The Facts!*, a dynamic outreach and education initiative intended to dispel common misconceptions about buying and owning a home, is included, and Loan Prospector® Outreach is used to determine if participants are ready to apply for a mortgage or if they need to continue counseling.

Employment growth was strongest in West Virginia's professional and business services sector in 2007

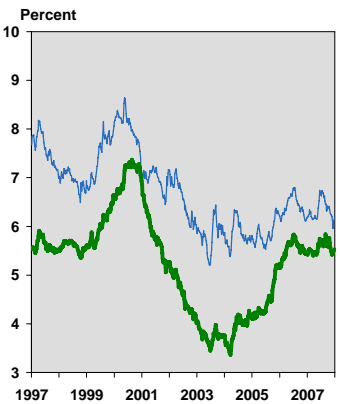


Source: Bureau of Labor Statistics, % change year ago

Indicators	2002	2003	2004	2005	2006
Gross State Product, C\$B	42,453	42,636	43,994	44,739	45,003
% Change	1.3	0.4	3.2	1.7	0.6
Total Non-Farm Employment (ths.)	733.1	727.6	736.9	746.5	755.9
% Change	-0.3	-0.7	1.3	1.3	1.3
Unemployment Rate (%)	5.9	6.0	5.3	5.0	4.9
Personal Income Growth (%)	3.4	1.2	4.3	4.9	6.4
Population (ths.)	1,804.1	1,808.7	1,810.9	1,814.1	1,818.5
Single-Family Permits	4,506	4,667	5,115	5,483	5,160
Multifamily Permits	384	466	601	657	485
Existing Median Home Sales Price (ths.)	135.0	176.8	164.9	215.4	176.9
Mortgage Originations (# of SF loans)	58,713	69,967	54,119	54,221	52,096
Personal Bankruptcies (total ch. 7 & 13)	10,099	10,805	11,272	17,458	2,915
Existing Home Sales (ths.)	28.4	28.4	35.4	38.7	33.1
30-Year Fixed Mortgage Rate Average (%)	6.53	5.83	5.84	5.87	6.41
Rental Vacancy Rate (%)	11.9	11.9	10.0	11.9	10.8
Serious Mortgage Delinquency (% All Loans)	2.11	2.07	2.44	2.28	2.02
Foreclosure Rate (% All Loans)	0.95	0.73	0.76	0.65	0.57
Homeownership Rate (%)	74.1	73.9	74.0	75.4	74.7

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

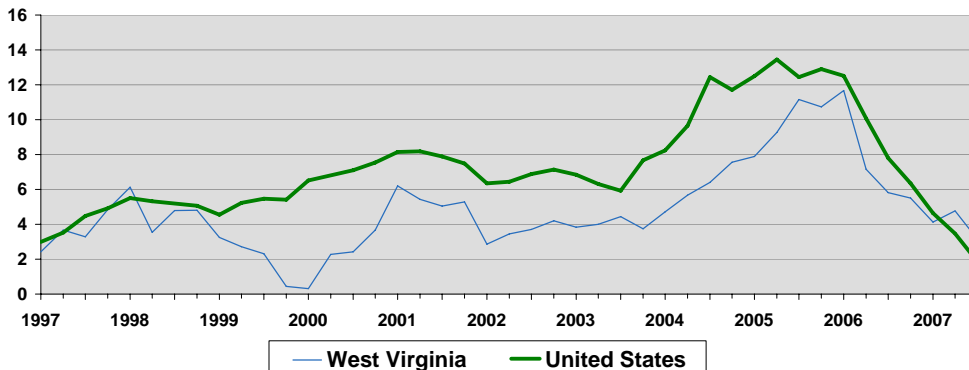
— 30-Year Fixed Rate — 1-Year ARM



Source: Freddie Mac, Primary Mortgage Market Survey®

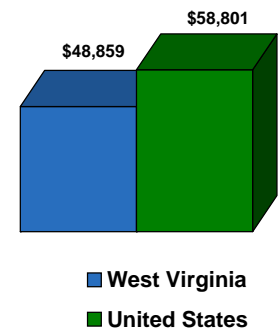
Sources: Moody's Economy.com, Bureau of Economic Analysis, Bureau of Labor Statistics, US Census Bureau, Federal Housing Finance Board, US District Courts, National Association of Realtors, First American CoreLogic, Federal Financial Institutions Examination Council, Freddie Mac

Annual % Change in House Prices



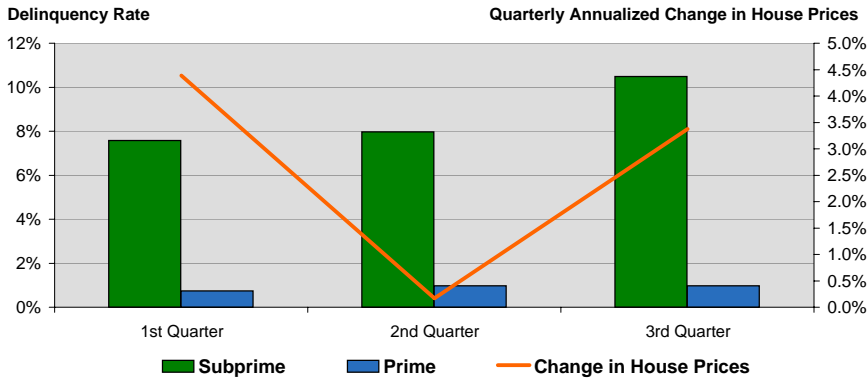
Source: Freddie Mac's Conventional Mortgage Home Price Index

2006 Median Family Income



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

Serious mortgage delinquencies are rising among subprime borrowers in 2007 but are low overall with home prices still increasing in WV



Source: First American CoreLogic and Freddie Mac

National Rankings

Homeownership Rate	2
1 = Highest	
Mortgage Delinquency Rate	29
1 = Most Delinquent	
Median Family Income	47
1 = Highest	
Adjustable Rate Mortgage Share	40
1 = Highest Share	
Housing Affordability	28
1 = Most Affordable	
Employment Growth	47
1 = Highest Growth	

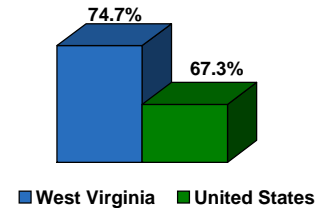
Homeownership Rates by Race and Ethnicity in West Virginia

	Homeownership Rate in 2006	Homeownership Rate Gap Relative to All Households
All Households	74.7%	--
White, Non-hispanic	76.3%	1.6%
Black	53.8%	-20.9%
Hispanic	57.6%	-17.1%
Asian or Pacific Islander	66.2%	-8.5%

Source: US Census Bureau - American Community Survey

Homeownership in West Virginia is higher than the national average

2006 Homeownership Rate



Source: US Census Bureau

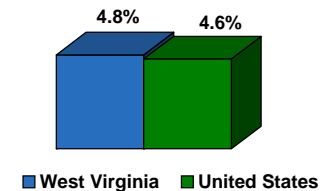
Characteristics of Subprime Mortgage Originations by Year West Virginia

	2002	2003	2004	2005	2006
Adjustable Rate Mortgages (%)	50%	52%	65%	74%	71%
Non-Traditional Mortgages (%)	0%	6%	20%	37%	39%
Non-Owner Share (%)	7%	11%	14%	16%	12%
Share of Low-No Documentation	29%	34%	35%	38%	47%
Debt-to-Income Ratio	35%	36%	38%	40%	40%
Average Loan-to-Value	89%	89%	86%	84%	83%
Average Fico Credit Score	649	658	663	664	657

Source: First American CoreLogic. First liens only; by dollar amount. Negative amortization shares are not available.

The unemployment rate is higher in WV

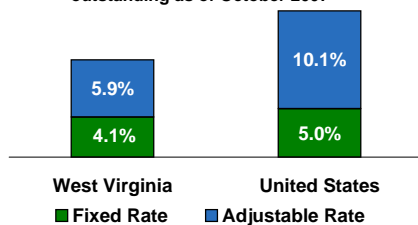
2007Q3 Unemployment Rate



Source: Bureau of Labor Statistics

The Subprime Picture

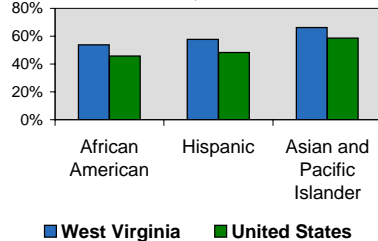
Subprime dollar share of all loans outstanding as of October 2007



Source: First American CoreLogic

Homeownership rates are high within minority groups in WV

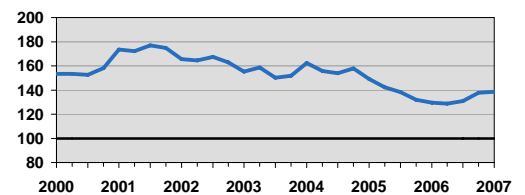
2006 Homeownership Rate



Source: US Census Bureau - American Community Survey

State Housing Affordability Index West Virginia

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