

# EXHIBIT E

**FORCLOSED**

# State of the Dream 2008

Amaad Rivera  
Brenda Cotto-Escalera  
Anisha Desai  
Jeannette Huezo  
Dedrick Muhammad

January 15, 2008



## Estimated Loss of Wealth Due to Predatory Lending, by Race

Racial Group	Percent of Subprime Market*	Loss using 15.4% Rate of Foreclosure**	Loss using 20% Rate of Foreclosure
White	53.9%	\$191.8	\$249.1
Black	20.1%	\$71.5	\$92.9
Latino	21.3%	\$75.8	\$98.5
<b>Total People of Color</b>	<b>46.1%</b>	<b>\$164.1</b>	<b>\$213.1</b>
<b>Total Subprime Borrowers</b>	<b>100%</b>	<b>\$355.9</b>	<b>\$462.2</b>



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**Source Notes:** Calculations of data from NCRC 2006 Report: *Homeownership and Wealth Building Impeded: Continuing Lending Disparities for Minorities and Emerging Obstacles for Middle-Class and Female Borrowers of All Races*; and Center for Responsible Lending Report: "Foreclosures in the Subprime Market and Their Cost to Homeowners," Table 6 and Figure 1.

\* In 2004. \*\* In billions. For loans made 1998-2006.

### Calculation for Total Wealth Loss

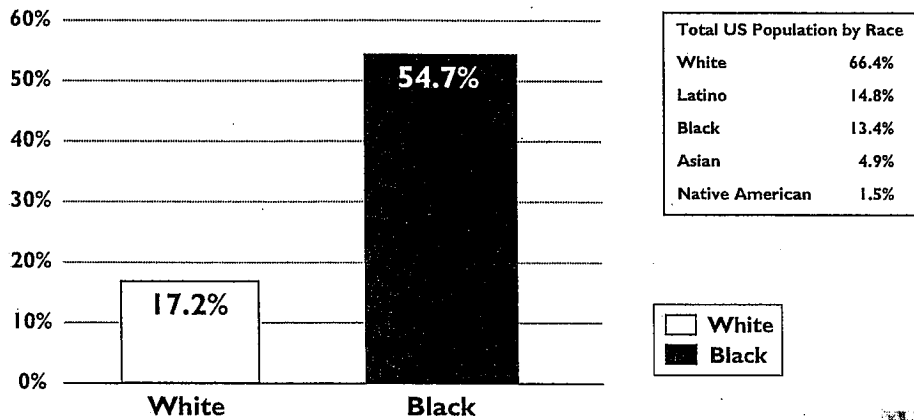
	Percent of Loans <sup>1</sup>	Share of Total Subprime Market	Loss of Wealth at 15.4% <sup>2</sup>	Loss of Wealth at 20% <sup>3</sup>	Percent of Population <sup>4</sup>	Share of Loss if Equitable at 15.4%	Share of Loss if Equitable at 20%	Difference at 15.4%	Difference at 20%	Percentage Difference at 15.4%	Percentage Difference at 20%
White	53.9	\$1,245.63	\$191.83	\$249.13	66.4	\$236.31	\$306.90	44.49	57.78	0.23	0.30
Black	20.1	\$464.51	\$71.53	\$92.90	13.4	\$47.69	\$61.94	-23.85	-30.98	-0.33	-0.43
Latino	21.3	\$492.24	\$75.81	\$98.45	14.8	\$52.67	\$68.41	-23.13	-30.04	-0.31	-0.40
All People of Color	46.1	\$1,065.37	\$164.07	\$213.07	33.6	\$119.58	\$155.30	-44.48	-57.77	-0.27	-0.35
<b>Total Losses</b>		<b>\$2,202.38</b>	<b>\$355.89</b>	<b>\$462.2</b>		<b>\$355.89</b>	<b>\$462.20</b>				

Formula Derivation:	CRL Number
Eight-Year Subprime Market Total Value:	\$2,311 billion

1. National Community Reinvestment Coalition, "Homeownership and Wealth Building Impeded: Continuing Lending Disparities for Minorities and Emerging Obstacles for Middle-Income and Female Borrowers of All Races," p. 8 Graph 1; p. 9, Graph 2; p. 10, Graph 3.
2. Center For Responsible Lending, "Losing Ground: Foreclosures in the Subprime Market and Their Cost to Homeowners," Dec 2006, p. 16, Table 6.
3. Center For Responsible Lending, Losing Ground: "Foreclosures in the Subprime Market and Their Cost to Homeowners," p. 3.
4. "Residential Segregation and Housing Discrimination in the United States, Dec 2007," *Periodic Report of the United States of America*.

\* Chart calculations courtesy of Prof. Irvin Morgan, Bentley College, Department of Finance, Waltham, MA.

## Percent of All Borrowers by Race with High-Cost Loans



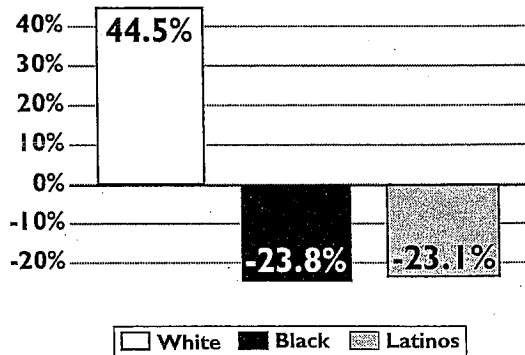
Total US Population by Race	
White	66.4%
Latino	14.8%
Black	13.4%
Asian	4.9%
Native American	1.5%

Source: Federal Financial Institutions Examination Council (FFIEC) <<http://www.ffiec.gov/hmda/>>



## Racial Cost of Predatory Lending

Percentage Difference between Projected Losses and Losses if Loans had been Distributed Equitably

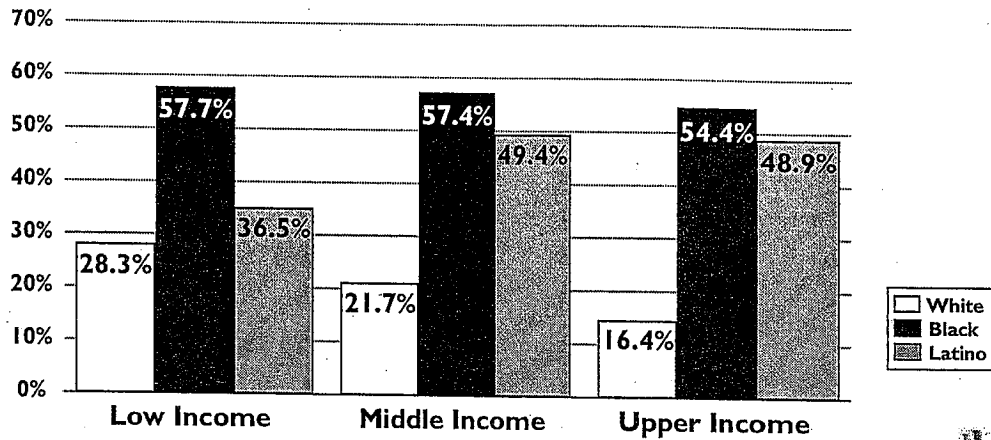


If loans had been distributed equitably, losses for White people would be greater and losses for people of color would be less.

Source Notes: NCRC 2006 Report: "Homeownership and Wealth Building Impeded: Continuing Lending Disparities for Minorities and Emerging Obstacles for Middle-Class and Female Borrowers of All Races." Center for Responsible Lending Report: "Foreclosures in the Subprime Market and Their Cost to Homeowners." Calculations compared racial distribution of subprime loans in 2004 and 2007 US Census data for racial distribution of total population for eight years of subprime market.



### Percent of Borrowers with High-Cost Home Purchase Loans, by Race and Income



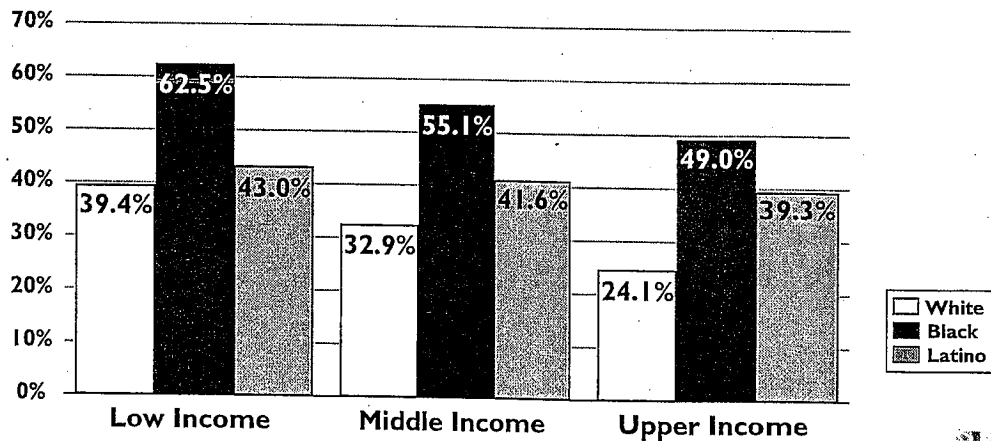
Source: ACORN: Foreclosure Exposure: A Study of Racial and Income Disparities in Home Mortgage Lending in 172 American Cities <<http://acorn.org/fileadmin/HMDA/2007/HMDAreport2007.pdf>>.

White  
Black  
Latino



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### Percent of Borrowers with High-Cost Home Refinance Loans, by Race and Income



Source: ACORN: Foreclosure Exposure: A Study of Racial and Income Disparities in Home Mortgage Lending in 172 American Cities <<http://acorn.org/fileadmin/HMDA/2007/HMDAreport2007.pdf>>.

White  
Black  
Latino



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