
FHA Portfolio Analysis

Data as of August 2006

**Federal Housing Administration Monthly Report
FHA Portfolios Summary
August 2006**

PORTFOLIO	NUMBER	DOLLARS (Billions)	CHANGE FROM PRIOR YEAR
Single Family Insured	3,908,590	\$ 339.0	-8.8%
Multifamily Insured	12,271	\$ 55.9	-0.6%
Title I Property Improvement Insured	30,632	\$ 0.4	-25.1%
Title I Manufactured Housing Insured	25,076	\$ 0.7	-12.9%
Single Family Notes	293	\$ 0.01	-8.2%
Multifamily Notes	2,962	\$ 3.6	-7.2%
Accelerated Claims Disposition Notes	3,211	\$ 0.3	-46.1%
Title I Notes	23,028	\$ 0.3	-13.7%
Single Family Properties	30,135	\$ 3.1	3.9%
Multifamily Properties	1	\$ -	N/A

Multifamily Insured Portfolio

Endorsements

- Through the eleventh month of FY 2006, FHA endorsed a total of 858 multifamily mortgages compared to 834 multifamily mortgages reported during the same period a year ago.
- For the month of August, new construction and substantial rehabilitation mortgages totaled 20 for \$142.6 million.
- Fiscal year to-date, the number of Section 221(d)(4) mortgages was 207 insured for \$1.1 billion.

Insurance-in-Force

- As of August 31, 2006, the dollar volume of FHA's multifamily insurance-in-force was \$55.9 billion, approximately \$300 million less than the balance reported for the same period a year ago.
- Since August 31, 2005, the number of FHA multifamily insured mortgages declined 2.5 percent to 12,271.

Prepayments

- Through August of this fiscal year, the number of prepayments totaled 876 for \$3.5 billion, compared to 943 prepayments for \$2.9 billion for the same period during FY 2005.

Claims

- The number of claims processed through the end of August 2006 was 179 for \$568.7 million, compared to 291 claims for \$1.1 billion for the same period a year ago.

**Federal Housing Administration Monthly Report
Multifamily Insured Portfolio**

	Current Month Aug 2006			Current FYTD Oct 2005 - Aug 2006			Prior FYTD Oct 2004 - Aug 2005			Percent Change Dollars
	Number	Units	Dollars (\$M)	Number	Units	Dollars (\$M)	Number	Units	Dollars (\$M)	
Insurance in Force(Beginning)	12,268	1,444,552	\$55,794.8	12,581	1,497,273	\$56,426.6	13,108	1,561,187	\$55,996.1	0.8%
FY Prepayments(-)	(67)	(7,738)	(\$181.0)	(876)	(112,185)	(\$3,477.5)	(943)	(115,848)	(\$2,949.0)	17.9%
FY Claim Terminations(-)	(20)	(1,521)	(\$47.8)	(179)	(17,052)	(\$568.7)	(291)	(31,011)	(\$1,092.5)	-47.9%
FY Endorsements(+)	90	9,445	\$444.1	858	91,780	\$4,832.1	834	96,749	\$5,661.9	-14.7%
FY Endorsements by Mortgage type										
New Construction/Sub Rehab	20	2,624	\$142.6	184	24,591	\$1,505.3	249	35,814	\$3,056.3	-50.7%
Refinance	64	6,406	\$295.1	568	60,239	\$3,175.1	411	47,506	\$2,198.1	44.4%
Supplemental/Equity	0	0	\$0.0	7	0	\$67.1	9	0	\$210.9	-68.2%
Operating Loss	0	0	\$0.0	1	0	\$1.0	2	0	\$2.9	-66.1%
Portfolio Re-engineering	6	415	\$6.5	98	6,950	\$83.7	163	13,429	\$193.8	-56.8%
FY Endorsements by Program type										
Rental Housing										
Section 221(d)(3) & 236	1	28	\$0.3	58	3,285	\$109.4	39	2,527	\$85.7	27.7%
Section 221(d)(4)	19	2,329	\$105.6	207	24,624	\$1,137.8	352	41,895	\$1,947.7	-41.6%
Other Rental	37	3,255	\$141.4	338	36,349	\$1,724.4	184	22,656	\$901.5	91.3%
Risk Share	11	1,534	\$74.2	76	8,336	\$391.1	91	11,402	\$586.5	-33.3%
Health Care Facilities										
Nursing Homes	17	1,920	\$87.1	121	14,973	\$1,060.7	106	13,021	\$667.8	58.8%
BoardCare	1	102	\$11.7	9	712	\$57.3	3	261	\$13.5	325.4%
Assisted Living	4	277	\$23.8	47	3,476	\$264.5	49	3,604	\$260.4	1.6%
Hospitals	0	0	\$0.0	2	25	\$86.9	10	1,383	\$1,199.0	-92.8%
Prior FY Prepayments(-)	(1)	(152)	(\$0.4)	(117)	(15,634)	(\$470.8)	(123)	(14,533)	(\$567.9)	
Prior FY Claims(-)	0			(2)	(98)	(\$2.5)	(3)	(216)	(\$6.3)	
Prior FY Endorsements(+)	0			6	449	\$38.3	1	254	\$20.8	
Adjustments	1	240	(\$83.3)	0	293	(\$850.9)	4	(158)	(\$822.4)	
Insurance in Force(Ending)	12,271	1,444,826	\$55,926.5	12,271	1,444,826	\$55,926.5	12,587	1,496,424	\$56,240.8	-0.6%

Note: Dollars represent original mortgage amount for endorsements and unpaid principal balance for insurance in force and terminations.
Units are not counted for Supplemental, Equity or Operating Loss mortgages.

Multifamily Notes and Properties

Notes

- As of August 31, 2006, the multifamily note inventory when compared to the same period last year had decreased 7.2 percent in dollars to \$3.6 billion but increased less than one percent in number from 2,935 to 2,962 notes.
- At the end of August 2006, multifamily note assignments had decreased to 234 from 407 note assignments reported for the same period a year ago and the dollar amount of the notes assigned was \$538.3 million, which was 47.9 percent below the dollar amount reported for the same period a year ago.

Properties

- The balance of the property inventory was 1 with no cost to HUD; which is no change from the inventory and cost for the same period a year ago.

Federal Housing Administration Monthly Report
Multifamily Notes and Properties

	Current Month Aug 2006			Current FYTD Oct 2005 - Aug 2006			Prior FYTD Oct 2004 - Aug 2005			Percent Change Dollars
	Number	Units	Dollars (\$M)	Number	Units	Dollars (\$M)	Number	Units	Dollars (\$M)	
Notes(Beginning)	2,960	222,907	\$3,645.7	2,942	225,507	\$3,717.2	2,781	209,969	\$3,602.7	3.2%
Pay Offs(-)	(4)	(397)	(\$2.2)	(71)	(6,068)	(\$141.0)	(98)	(6,250)	(\$153.5)	-8.2%
Conversions(-)	0	0	\$0.0	(6)	(1,710)	(\$55.6)	(10)	(793)	(\$27.1)	105.6%
Sales(-)	(4)	(412)	(\$2.3)	(77)	(11,849)	(\$395.9)	(92)	(11,702)	(\$518.7)	-23.7%
Assignments/Seconds(+)	12	689	\$21.2	234	20,909	\$538.3	407	40,166	\$1,033.1	-47.9%
Assignments/Seconds by type										
Portfolio Re-engineering	9	456	\$7.1	150	10,376	\$162.3	285	22,092	\$390.8	-58.5%
Other Assignments	3	233	\$14.1	84	10,533	\$376.0	122	18,074	\$642.4	-41.5%
Adjustments	(2)	(365)	(\$23.4)	(60)	(4,367)	(\$23.9)	(53)	(3,710)	(\$16.1)	
Notes(Ending)	2,962	222,422	\$3,639.1	2,962	222,422	\$3,639.1	2,935	227,680	\$3,920.5	-7.2%
Properties(Beginning)	1	0	\$0.0	1	0	\$0.0	2	315	\$7.4	-100.0%
Conversions(+)	0	0	\$0.0	5	1,710	\$56.4	9	839	\$26.9	109.7%
Sales(-)	0	0	\$0.0	(5)	(1,710)	(\$56.4)	(10)	(1,154)	(\$34.3)	64.4%
Properties(Ending)	1	0	\$0.0	1	0	\$0.0	1	0	\$0.0	N/A

Note: Dollars represent assignment amount for notes and acquisition cost for properties; Data for notes are from Jul 20-Aug 20 for current month and from Oct 1-Aug 20 for FYTD.

Data for properties are from Aug 1-Aug 31 for current month and from Oct 1-Aug 31 for FYTD

Units are not counted for Supplemental, Equity, or Operating Loss mortgages that are not in the first position.

The remaining property in the inventory is a Title X Land Development property, it lists an acquisition cost of \$1 and has no units.

Single Family Insured Portfolio

Insurance-in-Force

- From the end of August 2005 to the end of August 2006, FHA single family insurance-in-force decreased by 376,255 insured mortgages. This was a drop of 9 percent to 3,908,590 active mortgages.
- At the end of August 2006, the dollar amount of insurance-in-force had decreased 4.9 percent compared to a year ago.

Prepayments

- Eleven months into this fiscal year, single family prepayments totaled 662,321; 31 percent below the number of prepayments reported during this same period in FY 2005.

Claims

- Single family claim terminations processed through the end of August 2006, have decreased 20 percent to 54,189 compared to the number of claims processed during the same period a year ago.

Endorsements

- Through the eleventh month of FY 2006, FHA endorsed 391,466 mortgages, totaling \$50 billion, 17 percent under the number reported during the same period a year ago.
- Eleven months into this fiscal year, Mutual Mortgage Insurance Fund endorsements decreased by 17 percent to 367,804 from 442,620 reported during the same period last fiscal year.
- October through August of FY 2006, the number of condominium mortgages decreased by 27 percent to 20,295 compared to 27,891 reported for the same period during FY 2005.
- Loans to purchase and improve homes under Section 203(k) decreased 2 percent to 2,669 through August of FY 2006 compared to 2,716 reported during the same period last year.
- Fiscal year to-date, the number of adjustable rate mortgages (ARM's) was 10,835, a decrease of 79 percent compared to the same period during the prior fiscal year; fixed rate mortgages (FRM's) decreased 10 percent to 380,631 mortgages.
- Refinancings have decreased 30 percent in number from 148,219 through August of FY 2005 to 103,031 during the same period for FY 2006.
- Through August of FY 2006, the number of HECM endorsements totaled 69,018 for \$11 billion; a 77 percent increase over the 39,041 mortgages for \$5.6 billion reported through August of FY 2005. Fiscal year to-date, HECM refinancings totaled 4,846.

Federal Housing Administration Monthly Report
Single Family Insured Portfolio

	Current Month Aug 2006		Current FYTD Oct 2005 - Aug 2006		Prior FYTD Oct 2004 - Aug 2005		Percent Change (Number)
	Number	Dollars (\$M)	Number	Dollars (\$M)	Number	Dollars (\$M)	
Insurance-in-Force (Beginning)	3,933,930	\$ 339,843.5	4,238,032	\$ 359,264.9	4,844,634	\$ 404,872.0	-13%
Prepayments(-)	(60,405)	\$ (5,247.7)	(662,321)	\$ (59,452.3)	(962,365)	\$ (93,088.4)	-31%
Claim Terminations(-)	(4,880)	\$ (441.2)	(54,189)	\$ (4,884.1)	(67,756)	\$ (6,039.8)	-20%
Endorsements(+)	40,413	\$ 5,445.3	391,466	\$ 50,397.8	473,960	\$ 56,398.8	-17%
<i>Endorsements by Program</i>							
MMIF	38,124	\$ 5,117.3	367,804	\$ 47,124.9	442,620	\$ 52,447.3	-17%
GIF/SRIF	2,289	\$ 328.0	23,662	\$ 3,273.0	31,340	\$ 3,951.5	-24%
234 Condo	1,936	\$ 275.9	20,295	\$ 2,805.3	27,891	\$ 3,477.4	-27%
203(k) Improvement	267	\$ 38.3	2,669	\$ 370.6	2,716	\$ 391.5	-2%
Other	86	\$ 13.8	698	\$ 97.1	733	\$ 82.7	-5%
<i>Endorsements by Type</i>							
Adjustable Rate Mortgages	854	\$ 140.7	10,835	\$ 1,691.0	50,546	\$ 7,353.5	-79%
Fixed Rate Mortgages	39,559	\$ 5,304.6	380,631	\$ 48,706.8	423,414	\$ 49,045.3	-10%
<i>Endorsements by Purpose</i>							
Refinancings	9,778	\$ 1,444.2	103,031	\$ 13,963.1	148,219	\$ 17,120.2	-30%
Purchases	30,635	\$ 4,001.0	288,435	\$ 36,434.7	325,741	\$ 39,278.7	-11%
<i>HECM Endorsements</i>							
HECM Endorsements	6,989	\$ 1,103.6	69,018	\$ 10,976.1	39,041	\$ 5,595.9	77%
HECM Refinancings	441	\$ 66.5	4,846	\$ 791.1	825	\$ 113.7	487%
HECM In-Force	175,469	\$ 17,960.2	175,469	\$ 17,960.2	103,253	\$ 10,390.1	70%
Adjustments	(468)	\$ (599.8)	(4,398)	\$ (6,326.2)	(3,628)	\$ (5,603.8)	
Insurance-in-Force (Ending)	3,908,590	\$ 339,000.2	3,908,590	\$ 339,000.2	4,284,845	\$ 356,538.7	-9%

Note: Dollars represent unpaid balance.

* Data Source for HECM is the HECM Detail Case

Single Family Notes and Properties

Notes

- As of the end of August 2006, the single family notes inventory was 8 percent less than the number at the end of the same period in FY 2005.
- Through August 2006 the number of assigned purchase money mortgage notes was 146 compared to just 1 assigned during the first eleven months of FY 2005.

Accelerated Claims Disposition Notes

- Liquidations of REO in the first eleven months of FY 2006 averaged nearly 200 per month, 3 percent less than the average for the same period in FY 2005.
- Liquidations of notes have averaged slightly more than 230 per month in the first eleven months of FY 2006.
- The inventory of notes at the end of August 2006 was down nearly 41 percent from the end of September 2005.

Properties

- The single family property inventory had 30,135 properties at the end of August 2006, an increase of 4 percent over a year ago.
- Property sales numbered 46,580 through August 2006, 13 percent below sales for the same period in FY 2005.
- During the month of August 2006, sales exceeded conveyances by nearly 17 percent.

Federal Housing Administration Monthly Report
Single Family Notes and Properties

	Current Month Aug 2006		Current FYTD Oct 2005 - Aug 2006		Prior FYTD Oct 2004 - Aug 2005		Percent Change (Number)
	Number	Dollars (\$M)	Number	Dollars (\$M)	Number	Dollars (\$M)	
Notes (Beginning)	320	\$ 10.9	318	\$ 11.7	398	\$ 14.4	-20%
Pay-Offs(-)	(28)	\$ (0.9)	(170)	\$ (8.4)	(72)	\$ (1.4)	136%
Conversions(-)	-	\$ -	(16)	\$ -	(32)	\$ -	-50%
Sales(-)	-	\$ -	-	\$ -	-	\$ -	
Assignments MNA(+)	2	\$ 0.1	12	\$ 0.4	20	\$ 0.7	
Assignments PMM(+)	-	\$ -	146	\$ 7.4	1	\$ 0.1	
Adjustments	(1)	\$ (0.1)	3	\$ (1.1)	4	\$ (2.3)	
Notes (Ending)	293	\$ 10.1	293	\$ 10.1	319	\$ 11.4	-8%
Accelerated Claims Disposition Notes (Beginning)	3,438	\$ 360.2	5,431	\$ 582.3	5,108	\$ 475.8	6%
Liquidations REO	(184)	\$ (20.0)	(2,181)	\$ (223.4)	(2,238)	\$ (199.7)	-3%
Liquidations Notes	(42)	\$ (4.9)	(2,535)	\$ (263.9)	(4,656)	\$ (498.6)	-46%
Additions	-	\$ 0.1	2,513	\$ 240.9	7,758	\$ 861.5	-68%
Repurchases and Write-Offs	(1)	\$ (0.1)	(17)	\$ (0.6)	(10)	\$ (1.4)	70%
Accelerated Claims Disposition Notes (Ending)	3,211	\$ 335.4	3,211	\$ 335.4	5,962	\$ 637.6	-46%
Properties (Beginning)	30,703	\$ 3,104.7	28,888	\$ 2,860.6	26,808	\$ 2,572.7	8%
Sales(-)	(5,047)	\$ (511.7)	(46,580)	\$ (4,722.9)	(53,557)	\$ (5,300.1)	-13%
Conversions(+)	-	\$ -	16	\$ -	32	\$ -	-50%
Conveyances(+)	4,319	\$ 437.9	47,739	\$ 4,842.1	55,452	\$ 5,490.8	-14%
Adjustments	160	\$ 24.6	72	\$ 75.8	265	\$ 106.5	
Properties (Ending)	30,135	\$ 3,055.5	30,135	\$ 3,055.5	29,000	\$ 2,869.9	4%

Note: Dollars represent unpaid balance for notes and acquisition cost for properties.

Single Family Detail

Defaults

- At the end of July 2006, FHA's single family default rate reached a high of 6.57 percent, compared to 6.19 percent for the same period a year ago.
- The 50 metropolitan statistical areas (MSAs) with the highest default rates as of July 2006 accounted for 34.5 percent of the national total of defaults.
- 11 of the MSAs in the top 50 that have endorsed ARMS have higher default rates on FRMs than on ARMs.

Loss Mitigation Activity

- The use of forbearance agreements to keep borrowers in their homes dropped 23 percent, based on a total of 18,980 for the first eleven months of this fiscal year compared to 24,644 times during the same period a year ago.
- October 2005 through August FY 2006, lenders used loan modifications a total of 35,119 times compared to 37,207 times during the same period last fiscal year.
- Lenders used partial claims a total of 14,931 times during the first eleven months of FY 2006, compared to 13,216 times for the same period last fiscal year.

Insurance Claims

- Through August of this fiscal year, pre-foreclosure sales were 4,560, a drop of 9 percent compared to the same period a year ago; deeds-in-lieu decreased 13 percent to 259, compared to the first eleven months of FY 2005 when it was 296.
- Conveyance foreclosure claims numbered 47,695 during the first eleven months of FY 2006, down 14 percent from the same period during FY 2005 when the number was 55,708.

Federal Housing Administration Monthly Report
Single Family Detail

	Current Month Aug 2006 Number	Current FYTD Oct 2005 - Aug 2006 Number	Prior FYTD Oct 2004 - Aug 2005 Number	Percent Change
Status of Insurance-in-Force*				
Current	3,675,326	3,675,326	4,071,035	-10%
In Default (90 or more days delinquent)	258,604	258,604	268,594	-4%
Total Insurance-in-Force	3,933,930	3,933,930	4,339,629	-9%
Default Rate	6.57%	6.57%	6.19%	
Loss Mitigation Activity **				
Forbearance Agreements	1,851	18,980	24,644	-23%
Loan Modifications	4,337	35,119	37,207	-6%
Partial Claims	1,776	14,931	13,216	13%
Total	7,964	69,030	75,067	-8%
Insurance Claims				
Conveyance Foreclosure	4,409	47,695	55,708	-14%
Pre-Foreclosure Sale	452	4,560	5,008	-9%
Deed-in-Lieu of Foreclosure	18	259	296	-13%
Other***	1	1,675	6,744	-75%
Total	4,880	54,189	67,756	-20%

July data: August data are not available until after September 30, 2006.

**Counts are based on settlement dates of loss mitigation claims.

***Accelerated Claims Disposition Demonstration Program (601)

**Federal Housing Administration Monthly Report
Single Family Detail (continued)**

**MSA's With The Highest Single Family Default Rates
(Data as of July 2006)**

Rank	MSA Name	Default Rates						Total IIF			Defaults		
		Current Year			Prior Year			Current Year Jul 2006	Prior Year Jul 2005	Percent Change	Current Year Jul 2006	Prior Year Jul 2005	Percent Change
		Total	FRM	ARM	Total	FRM	ARM						
1	NEW ORLEANS, LA	23.35	23.18	31.94	8.00	7.93	11.59	25,551	34,154	-25%	5,967	2,733	118%
2	BILOXI-GULFPORT-PASCAGOULA, MS	16.91	16.64	25.29	5.99	5.97	6.76	5,399	5,907	-9%	913	354	158%
3	HATTIESBURG, MS	16.31	16.00	33.33	7.53	7.70	0.00	1,177	1,089	8%	192	82	134%
4	LAKE CHARLES, LA	14.46	14.45	15.39	5.63	5.69	0.00	1,321	1,422	-7%	191	80	139%
5	BEAUMONT-PORT ARTHUR, TX	14.12	14.20	3.03	5.77	5.79	2.78	4,597	4,630	-1%	649	267	143%
6	MOBILE, AL	13.82	13.80	14.63	7.19	7.21	6.57	11,048	11,634	-5%	1,527	837	82%
7	CLEVELAND-LORAIN-ELYRIA, OH	12.20	11.98	15.29	12.06	11.98	12.98	31,989	33,155	-4%	3,901	3,998	-2%
8	YOUNGSTOWN-WARREN, OH	12.00	11.86	15.67	11.60	11.59	11.81	6,042	6,326	-4%	725	734	-1%
9	MEMPHIS, TN-AR-MS	11.90	11.84	12.99	12.27	12.29	12.00	50,477	55,511	-9%	6,005	6,811	-12%
10	VINELAND-MILLVILLE-BRIDGETON, NJ	11.76	11.74	12.28	11.80	11.75	13.04	2,985	3,467	-14%	351	409	-14%
11	GARY, IN	11.69	11.61	13.00	11.21	11.20	11.38	13,321	14,046	-5%	1,557	1,575	-1%
12	DETROIT, MI	11.64	11.88	9.97	10.75	11.32	7.36	64,298	68,960	-7%	7,482	7,412	1%
13	HOUMA, LA	11.56	11.39	17.78	5.65	5.63	6.25	1,626	1,594	2%	188	90	109%
14	BATON ROUGE, LA	11.40	11.36	13.76	8.37	8.38	7.44	13,198	14,262	-7%	1,505	1,193	26%
15	TOLEDO, OH	11.19	11.13	12.09	11.27	11.47	8.68	4,503	4,776	-6%	504	538	-6%
16	BIRMINGHAM, AL	10.82	10.79	11.41	10.09	10.15	9.21	20,029	21,912	-9%	2,168	2,211	-2%
17	TERRE HAUTE, IN	10.56	10.59	9.52	9.48	9.78	0.00	1,496	1,372	9%	158	130	22%
18	JACKSON, MS	10.50	10.31	17.70	6.88	6.85	8.25	17,082	17,567	-3%	1,794	1,209	48%
19	PHILADELPHIA, PA-NJ	10.41	10.32	12.20	10.80	10.77	11.36	75,708	88,190	-14%	7,883	9,527	-17%
20	FLINT, MI	10.21	10.24	9.70	9.46	9.54	8.27	9,191	9,792	-6%	938	926	1%
21	TUSCALOOSA, AL	10.08	10.00	10.86	8.31	8.20	9.61	2,908	2,791	4%	293	232	26%
22	KOKOMO, IN	9.82	9.50	14.56	8.01	8.08	7.02	1,629	1,698	-4%	160	136	18%
23	ROCKFORD, IL	9.71	9.49	13.04	10.37	10.38	10.26	8,056	8,282	-3%	782	859	-9%
24	SHREVEPORT-BOSSIER CITY, LA	9.61	9.53	14.20	8.12	8.14	7.27	9,880	10,698	-8%	949	869	9%
25	SAGINAW-BAY CITY-MIDLAND, MI	9.60	9.42	12.37	8.88	9.07	6.45	6,084	6,047	1%	584	537	9%

**Federal Housing Administration Monthly Report
Single Family Detail (continued)**

**MSA's With The Highest Single Family Default Rates
(Data as of July 2006)**

Rank	MSA Name	Default Rates						Total IIF			Defaults		
		Current Year			Prior Year			Current Year Jul 2006	Prior Year Jul 2005	Percent Change	Current Year Jul 2006	Prior Year Jul 2005	Percent Change
		Total	FRM	ARM	Total	FRM	ARM						
26	TRENTON, NJ	9.59	9.21	15.39	10.20	10.10	11.50	3,763	4,235	-11%	361	432	-16%
27	ATLANTA, GA	9.59	9.43	10.84	9.03	9.17	8.01	136,794	146,459	-7%	13,116	13,220	-1%
28	RACINE, WI	9.58	9.20	14.02	8.13	8.25	7.04	2,056	2,090	-2%	197	170	16%
29	COLUMBUS, OH	9.55	9.46	10.53	9.09	9.06	9.40	44,289	46,360	-4%	4,230	4,216	0%
30	INDIANAPOLIS, IN	9.32	9.08	11.43	9.31	9.38	8.81	60,150	62,451	-4%	5,608	5,815	-4%
31	CANTON-MASSILLON, OH	9.23	9.01	11.33	7.75	7.96	5.96	4,570	4,480	2%	422	347	22%
32	ATLANTIC-CAPE MAY, NJ	9.23	8.97	13.38	9.50	9.25	12.97	4,605	5,601	-18%	425	532	-20%
33	MONROE, LA	9.21	9.21	9.09	7.65	7.70	0.00	1,999	2,234	-11%	184	171	8%
34	PUEBLO, CO	9.14	9.22	6.78	6.67	6.60	8.22	3,621	3,646	-1%	331	243	36%
35	CINCINNATI, OH-KY-IN	9.12	8.96	10.79	8.73	8.77	8.46	25,351	25,945	-2%	2,312	2,266	2%
36	NEWARK, NJ	8.99	8.88	10.36	9.57	9.63	8.98	14,694	18,472	-20%	1,321	1,768	-25%
37	AKRON, OH	8.89	8.76	10.85	8.57	8.60	8.25	9,964	10,117	-2%	886	867	2%
38	NEWBURGH, NY-PA	8.89	9.01	5.97	9.22	9.33	7.06	1,609	1,822	-12%	143	168	-15%
39	ARECIBO, PR	8.73	8.73	0.00	6.82	6.82	0.00	1,489	1,701	-12%	130	116	12%
40	HOUSTON, TX	8.68	8.66	9.64	7.26	7.28	6.47	87,509	91,461	-4%	7,596	6,636	14%
41	CHATTANOOGA, TN-GA	8.66	8.67	8.16	8.77	8.83	7.00	8,419	8,931	-6%	729	783	-7%
42	EVANSVILLE-HENDERSON, IN-KY	8.65	8.58	9.89	7.97	8.20	4.48	3,549	3,386	5%	307	270	14%
43	HAMILTON-MIDDLETOWN, OH	8.64	8.57	9.20	9.18	9.16	9.32	5,625	5,826	-3%	486	535	-9%
44	ROCKY MOUNT, NC	8.63	8.15	14.41	8.18	8.07	9.32	1,437	1,357	6%	124	111	12%
45	READING, PA	8.58	8.34	13.48	8.90	8.78	11.06	3,800	4,291	-11%	326	382	-15%
46	DAYTON-SPRINGFIELD, OH	8.55	8.35	11.01	8.68	8.55	10.01	19,873	20,332	-2%	1,699	1,764	-4%
47	MANSFIELD, OH	8.51	8.57	7.87	8.13	8.20	7.48	1,586	1,538	3%	135	125	8%
48	PASCAGOULA, MS	8.39	8.24	25.00	2.99	3.01	0.00	429	569	-25%	36	17	112%
49	GALVESTON-TEXAS CITY, TX	8.31	8.47	3.11	5.44	5.52	2.65	5,404	5,536	-2%	449	301	49%
50	LAFAYETTE, LA	8.30	8.34	5.26	5.05	5.12	0.00	2,988	2,969	1%	248	150	65%

Source SFDW
Data as of Jul 2006

Title I Portfolios

Insurance-in-Force

- Property improvement insurance-in-force in August 2006 declined to 30,632 loans, down 25 percent from this same period last fiscal year.
- Manufactured housing insurance-in-force declined to 25,076 loans, a drop of 13 percent from this same period a year ago.

Prepayments

- Property improvement loan prepayments for the first eleven months of FY 2006 decreased 31 percent compared to the number reported for the same period last fiscal year.
- Manufactured housing loan prepayments decreased 32 percent during the first eleven months of this fiscal year, compared to the number reported for the same period in the prior fiscal year.

Claims

- For the first eleven months of FY 2006, property improvement claim terminations processed decreased by 46 percent compared to the same period in FY 2005.
- During these eleven months, the number of manufactured housing claims processed decreased 4 percent compared to the number reported for this same period in FY 2005.

Endorsements

- Property improvement endorsements were down 12 percent to 2,900 for the first eleven months of FY 2006, compared to 3,285 for this same period in FY 2005.
- During the first eleven months of FY 2006, there were 1,428 manufactured housing endorsements, down 18 percent from the 1,735 reported in the corresponding period of FY 2005.

Notes

- The Title I note portfolio included 23,028 notes after the first eleven months of FY 2006, compared to 26,695 at this same time in the previous fiscal year.
- During the first eleven months of FY 2006, a total of 4,307 Title I note collection cases were closed, 7 percent fewer than the 4,652 cases closed during the same period in FY 2005.

Federal Housing Administration Monthly Report
Title I Portfolios

	Current Month Aug 2006		Current FYTD Oct 2005 - Aug 2006		Prior FYTD Oct 2004 - Aug 2005		Percent Change (Number)
	Number	Dollars ¹ (\$M)	Number	Dollars (\$M)	Number	Dollars (\$M)	
Insurance-in-Force (Beginning)							
Property Improvement	31,360	\$ 455.5	55,524	\$ 796.0	81,672	\$ 1,185.6	-32%
Manufactured Housing	25,427	\$ 740.0	33,707	\$ 900.7	37,980	\$ 987.6	-11%
Prepayments(-)							
Property Improvement	(874)	(12)	(11,738)	(163)	(16,962)	(239.9)	-31%
Manufactured Housing	(420)	(10)	(4,285)	(102)	(6,266)	(147.6)	-32%
Claim Terminations(-)							
Property Improvement	(9)	(0)	(374)	(5)	(697)	(9.2)	-46%
Manufactured Housing	(5)	(0)	(341)	(11)	(356)	(10.7)	-4%
Endorsements(+)							
Property Improvement	232	\$ 3.2	2,900	\$ 39.8	3,285	\$ 45.7	-12%
Manufactured Housing	94	\$ 3.7	1,428	\$ 54.0	1,735	\$ 61.8	-18%
Adjustments							
Property Improvement	(77)	\$ (1.0)	(15,680)	\$ (222.0)	(26,420)	\$ (393.7)	
Manufactured Housing	(20)	\$ (0.6)	(5,433)	\$ (108.7)	(4,291)	\$ (87.9)	
Insurance-in-Force (Ending)							
Property Improvement	30,632	\$ 445.9	30,632	\$ 445.9	40,878	\$ 588.5	-25%
Manufactured Housing	25,076	\$ 732.7	25,076	\$ 732.7	28,802	\$ 803.2	-13%
Notes (Beginning)	23,304	\$ 321.5	26,407	\$ 352.8	32,094	\$ 418.5	-18%
New Cases Assigned(+)	90	\$ 0.9	841	\$ 8.7	1,015	\$ 10.2	-17%
Interest Accrual, Fees, Penalties, and Costs	N/A	\$ 1.0	N/A	\$ 11.8	N/A	\$ 13.7	
Net Collections(-)	N/A	\$ (1.2)	N/A	\$ (19.2)	N/A	\$ (26.2)	
Cases Closed(-) ³	(391)	\$ (3.4)	(4,307)	\$ (34.8)	(4,652)	\$ (45.4)	-7%
Adjustments	25	\$ (0.1)	87	\$ (0.6)	(1,762)	\$ (14.1)	
Notes (Ending)²	23,028	\$ 318.7	23,028	\$ 318.7	26,695	\$ 356.7	-14%

Notes: ^{1/} Dollars represent original loan proceeds for insurance-in-force and unpaid balances for notes.

^{2/} The August Title I portfolio includes cases classified as Currently Not Collectible (13,430 totaling \$217.01 million).

^{3/} The number of cases closed for FY2006 and the dollar amount of these cases do not include data for cases that were closed and later reactivated in FY2006. This is why the sum of the cases and dollar amount of cases reported closed in the "Current Month" columns for FY2006 does not equal the amounts reported in the "Cases Closed" row in the "FY2006 - YTD" column.

Commitments and GI/SRI Credit Subsidy

MMIF

- MMIF commitments equaled \$47.4 billion through the eleventh month of FY 2006.
- The MMIF commitment authority is \$185 billion for FY 2006.

GIF/SRIF

- GIF/SRIF commitments, which, for multifamily programs, include only those programs that are in positive credit subsidy risk categories, totaled \$14.4 billion through the eleventh month of FY 2006.
- Fiscal year-to-date, HECM commitments have totaled \$11.0 billion for FY 2006.
- The GIF/SRIF commitment authority is \$35 billion for FY 2006

GI/SRI Credit Subsidy

- FHA used \$2.15 million in credit subsidy through the eleventh month of FY 2006.
- FHA authority is \$18.7 million for FY 2006.

**Federal Housing Administration Monthly Report
Commitments & Credit Subsidy
By Program and Month: FY 2006**

Dollars in Millions

Commitments

Fiscal Year 2006	MMIF	GI/SRIF Total	Section 234	Section 203(k)	Other	HECM**	Title I Property Improvement	Title I Mobile Homes
Oct	\$ 4,370.405	\$ 1,084.254	\$ 289.896	\$ 35.910	\$ 8.245	\$ 741.150	\$ 4.748	\$ 4.306
Nov	\$ 4,041.222	\$ 1,092.985	\$ 273.967	\$ 38.159	\$ 5.008	\$ 767.009	\$ 4.052	\$ 3.816
Dec	\$ 3,780.132	\$ 1,065.278	\$ 245.908	\$ 31.472	\$ 8.108	\$ 758.132	\$ 2.976	\$ 3.430
Jan	\$ 3,998.113	\$ 1,146.517	\$ 256.688	\$ 33.785	\$ 9.383	\$ 835.887	\$ 3.307	\$ 5.265
Feb	\$ 3,090.798	\$ 1,123.822	\$ 201.918	\$ 23.701	\$ 6.975	\$ 883.424	\$ 2.570	\$ 4.266
Mar	\$ 4,477.131	\$ 1,402.724	\$ 246.217	\$ 29.945	\$ 8.656	\$ 1,107.966	\$ 3.241	\$ 4.497
Apr	\$ 4,238.985	\$ 1,362.743	\$ 237.099	\$ 32.712	\$ 8.764	\$ 1,074.395	\$ 3.619	\$ 5.041
May	\$ 5,146.854	\$ 1,703.870	\$ 281.996	\$ 37.021	\$ 9.306	\$ 1,364.719	\$ 4.735	\$ 6.093
Jun	\$ 4,868.733	\$ 1,625.132	\$ 282.690	\$ 39.788	\$ 10.838	\$ 1,280.812	\$ 3.317	\$ 7.189
Jul	\$ 4,303.886	\$ 1,342.941	\$ 232.758	\$ 31.906	\$ 8.717	\$ 1,059.038	\$ 4.075	\$ 6.447
Aug	\$ 5,124.009	\$ 1,438.948	\$ 276.376	\$ 38.339	\$ 13.772	\$ 1,103.610	\$ 3.199	\$ 3.652
Sep	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
FYTD 2006 Total	\$ 47,440.268	\$ 14,389.214	\$ 2,825.511	\$ 372.737	\$ 97.771	\$ 10,976.143	\$ 39.838	\$ 54.002
FY 2005 Total	\$ 57,484.377	\$ 10,645.270	\$ 36,825.801	\$ 415.599	\$ 415.599	\$ 6,287.786	\$ 50.272	\$ 65.813
FY 2006 Annualized	\$ 51,753.019	\$ 15,697.325	\$ 3,082.376	\$ 406.623	\$ 106.659	\$ 11,973.974	\$ 43.460	\$ 58.912
FY 2006 Authority	\$ 185,000.000	\$ 35,000.000						

Credit Subsidy

Fiscal Year 2006	MMIF	GI/SRIF Total	Section 234	Section 203(k)	Other	HECM	Title I Property Improvement	Title I Mobile Homes
<i>Subsidy Factor</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>0.0014</i>
Nov	N/A	\$ 0.006	N/A	N/A	N/A	N/A	N/A	\$ 0.006
Dec	N/A	\$ 0.057	N/A	N/A	N/A	N/A	N/A	\$ 0.005
Jan	N/A	\$ 1.490	N/A	N/A	N/A	N/A	N/A	\$ 0.005
Feb	N/A	\$ 0.127	N/A	N/A	N/A	N/A	N/A	\$ 0.007
Mar	N/A	\$ 0.160	N/A	N/A	N/A	N/A	N/A	\$ 0.006
Apr	N/A	\$ 0.126	N/A	N/A	N/A	N/A	N/A	\$ 0.006
May	N/A	\$ 0.068	N/A	N/A	N/A	N/A	N/A	\$ 0.007
Jun	N/A	\$ 0.009	N/A	N/A	N/A	N/A	N/A	\$ 0.009
Jul	N/A	\$ 0.089	N/A	N/A	N/A	N/A	N/A	\$ 0.010
Aug	N/A	\$ 0.009	N/A	N/A	N/A	N/A	N/A	\$ 0.009
Sep	N/A	\$ 0.005	N/A	N/A	N/A	N/A	N/A	\$ 0.005
Sep	N/A	\$ -	N/A	N/A	N/A	N/A	N/A	\$ -
FYTD 2006 Total	N/A	\$ 2.147	N/A	N/A	N/A	N/A	N/A	\$ 0.076
FY 2005 Total	N/A	\$ 0.571	N/A	N/A	N/A	N/A	N/A	\$ 0.095
FY 2006 Annualized	N/A	\$ 2.342	N/A	N/A	N/A	N/A	N/A	\$ 0.082
FY 2006 Authority	N/A	\$ 18.677						

* includes only those Multifamily programs that are in positive credit subsidy risk categories

**Maximum Claim Amount

Single Family Market Comparisons

(Due to a lag in reporting of conventional information, these notes describe data for the previous month)

Insured Mortgage Applications

- Total mortgage insurance applications decreased 8 percent through July of this fiscal year compared to the same period in FY 2005.
- Through July of this fiscal year, FHA applications decreased 18 percent; this compares to a 7 percent decrease in conventional mortgage applications, but an 8 percent increase in VA guarantee applications.
- FHA's share of total mortgage insurance applications was 18 percent through July of this fiscal year compared to 21 percent for the same period a year ago.

Insured Mortgage Endorsements

- FHA endorsement dollars decreased 11 percent through July of FY 2006 compared to the same period a year ago.
- FHA's share of insured mortgage endorsement dollars is 18 percent through July of FY 2006 compared to 21 percent for the same period in FY2005.
- Through July of this fiscal year, the share of conventional insured dollars is 74 percent and of VA 8 percent.

Home Sales Market

- The number of FHA purchase mortgages decreased 12 percent through July of FY 2006 compared to the same period during FY 2005
- Overall, home sales decreased 3 percent through July of this fiscal year compared to the same period in FY 2005.
- FHA's share of home sales was 3.9 percent through July of this fiscal year compared to 4.3 percent in the same period a year ago.

Single Family Market Comparisons

(Due to a lag in reporting of conventional information, these data are for the previous month)

	Current Month July 2006		Current FYTD Oct 2005 - July 2006		Prior FYTD Oct 2004 - July 2005		Percent Change (Number)			
	Number	Application Share	Number	Application Share	Number	Application Share				
INSURED MORTGAGE APPLICATIONS										
Conventional	116,906	61%	1,229,176	64%	1,327,168	64%	-7%			
FHA *	59,805	31%	539,041	18%	620,964	21%	-18%			
VA	14,689 ****	8%	146,989	8%	135,869	7%	8%			
TOTAL	191,400	100%	1,915,206	100%	2,084,001	100%	-8%			
INSURED MORTGAGE ENDORSEMENTS										
	Number	Dollars (\$M)	Insured Share (%)	Number	Dollars (\$M)	Insured Share (%)	Number	Dollars (\$M)	Insured Share (%)	Percent Change (Dollars)
Conventional	112,019	\$17,438.3	72%	1,181,708	\$180,853.7	74%	1,250,807	\$172,612.5	71%	5%
FHA	34,234	\$4,571.1	19%	351,053	\$44,999.8	18%	427,733	\$50,804.5	21%	-11%
VA	12,089	\$2,201.7	9%	115,692	\$19,679.0	8%	135,834	\$20,065.6	8%	-2%
TOTAL	158,342	\$24,211.1	100%	1,648,453	\$245,532.5	100%	1,814,374	\$243,482.6	100%	1%
HOMES SALES MARKET										
	Number	FHA Share	Number	FHA Share	Number	FHA Share	Percent Change (Number)			
FHA Purchase Mortgages**	26,167	4.1%	257,811	3.9%	292,099	4.3%	-12%			
Home Sales***	640,917		6,683,250		6,862,917		-3%			

* Data for applications are for June 18, 2006 - July 22, 2006 for current month; September 18, 2005 - July 22, 2006 for current FYTD, and September 19, 2004 - July 23, 2005 for prior FYTD.

** FHA insured minus FHA refinancings

*** Includes new and existing construction home sales and a month lag between home sale and FHA endorsement of mortgage to purchase home.

Note: Dollars represent original amounts insured

**** estimated VA current month applications

Executive Summary

Status of FY 2005 Housing Contracts and System Funds

As of August 2006

Data is not available for publishing