

**An Actuarial Review of the
Federal Housing Administration
Mutual Mortgage Insurance Fund
for Fiscal Year 2008**

October 13, 2008

Prepared for



U.S. Department of Housing and Urban Development

By



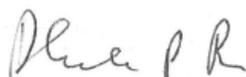
Integrated Financial Engineering, Inc.

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I have reviewed the "Actuarial Review of the Federal Housing Administration's Mutual Mortgage Insurance Fund for Fiscal Year 2008," dated October 13, 2008 (Review). The purpose of my review was to determine the soundness of the methodology used, the appropriateness of the underlying assumptions applied, and the reasonableness of the resulting estimates derived in the Review

The Review was based upon data and information prepared by the Federal Housing Administration (FHA). I have relied upon the FHA for the accuracy and completeness of this data. In addition, I also relied upon the reasonableness of the assumptions used in the economic projections prepared by Global Insight Inc., from which the base case used in the Review was derived.

It is my opinion that on an overall basis the methodology and underlying assumptions used in the Review are reasonable and appropriate in the circumstances. In my opinion the estimates in the Review lie within a reasonable range of probable values as of this time although the actual experience in the future will not unfold as projected.



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