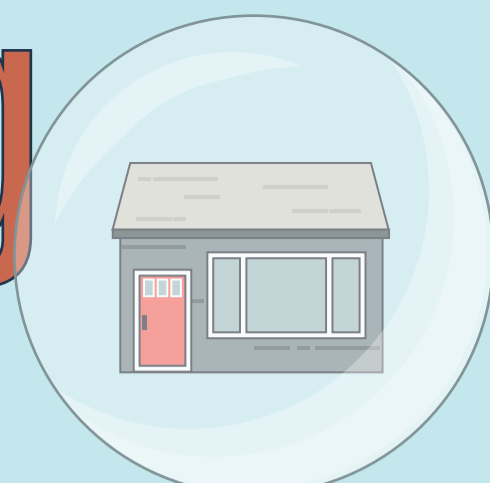


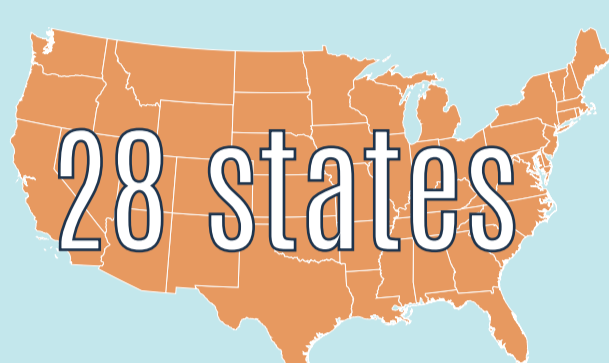
Will the Housing Bubble Burst in 2018?



3 Signs of a Brewing Financial Crisis

1 Inflated home prices

Home prices in 28 states have exceeded their pre-crisis peaks



2017 – 2021:
Home values will rise



2 Soaring debt levels

MORTGAGE DEBT:

\$9 trillion

STUDENT LOAN DEBT:

\$1.3 trillion

CREDIT CARD DEBT:

\$764 billion

3 High-risk lending

Repeal of Dodd-Frank Act allows banks to make riskier investments



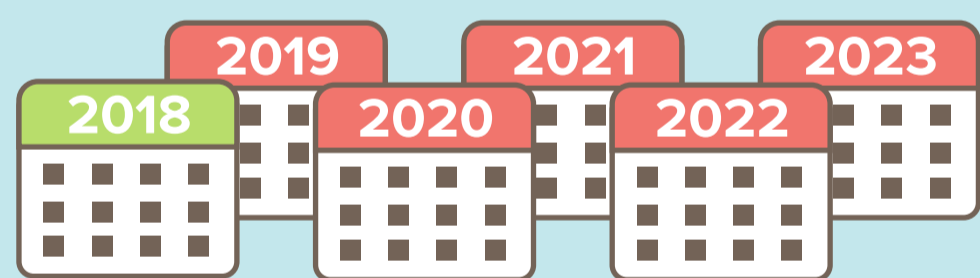
2017:
9% of mortgages issued to borrowers with subprime credit scores



2017:
The credit score cutoff for subprime loans dropped from

660 to 620

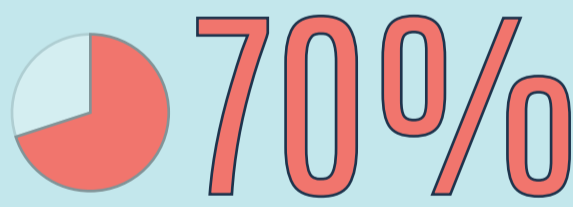
What's the probability of a recession?



2018



Next 5 years



Will the housing bubble burst?

58%

of adults believe it will happen in the next 2 YEARS

Biggest Housing Bubbles



Home prices in these markets have surpassed their peak from the last housing bubble

