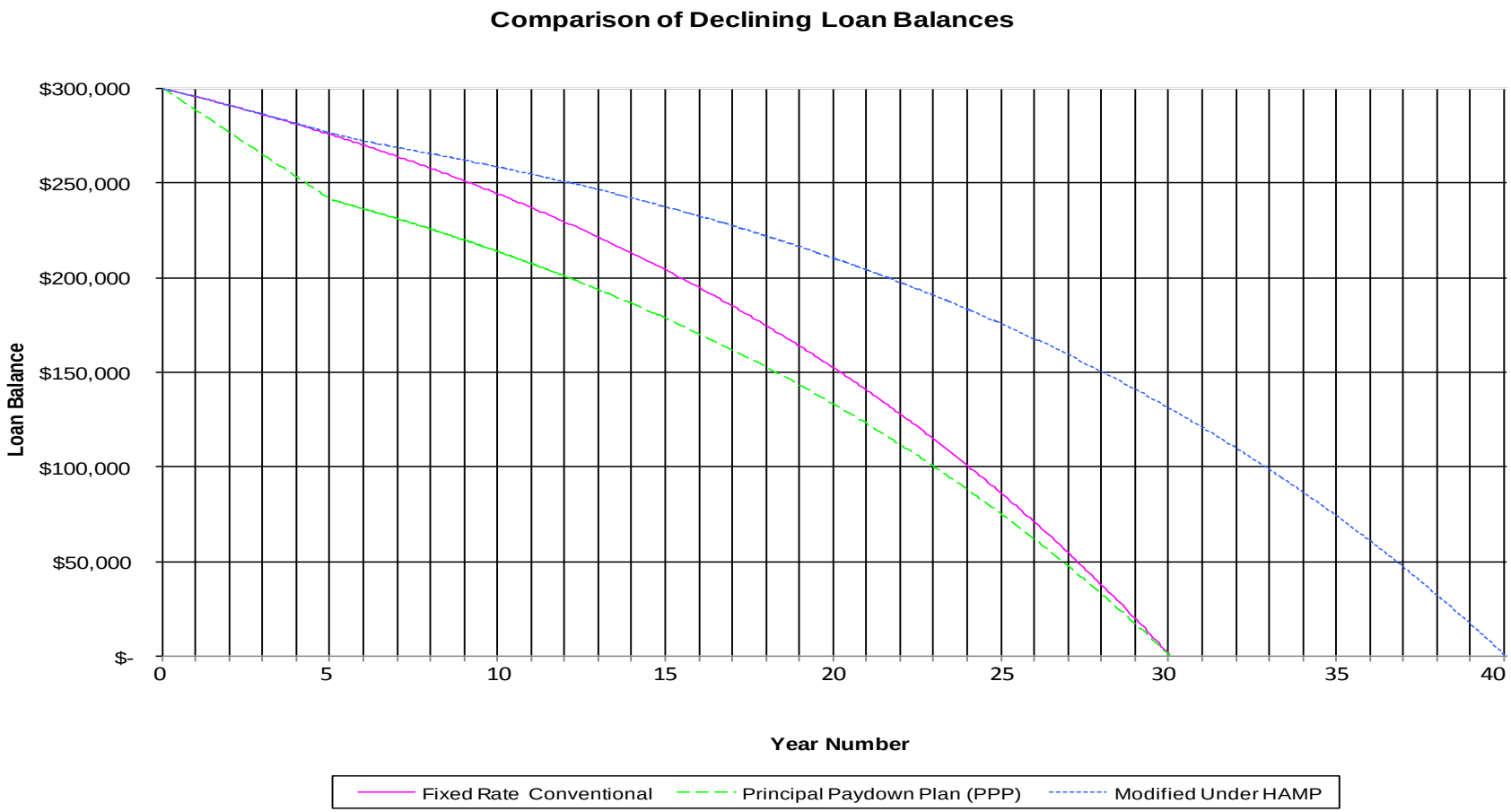
COMPARISON OF DECLINING LOAN BALANCES AND LOAN PAYMENTS:

FIXED RATE CONVENTIONAL, MODIFED UNDER HAMP, AND MODIFIED UNDER PRINCIPAL PAYDOWN PLAN (PPP)

EXAMPLE: FR & PPP = 30 Year Amortization; HAMP = 40 Year Amortization					
Gross Monthly Income	$4,000		Fixed Rate – 30 yr	HAMP – 40 yr	PPP – 30 yr
31% GMI	1,240	Initial Interest Rate – 5 yrs	5.0%	2.44%	0%
RP Taxes + Insurance	-260	Initial Loan Payment	$1,610	$980	$980
HAMP or PPP Payment	980	Loan Balance @ 60 mos	(125 LTV) 275,487	(126 LTV) 276,468	(110 LTV) 241,200
Home Value	220,000	Loan Payment @ 60 mos	1,610	1,133	1,410
Starting Loan Balance	300,000	Loan Payment @ 72 mos	1,610	1,294	1,410
		Loan Payment @ 84 mos	1,610	1,387	1,410
Note: The HAMP loan payments at 60 and 72 months is based on a 1% interest increase; the loan payment at 84 months is based on an interest rate cap assuming a 5% Freddie Mac rate.