



September 30, 2009

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HOPE NOW Data Shows Increase in Workouts for Homeowners
Drop in Foreclosures Reported Also

Washington, D.C. (September 30, 2009) – The most recent data from HOPE NOW, the private sector of mortgage servicers, investors, mortgage insurers and non-profit counselors shows foreclosure starts dropped 21 percent to 224,000 and foreclosure sales are down 16 percent to 75,000 from July. Workout plans were up 28 percent to 325,000. Repayment plans increased by 38 percent and loan modifications were up by 7 percent. The Treasury Department reported on September 9 that 360,000 HAMP trial modifications are underway.

“Our data suggests a correlation between the drop in foreclosures and the increase in workout solutions to help at-risk borrowers,” said Faith Schwartz, Executive Director of HOPE NOW. This shift suggests progress is being made using all of the tools available, such as HAMP- the government backed modification program- and other workout solutions, to slow the pace of foreclosures.

HOPE NOW survey data shows a 6 percent increase in homeowners who are 60 days plus delinquent, 3.3 million borrowers in August from 3.1 million in July. This may include the significant number of trial modifications under the HAMP program that are not yet permanent.

“Mortgage servicers and non-profit housing counselors are working hard to help homeowners who are facing hardship in these tough economic times,” said Schwartz. “As HOPE NOW continues its outreach to consumers through its foreclosure prevention workshops across the country and through the Homeowner’s Hope™ Hotline (888-995-HOPE), we see firsthand the commitment to offer consumers the best solution that meets their individual needs. We continue to work with key regulators, servicers, investors and non-

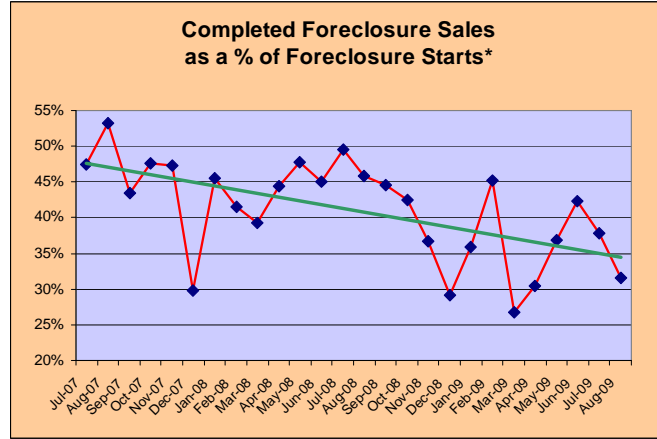
profit counselors to make a positive difference in people's lives by using all the tools available."

HOPE NOW and the mortgage industry have helped an estimated 2.1 million homeowners since January 2009. In August and September, alone, HOPE NOW and partners have brought together more than 4,000 homeowners with servicers and non-profits housing counselors through outreach forums that offer face-to-face counseling. Upcoming outreach events will be held in southern California and Atlanta in October.

See Attached



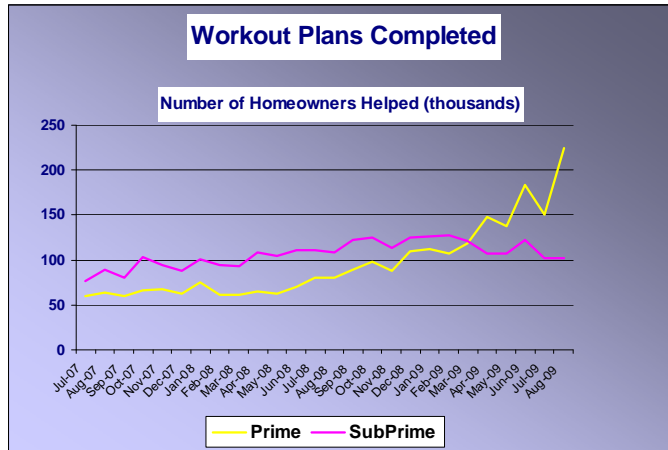
HOPE NOW Tracking Foreclosures



*There is a time lag between a foreclosure start and its completion. During this time many foreclosure starts drop out for a variety of reasons. The time lag varies for individual states, ranging between 2 and 12 months. The percentages in this graph adjust for this lag and are calculated by multiplying the number of loans for each state by the average time from foreclosure initiation to completed foreclosure sale, summing the results for all states, and then dividing the aggregate by the total number of loans for all states. The overall weighted average is approximately 5.4 months.



HOPE NOW Homeowners Assisted



Workout Plans consist of Repayment Plans Initiated and Delinquent Modifications Completed.



HOPE NOW
WORKOUT PLANS (Repayment Plans + Modifications) and
FORECLOSURE SALES
July 2007 - August 2009

BORROWER LOAN WORKOUT PLANS

	2007 Q3	2007 Q4	2008 Q1	2008 Q2	2008 Q3	2008 Q4	2009 Q1	2009 Q2	Jul-09	Aug-09	Jul 2007-Aug 2009 ("Life to Date") Totals
Repayment Plans	357,900	348,531	314,453	302,565	335,152	345,078	340,384	496,097	173,506	239,982	3,253,649
Prime	154,383	160,127	148,814	141,840	179,864	203,752	215,778	341,929	119,265	177,510	1,843,261
Subprime	203,517	188,404	165,639	160,725	155,288	141,327	124,606	154,168	54,241	62,473	1,410,388
Modifications	72,773	133,467	170,216	220,349	256,188	314,602	370,436	310,556	80,167	85,859	2,014,614
Prime	29,714	36,634	48,148	56,202	70,503	92,125	121,011	127,871	31,730	46,644	660,581
Subprime	43,058	96,833	122,068	164,147	185,685	222,477	249,425	182,685	48,437	39,216	1,354,033
Workout Plans	430,673	481,998	484,669	522,914	591,340	659,680	710,820	806,653	253,673	325,842	5,268,263
Prime	184,097	196,761	196,961	198,042	250,367	295,877	336,788	469,800	150,995	224,153	2,503,842
Subprime	246,575	285,237	287,708	324,872	340,973	363,803	374,032	336,854	102,678	101,688	2,764,420

FORECLOSURE STARTS

	2007 Q3	2007 Q4	2008 Q1	2008 Q2	2008 Q3	2008 Q4	2009 Q1	2009 Q2	Jul-09	Aug-09	Jul 2007-Aug 2009 ("Life to Date") Totals
Foreclosure Starts	488,097	571,955	527,680	574,528	563,606	549,598	728,780	744,938	283,682	224,262	5,257,127
Prime	196,579	233,236	251,658	288,670	301,425	314,728	471,149	519,113	211,714	158,835	2,947,107
Subprime	291,518	338,720	276,023	285,858	262,181	234,870	257,631	225,825	71,968	65,427	2,310,020

FORECLOSURE SALES

	2007 Q3	2007 Q4	2008 Q1	2008 Q2	2008 Q3	2008 Q4	2009 Q1	2009 Q2	Jul-09	Aug-09	Jul 2007-Aug 2009 ("Life to Date") Totals
Foreclosure Sales	153,408	168,213	203,503	246,192	263,326	201,603	201,314	235,895	89,173	75,063	1,837,689
Prime	60,699	64,958	83,352	108,202	130,700	101,519	113,309	153,836	59,341	51,548	927,466
Subprime	92,709	103,255	120,151	137,990	132,626	100,084	88,005	82,059	29,832	23,515	910,223

(Workout Plans = Repayment Plans + Modifications)

Repayment Plans: A plan that allows the borrower to become current and catch up on missed payments that are appropriate to the borrower's circumstances, which involves deferring or rescheduling payments but the full amount of the loan is expected ultimately to be paid and within the original contractual maturity of the loan.

Modifications: A modification occurs any time any term of the original loan contract is permanently altered. This can involve a reduction in the interest rate, forgiveness of a portion of principal or extension of the maturity date of the loan.