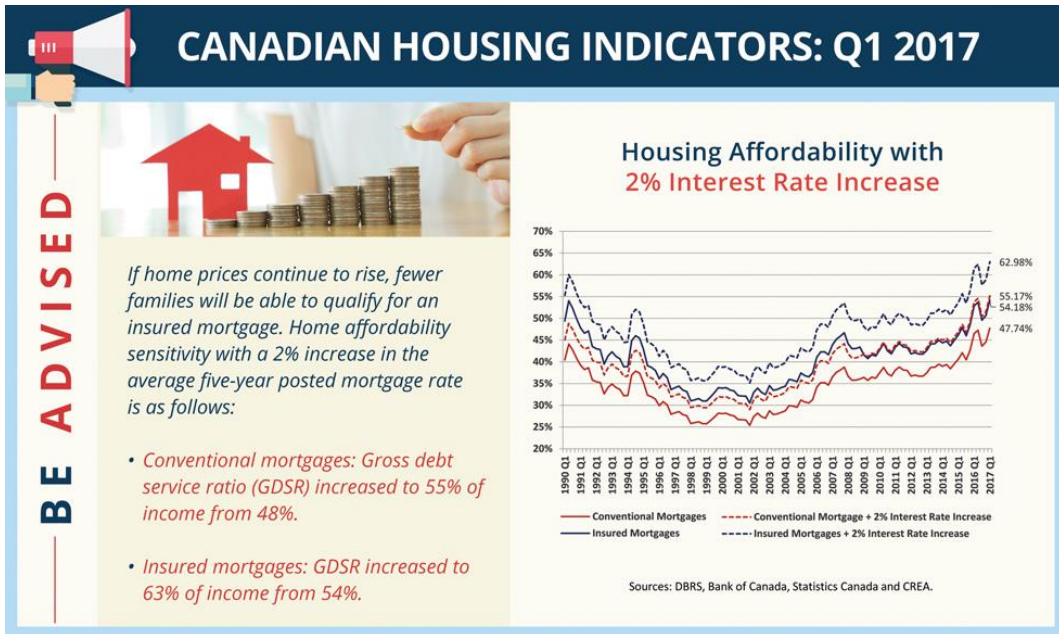


# Housing Affordability

If home prices continue to rise, fewer families will be able to qualify for an insured mortgage. Home affordability sensitivity with a 2% increase in the average five-year posted mortgage rate is as follows:



Conventional mortgages: Gross debt service ratio (GDSR) increased to 55% of income from 48%.

Insured mortgages: GDSR increased to 63% of income from 54%.