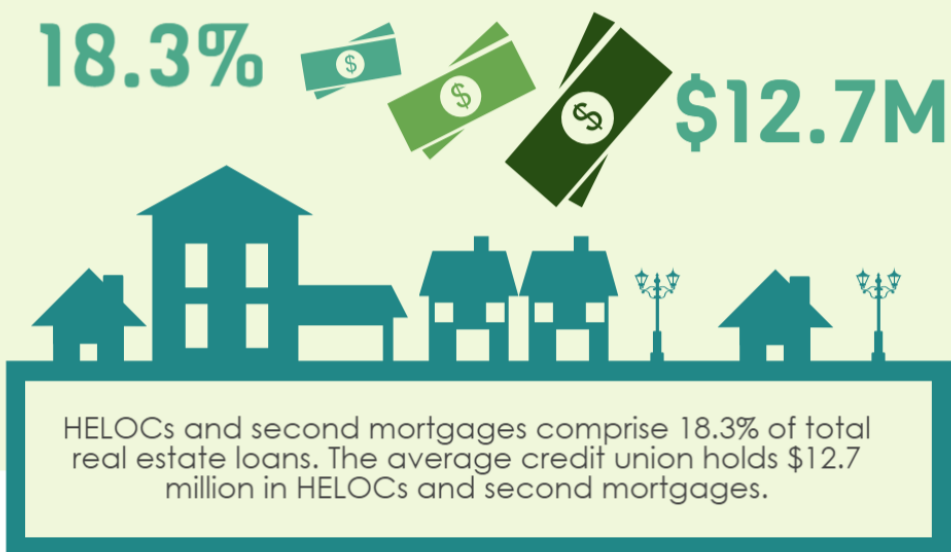


# HELOCS & 2ND MORTGAGES

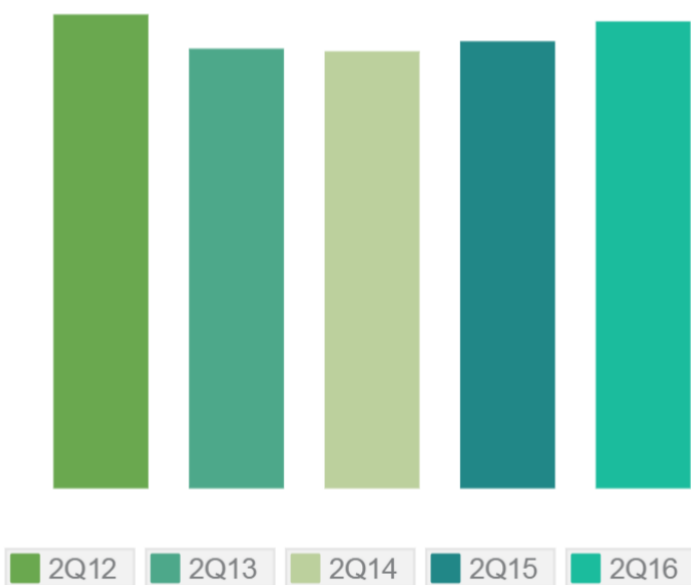
## Concentration And Usage

Home equity lines of credit and second mortgages account for a smaller portion of real estate loans because of their smaller size compared to first mortgages. However, consumers are using them to a great extent as home prices rise.



## Balances And Growth

Outstanding HELOC and second mortgage balances expanded 4.4% year-over-year for the credit union industry, reaching \$76.4 billion as of June 30, 2016.



## Delinquency Trends



Percent of borrowers that were at least 90 days delinquent on HELOCs that reset between December 2014 and March 2015.



Percent of borrowers that were at least 90 days delinquent on HELOCs that reset as of December 2014.



Percent of borrowers whose HELOC monthly payments rose by at least 20.0%. These borrowers were also at least three months behind on their primary mortgages by the end of 2016.



Percent of borrowers whose HELOC monthly payments rose by at least 20.0%. These borrowers were also behind on their credit card payments.



Number of HELOCs originated in 2006 that are resetting in 2016.



Number of HELOCs that are expected to reset throughout 2017.

Source: "Loan Stress: Missed-Home Equity Payments Spell Trouble for Mortgages, Credit Cards" Wall Street Journal (09.08.16) Andriotis, Anna Maria