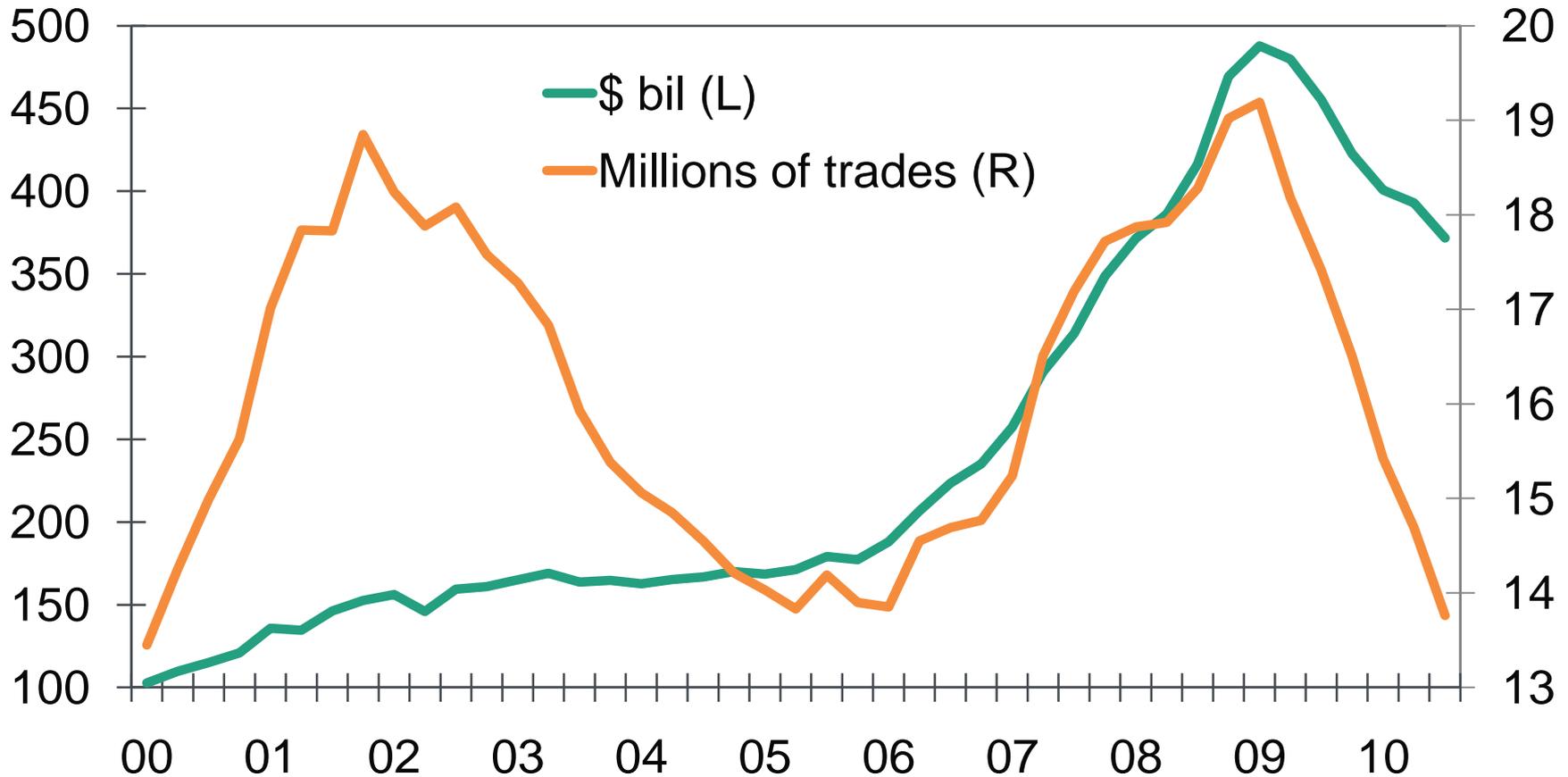


Righting the Wrongs

MARK ZANDI, CHIEF ECONOMIST

Household Credit Quality Is Improving Quickly

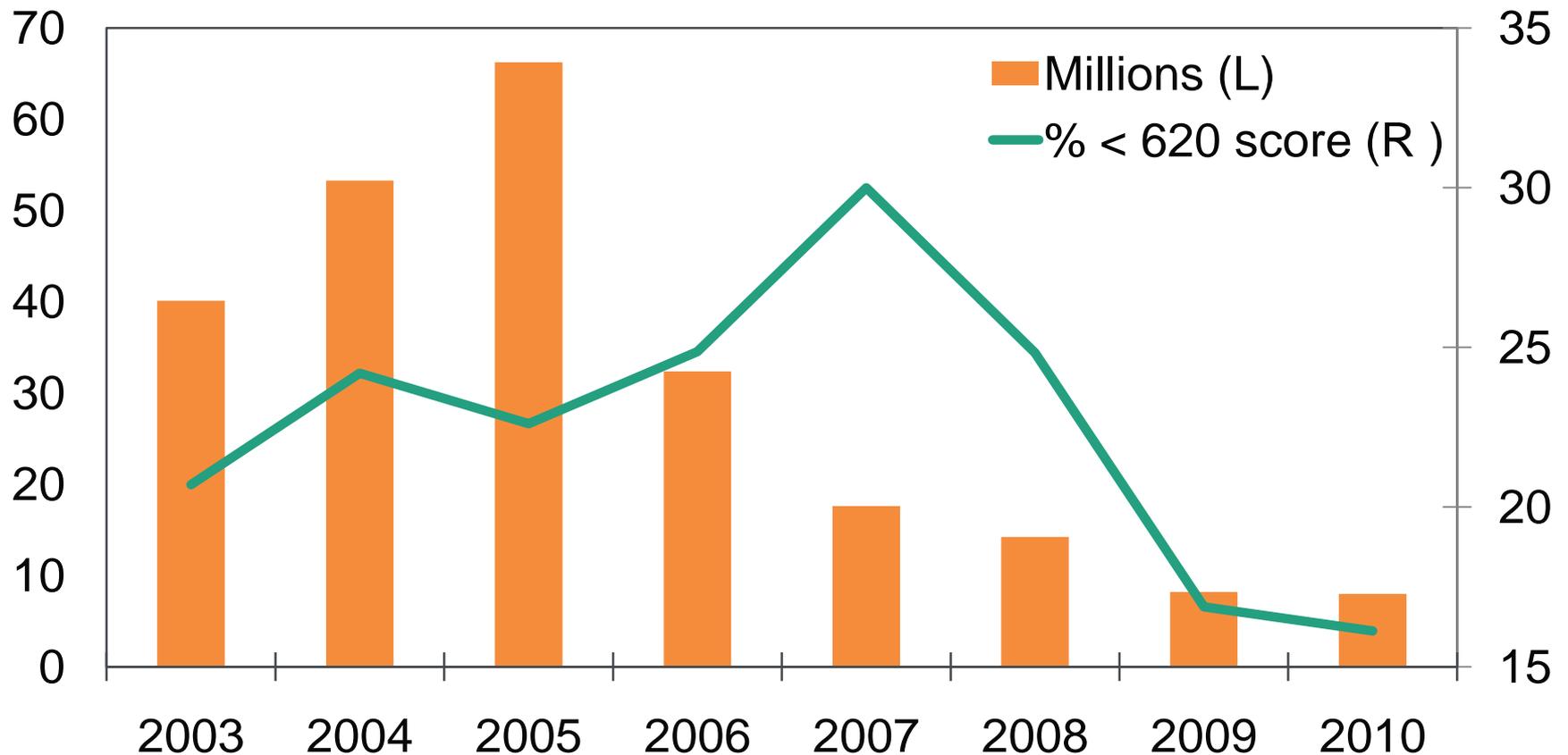
Household liabilities 30-90 days delinquent, SA



Sources: Equifax, Moody's Analytics

Lenders Batten Down the Hatches

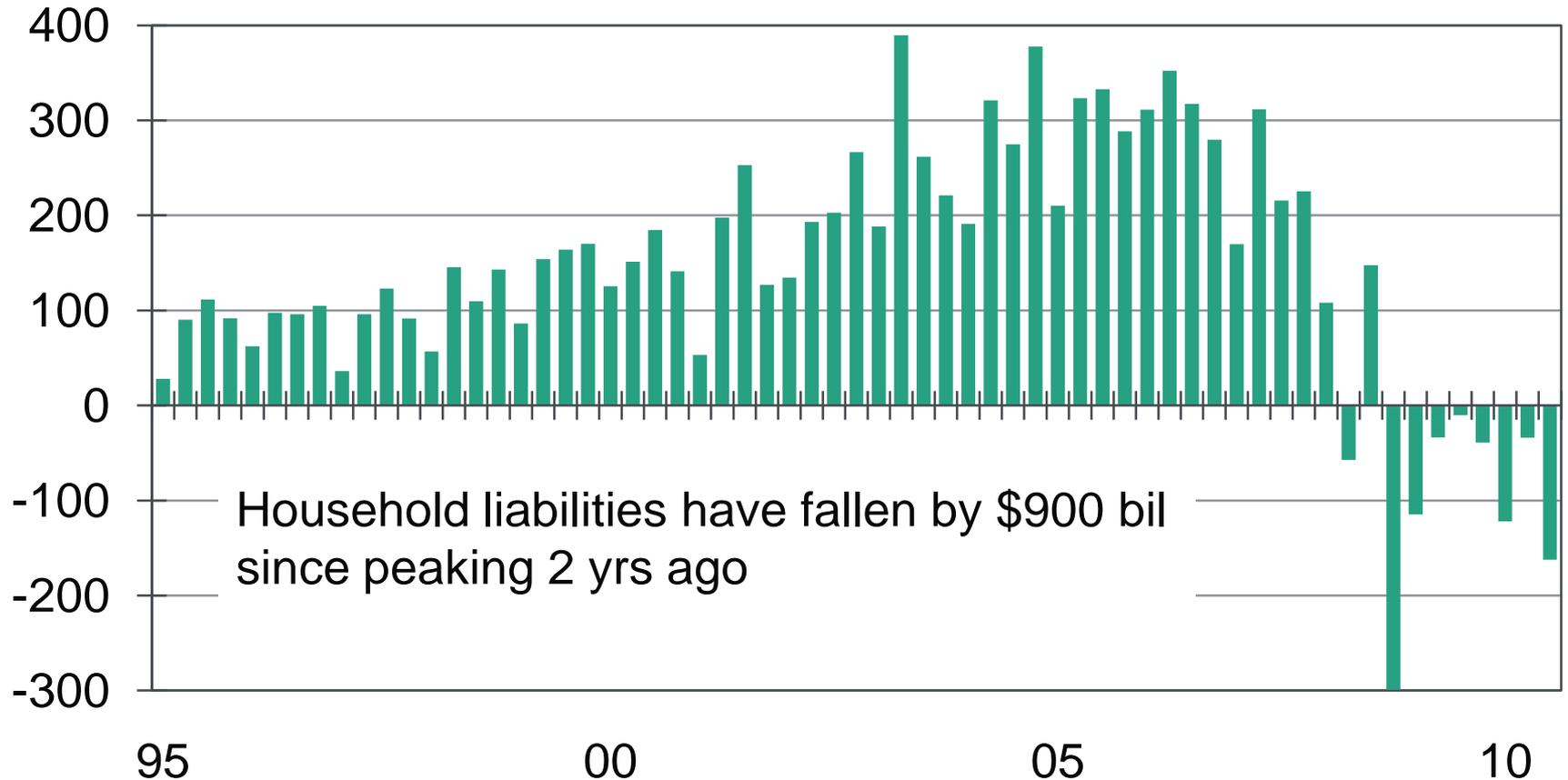
Credit card loan originations



Sources: Equifax, Moody's Analytics

Households Rapidly Deleverage...

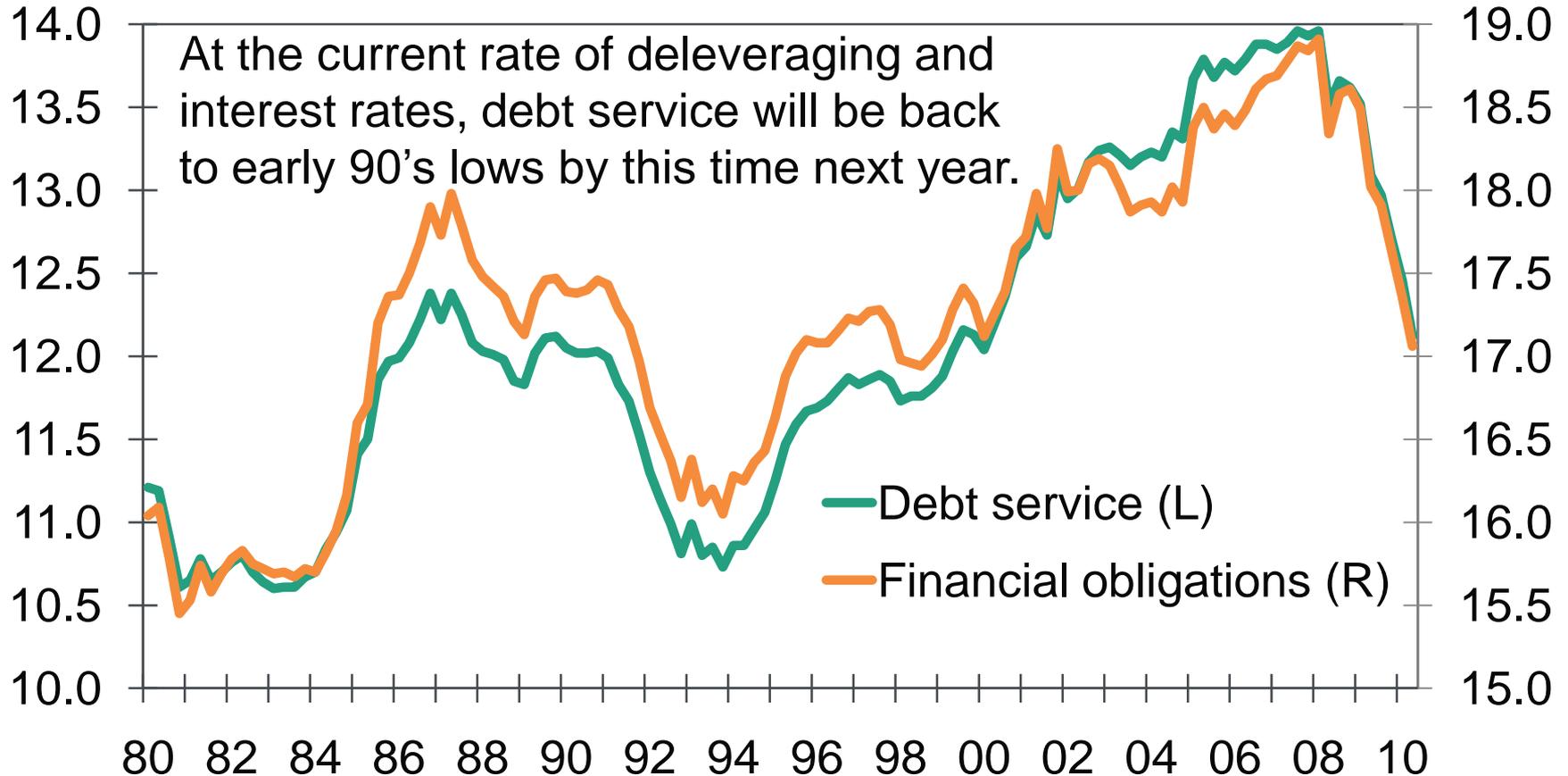
Change in household liabilities, \$ bil



Sources: Federal Reserve Board, Moody's Analytics

...Causing Debt Burdens to Fall Fast

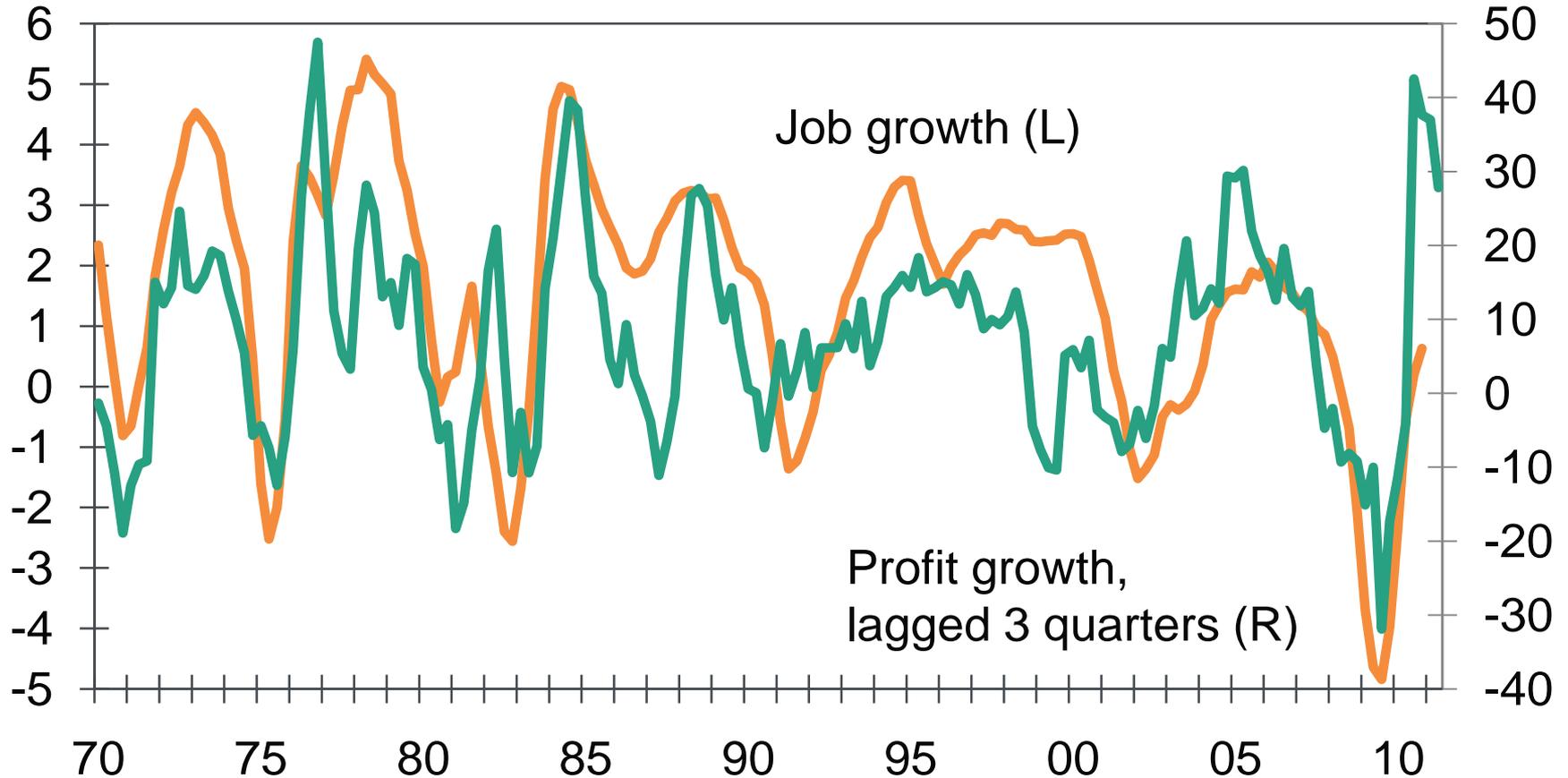
% of disposable income



Sources: Federal Reserve, BEA, Moody's Analytics

Profits Surge and Jobs Should Follow

% change yr ago



Sources: BLS, BEA

Dormant Hiring Is a Serious Threat

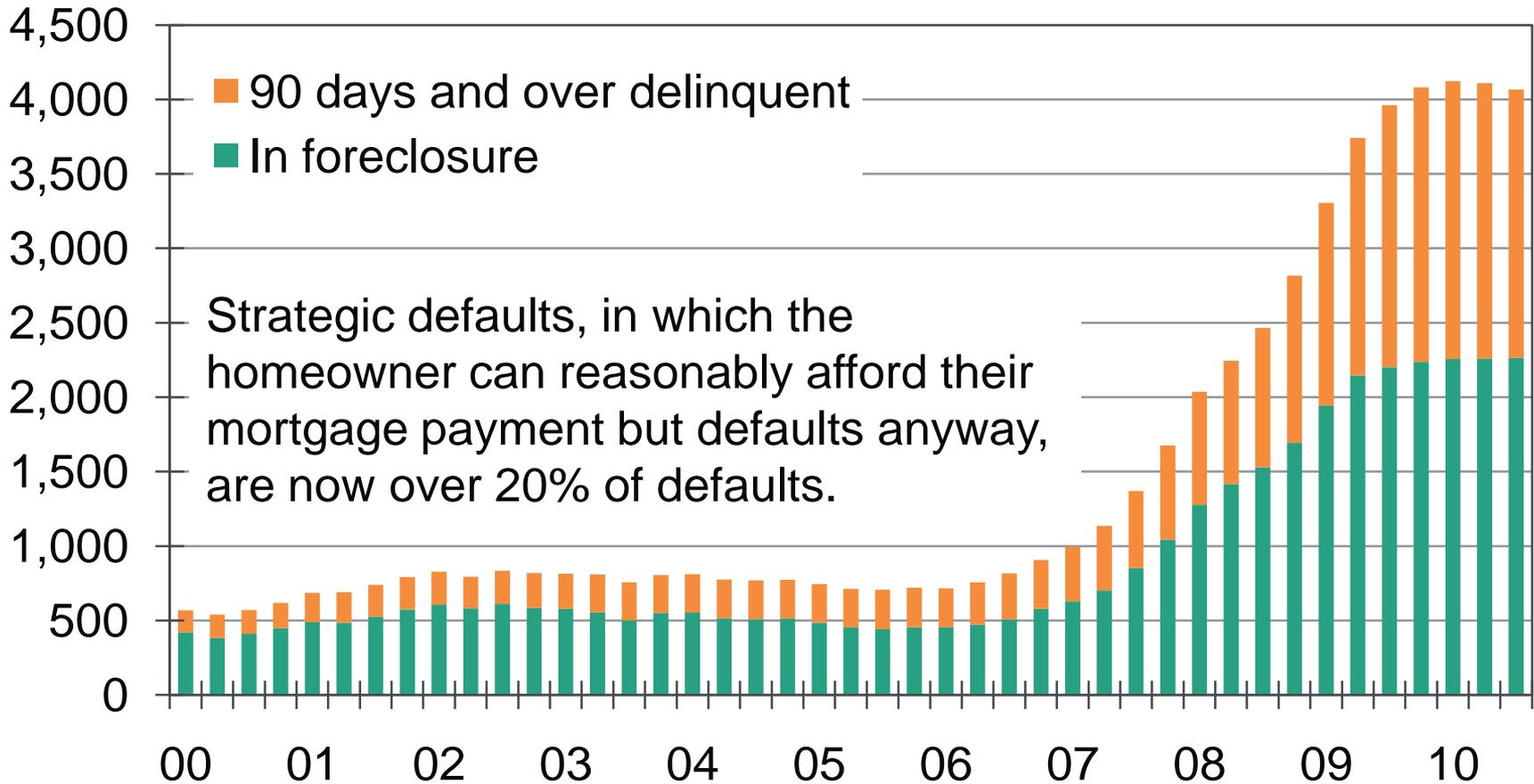
Number of monthly hires ex Census, ths, SA



Source: Bureau of Labor Statistics

The Foreclosure Crisis Continues on...

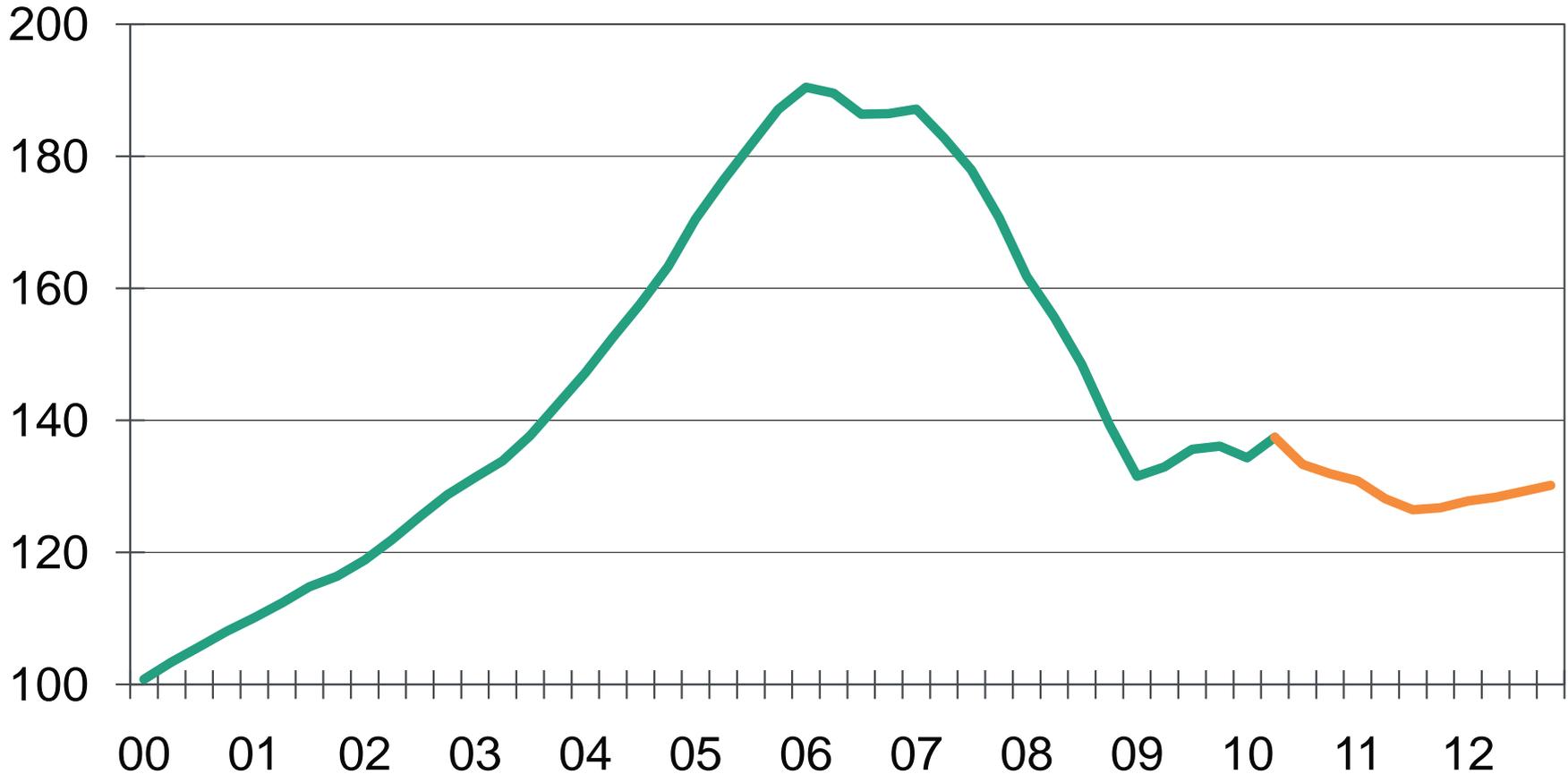
First mortgage loans, the



Sources: Equifax, Moody's Analytics

...And More House Price Declines Are Coming

Case Shiller[®] Home Price Index: 2000Q1=100



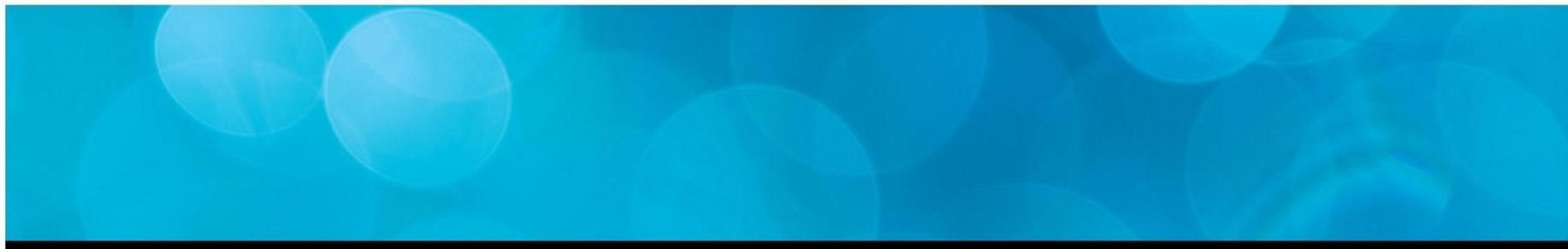
Sources: Fiserv, Moody's Analytics

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