As Figure 6 shows, high subprime foreclosure rates in the past primarily were a problem for states in the central U.S., such as Ohio, Oklahoma, and Tennessee. Now Figure 7 shows a “darkening” foreclosure picture across the U.S., where almost every state will experience high foreclosure rates. Further, foreclosure rate increases will be felt most acutely in states with previously strong appreciation (such as California, New York, Maryland and Virginia.) While methods and limitations are discussed more completely in Appendix 2, it is worth noting here that these findings do not take into account the effect that any recent policy changes may have on foreclosure rates.

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