

Foreclosure Damage Index

The following statistics apply to mortgages made between 2004-2008 as described in CRL's research, "Lost Ground, 2011."

Numbers	Mortgage statistics for loans made between 2004-2008
6.4% (2.7 Million loans)	% of loans that have ended in foreclosure
8.3% (3.6 Million loans)	% of loans at immediate, serious risk
12.8%	% of risky ARMs* that have ended in foreclosure
3.3%	% of fixed rate loans or standard ARMs
397,000	# of lost homes -- African-American borrowers
635,000	# of lost homes -- Latino borrowers
1.5 million	# of lost homes -- white borrowers
12%	% of lost homes or at serious risk -- white borrowers
25% each	% of lost homes or are at serious risk -- Latino and African-American borrowers
2.8x as often as whites	Likelihood that an African-American borrower received a subprime loan
2.2x as often as whites	Likelihood that a Latino borrower received a subprime loan
3x as often as whites	Likelihood that an African-American or Latino borrower with good credit received a subprime loan
1.7x as often as whites	Likelihood that an Asian borrower with good credit received a risky ARM
Low-income borrowers	Income group that fares worst in weak housing markets
Hig-income borrowers	Income group that fares worst in "boom & bust" markets
25%	% of foreclosures or at risk in low-income neighborhoods
20%	% of foreclosures or at risk in high-minority neighborhoods

* We define risky "ARM" as adjustable-rate mortgages with any one of these features: interest rate resets of less than five years; negative amortization; or interest-only payment schedules. A standard ARM is an adjustable-rate mortgage that does not include any of those features.