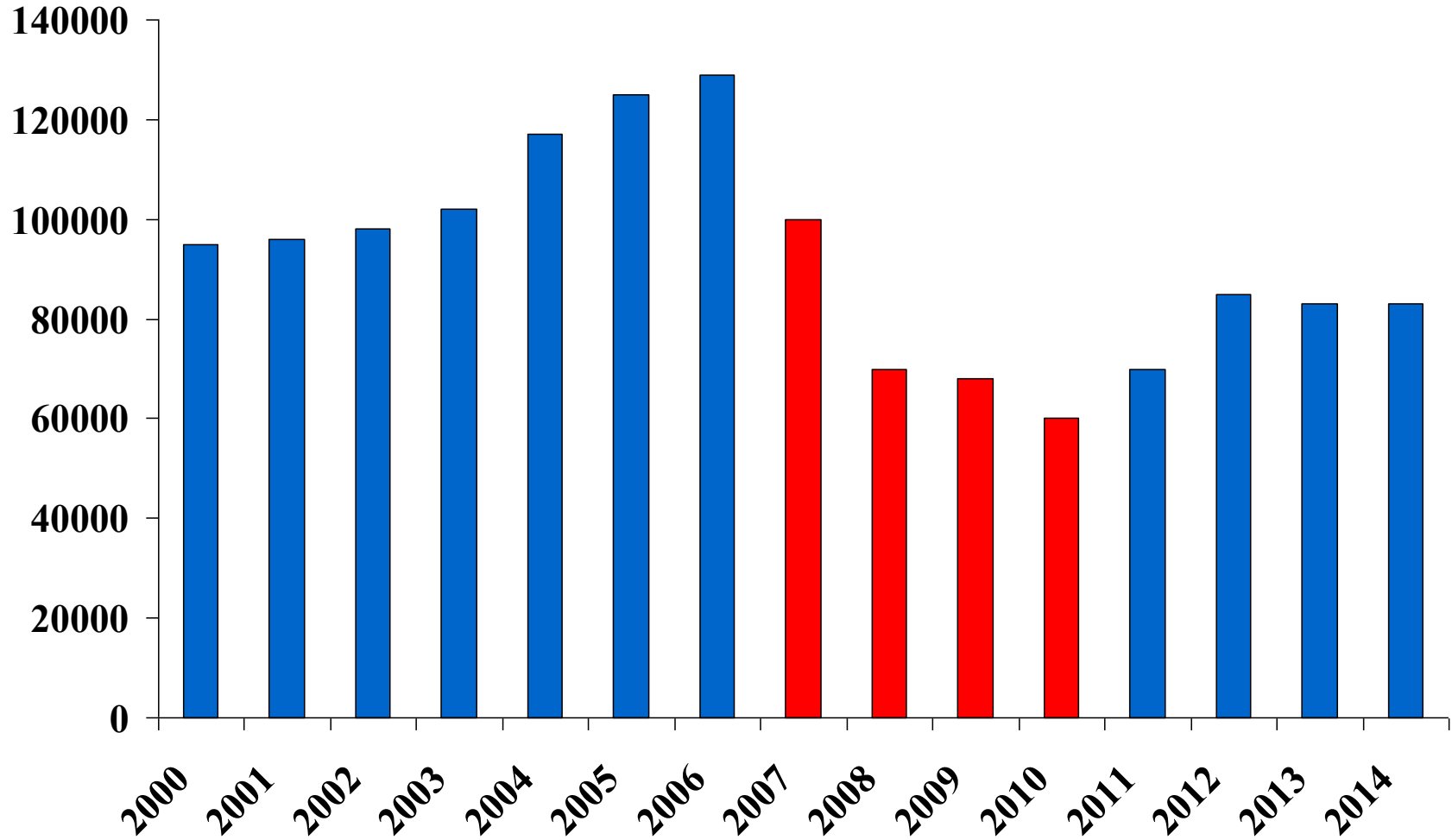


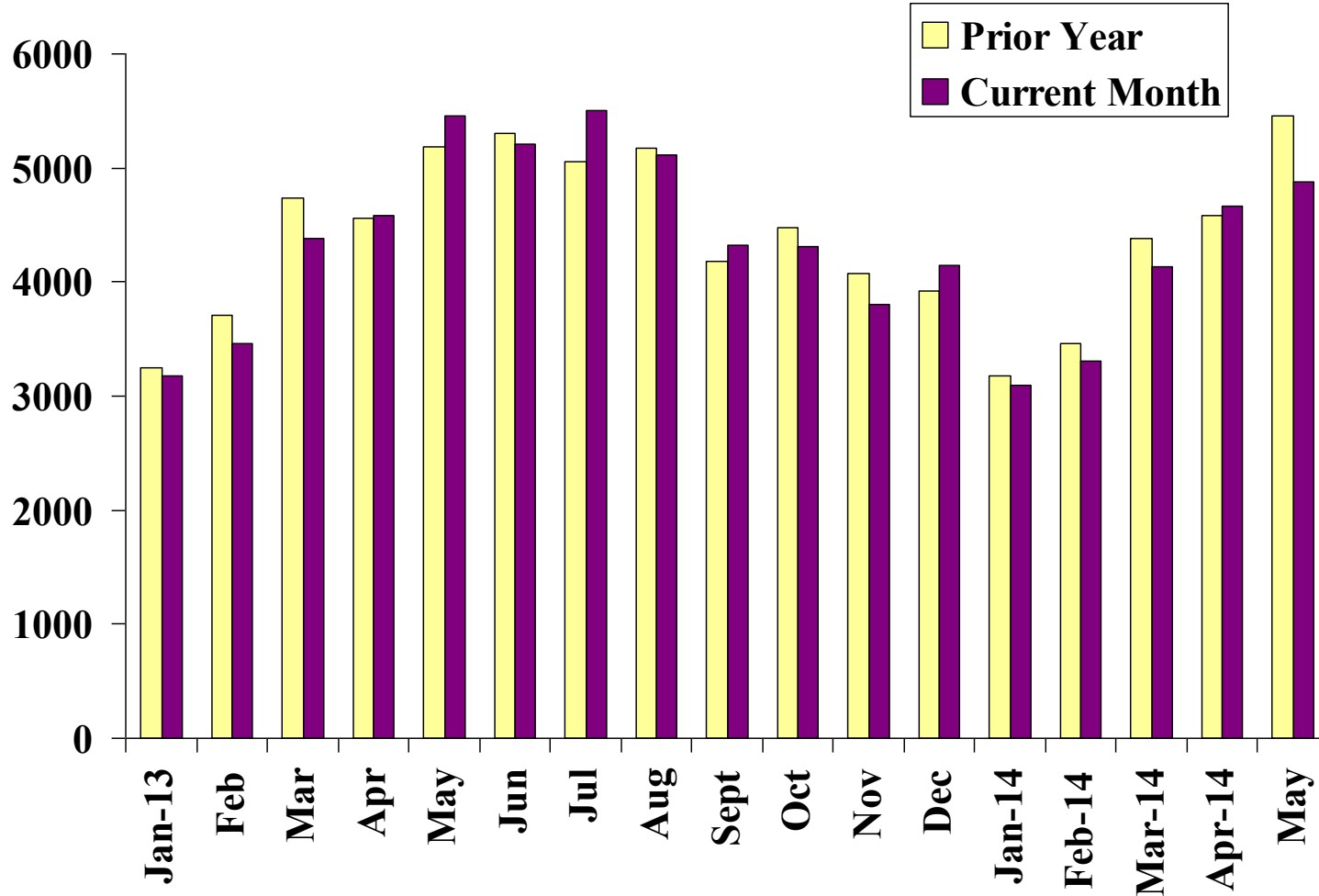
Greater Metro Atlanta Market

Metro Atlanta Homes Sold



**125,000 Homes Sold In 2006. 60,000 Homes Sold in 2010.
2014 YTD Closings Currently 4.7% Behind Closings In 2013.**

Metro Atlanta 2013-2014 Closings

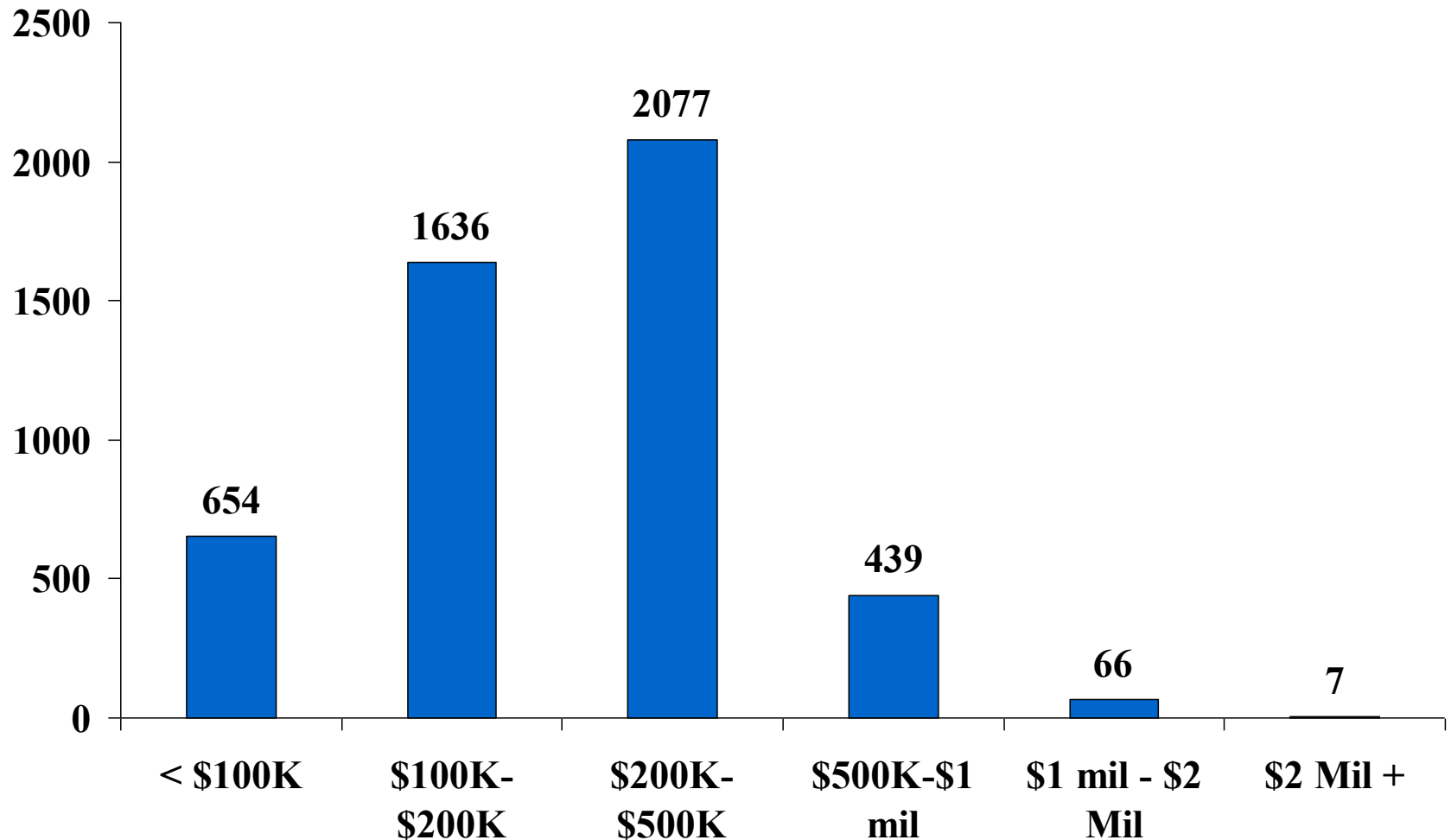


May Closings Up 4.7% Compared To April Closings.

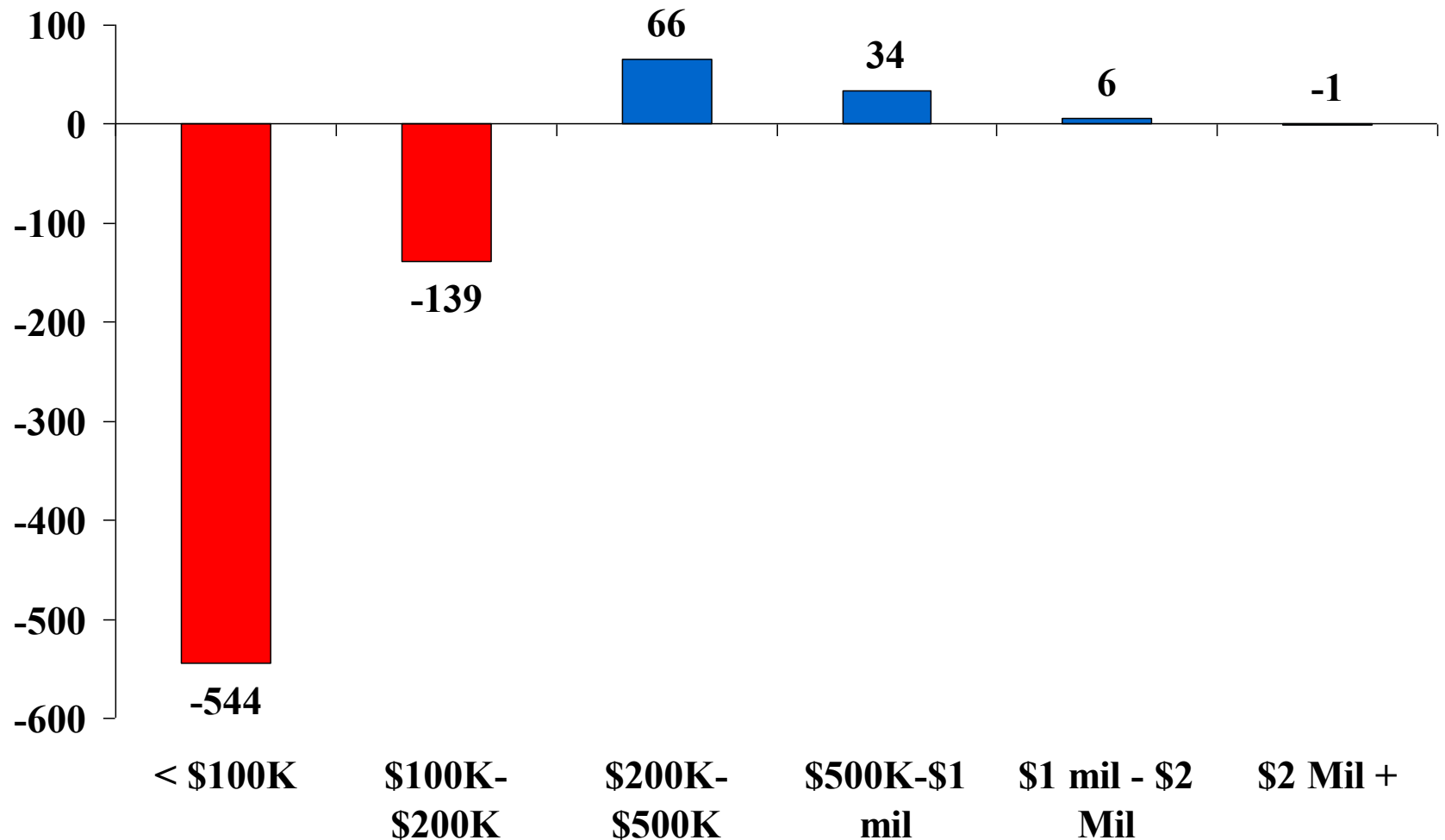
May 2014 Closings Down 10.6% Compared To May 2013 Closings.

Metro Atlanta Closings – May 2014

(Number Of Transactions)

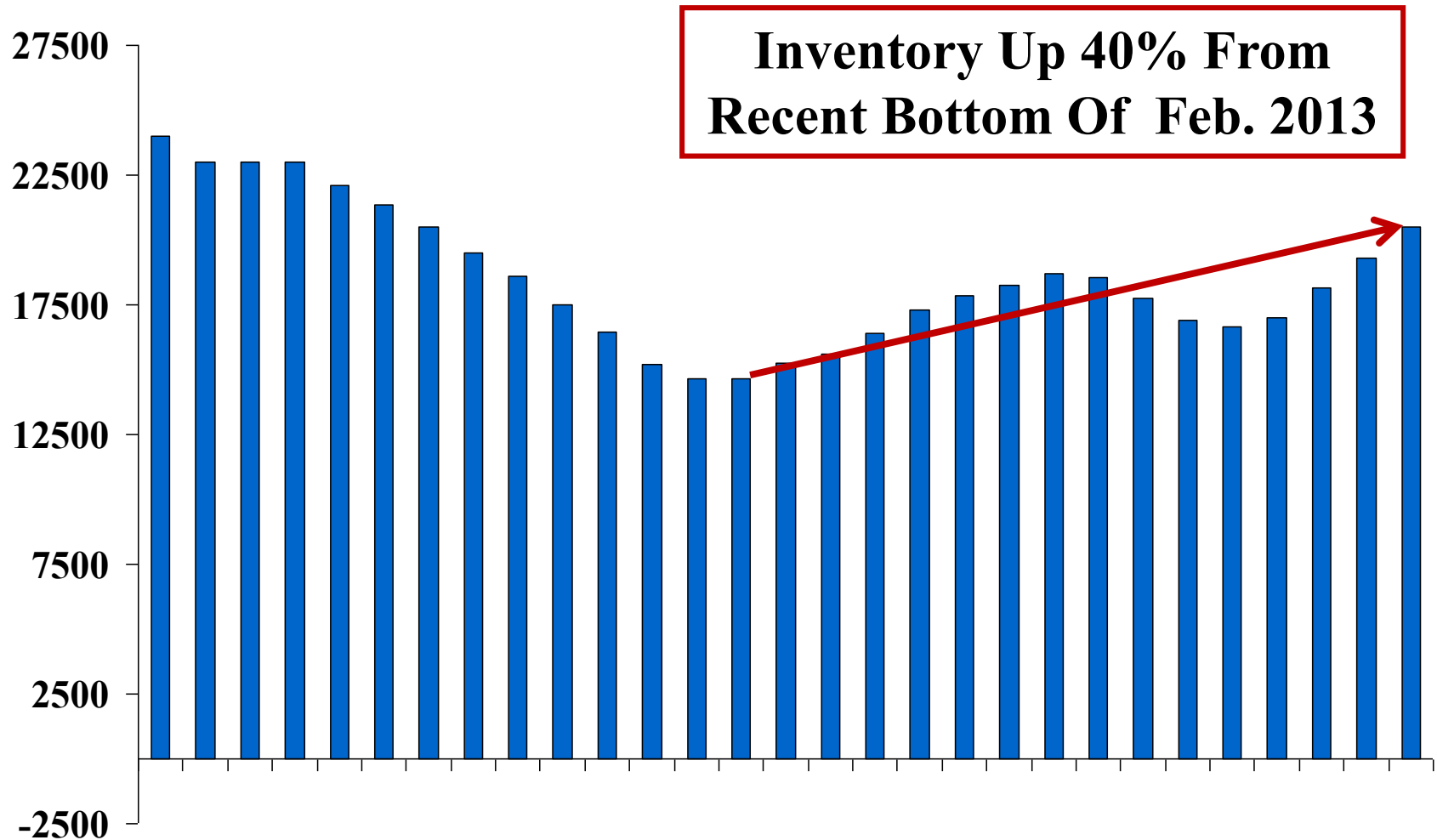


Metro Atlanta Closed Units By Price Point Compared To Same Period Last Year



Listed Inventory January 2012 - May 2014

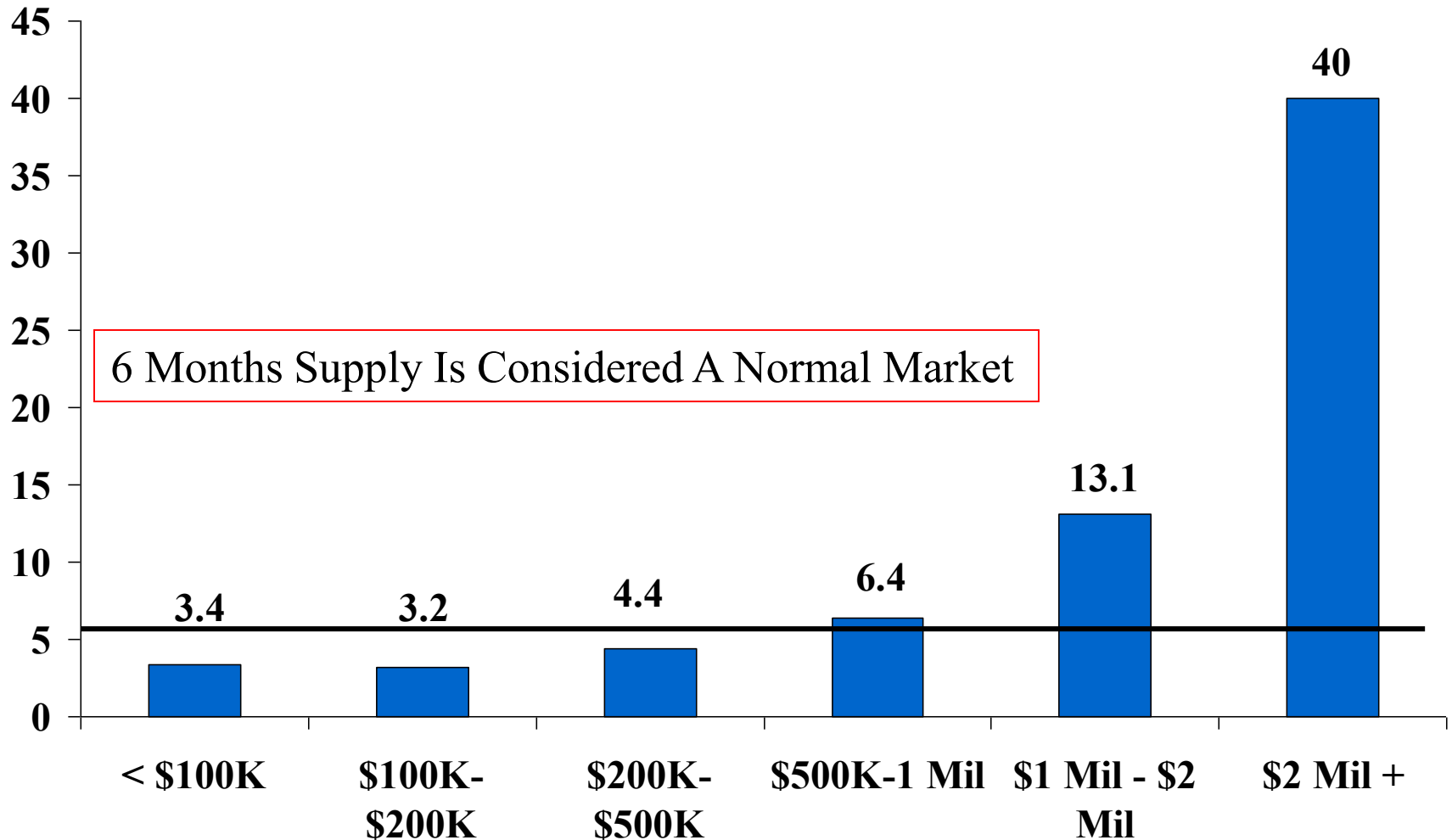
Residential Detached, Metro Atlanta



Inventory Up 6.2% from April 2014, Up 25% from May 2013

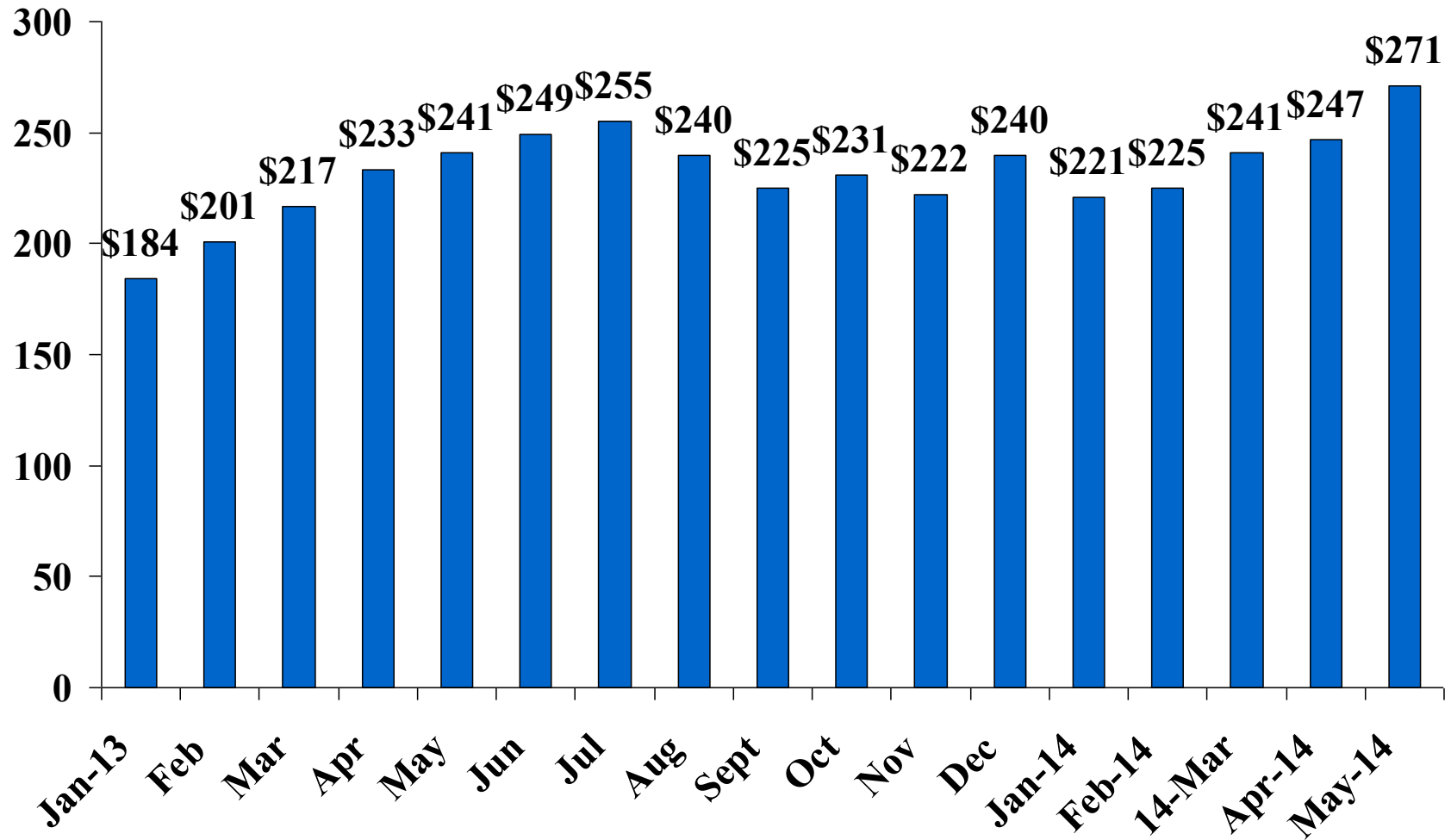
Metro Atlanta Months of Inventory

(May 2014, Based On Closed Sales)



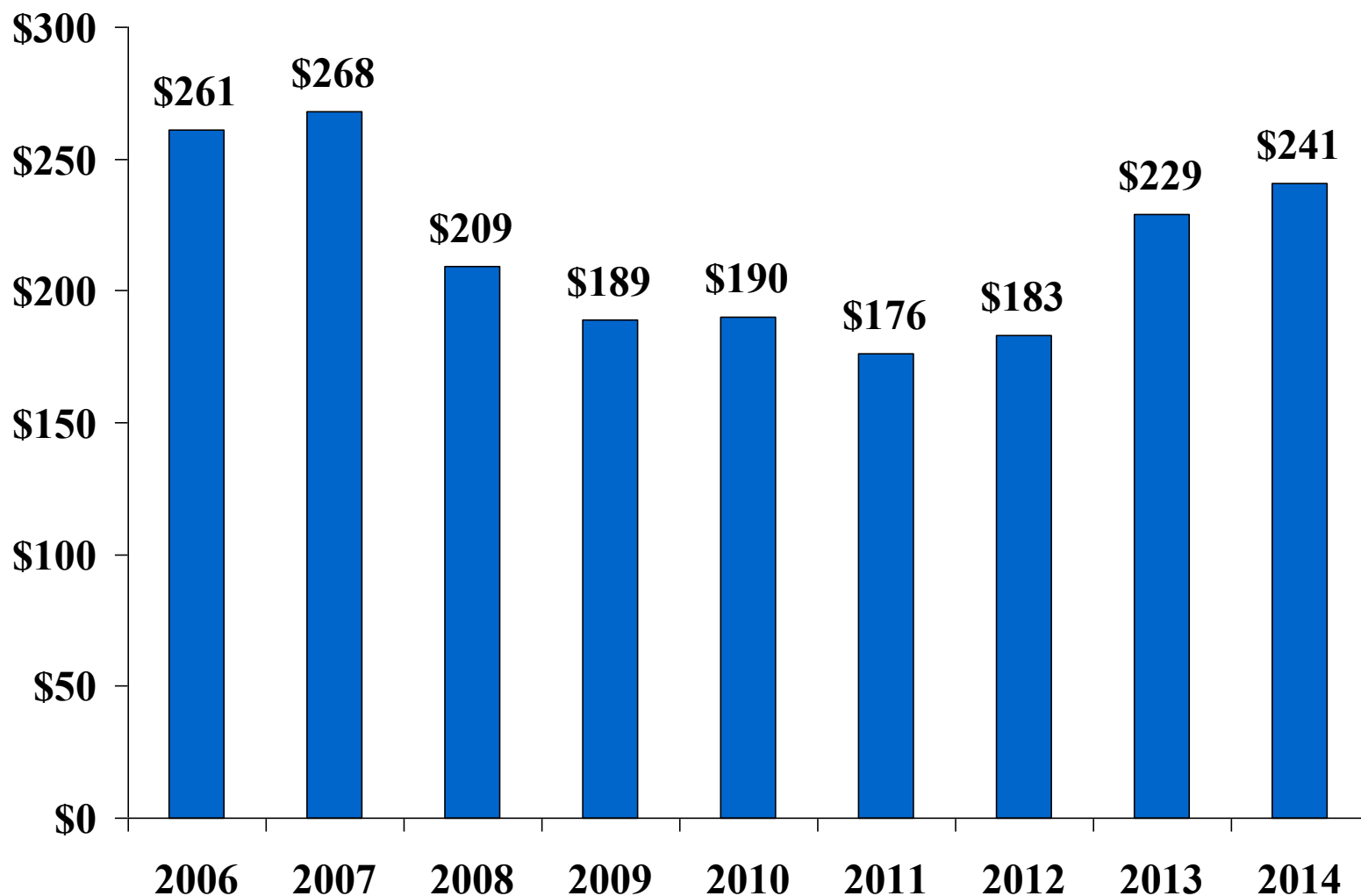
Overall “Months Of Inventory” Is 4.2 Months

Metro Atlanta Monthly Average Sale Prices



ASP Up 9.7% From Last Month & Up 12.4% From Last May

Metro Atlanta Annual Average Sale Prices



Annual ASP Up 37% From Bottom Of 2011

Metro Atlanta Foreclosure Comparisons

(Data by RealValuator)



Pre-Foreclosures



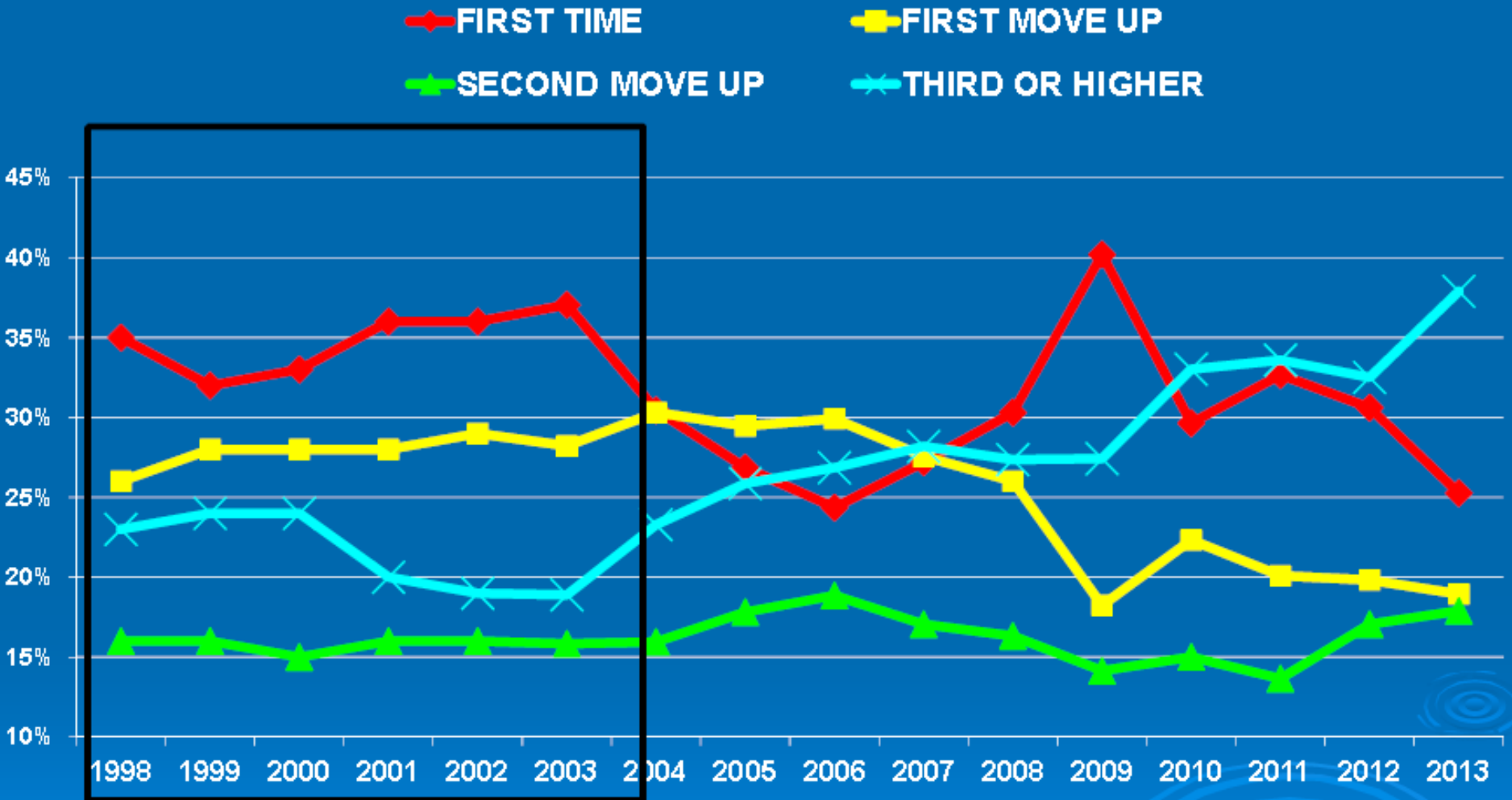
Foreclosures



REO Sales

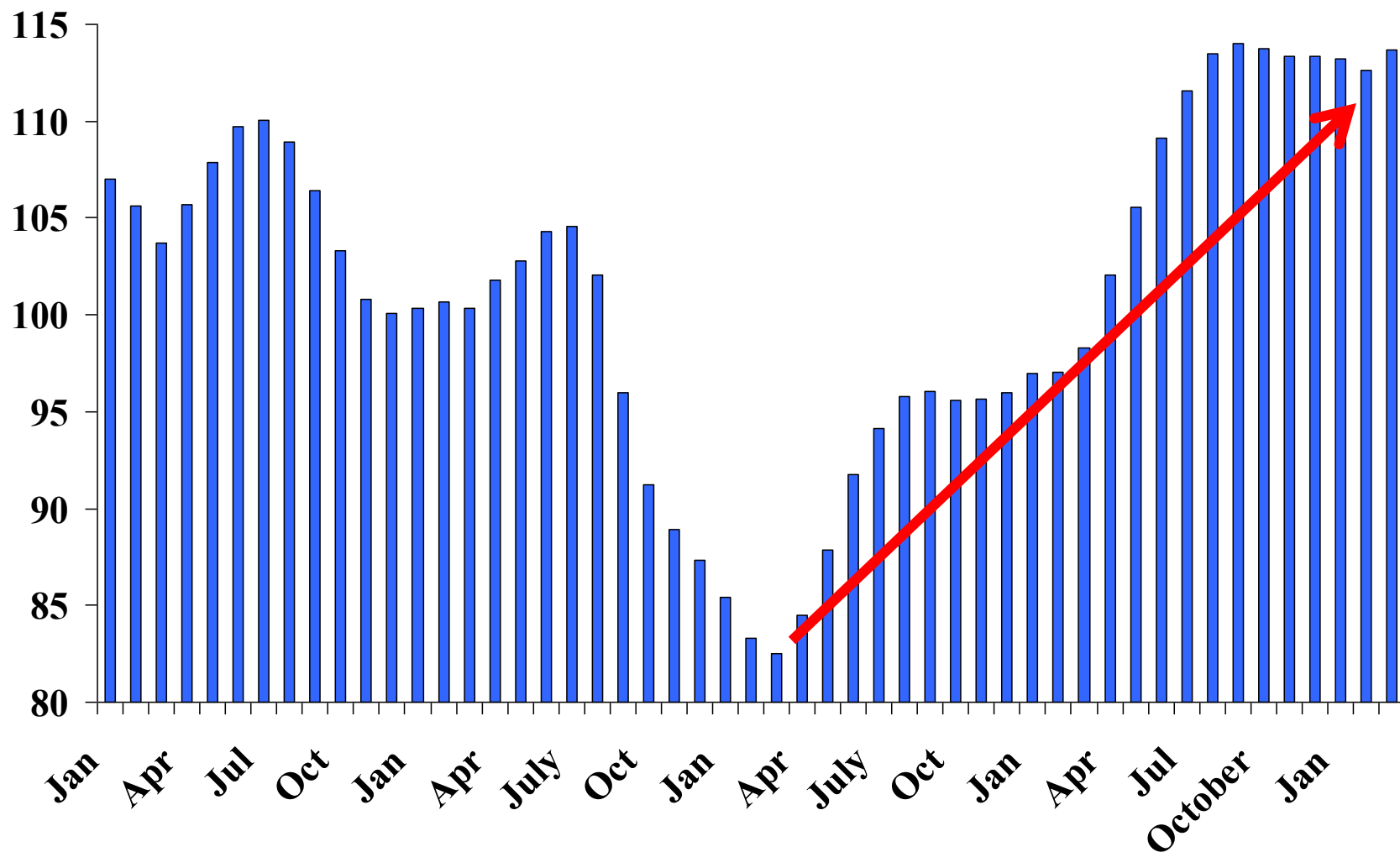
Date	Activity	Average Amount	Activity	Average Amount	Activity	Average Amount
Jun-13	3066	\$179,294	632	\$133,574	561	\$97,905
Jul-13	3505	\$179,417	781	\$129,550	531	\$99,945
Aug-13	2338	\$177,669	948	\$133,535	419	\$99,245
Sep-13	2110	\$178,539	672	\$128,640	342	\$95,204
Oct-13	1958	\$178,181	622	\$175,176	310	\$98,450
Nov-13	1669	\$174,238	707	\$180,202	298	\$95,378
Dec-13	1773	\$175,463	547	\$128,384	299	\$107,876
Jan-14	1393	\$170,981	567	\$134,217	262	\$112,876
Feb-14	1128	\$176,426	348	\$120,361	275	\$110,482
Mar-14	1140	\$171,858	315	\$124,377	276	\$116,062
Apr-14	1253	\$172,798	229	\$132,258	249	\$94,474
May-14	1102	\$177,069	73	\$137,627	161	\$128,320
Totals	22435 notices 16202 properties	\$175,995	6441	\$138,158	3983	\$104,685

Baby Boomers Are #1 Buyer Segment



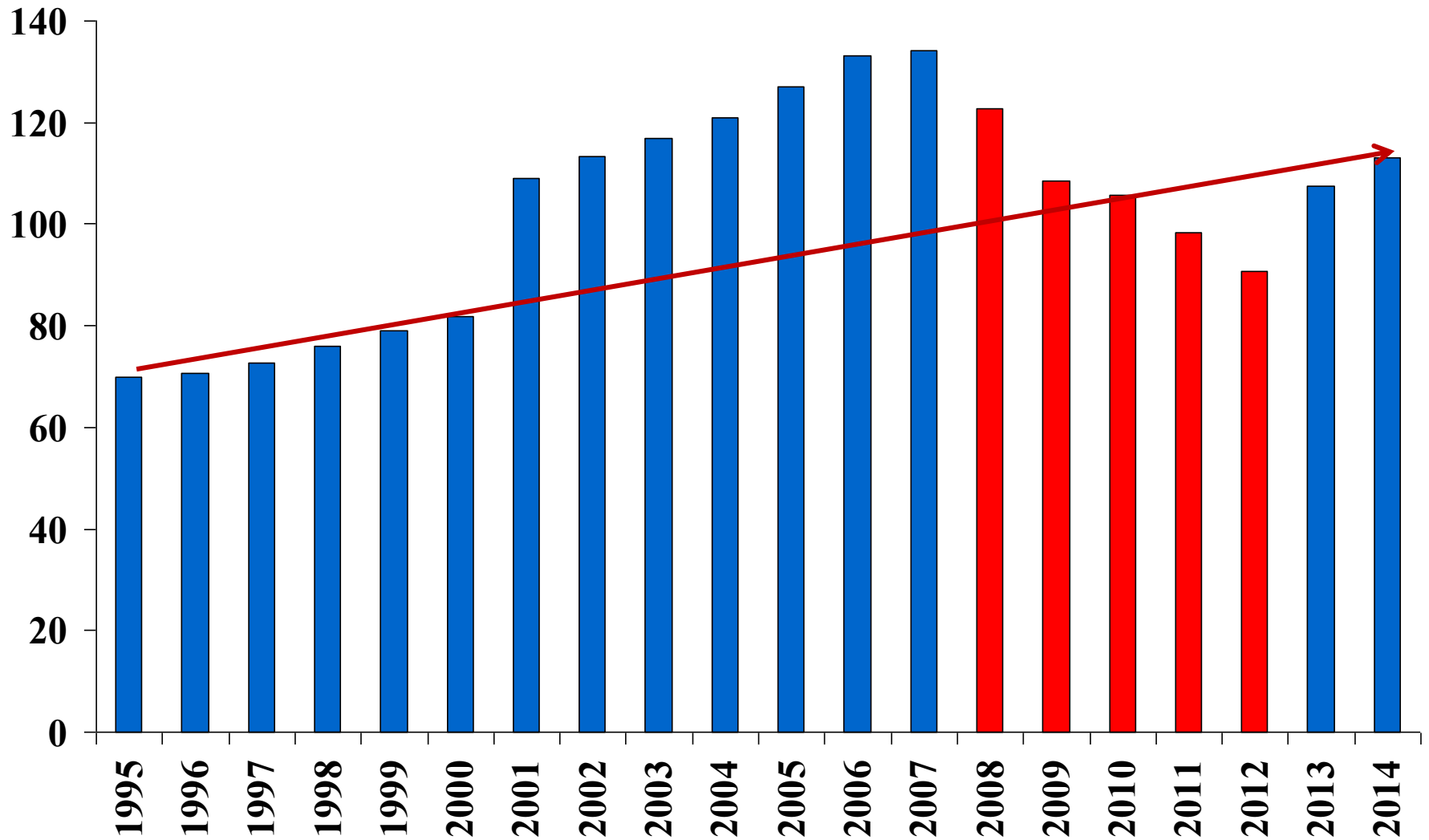
“Normal”
Atlanta

Case-Shiller Index For Metro Atlanta



January 2010 Through March 2014 (Reported May 27, 2014)
Home Values Up 37% From Bottom of March 2012 – But Leveling.

Case-Shiller Home Values For Metro Atlanta



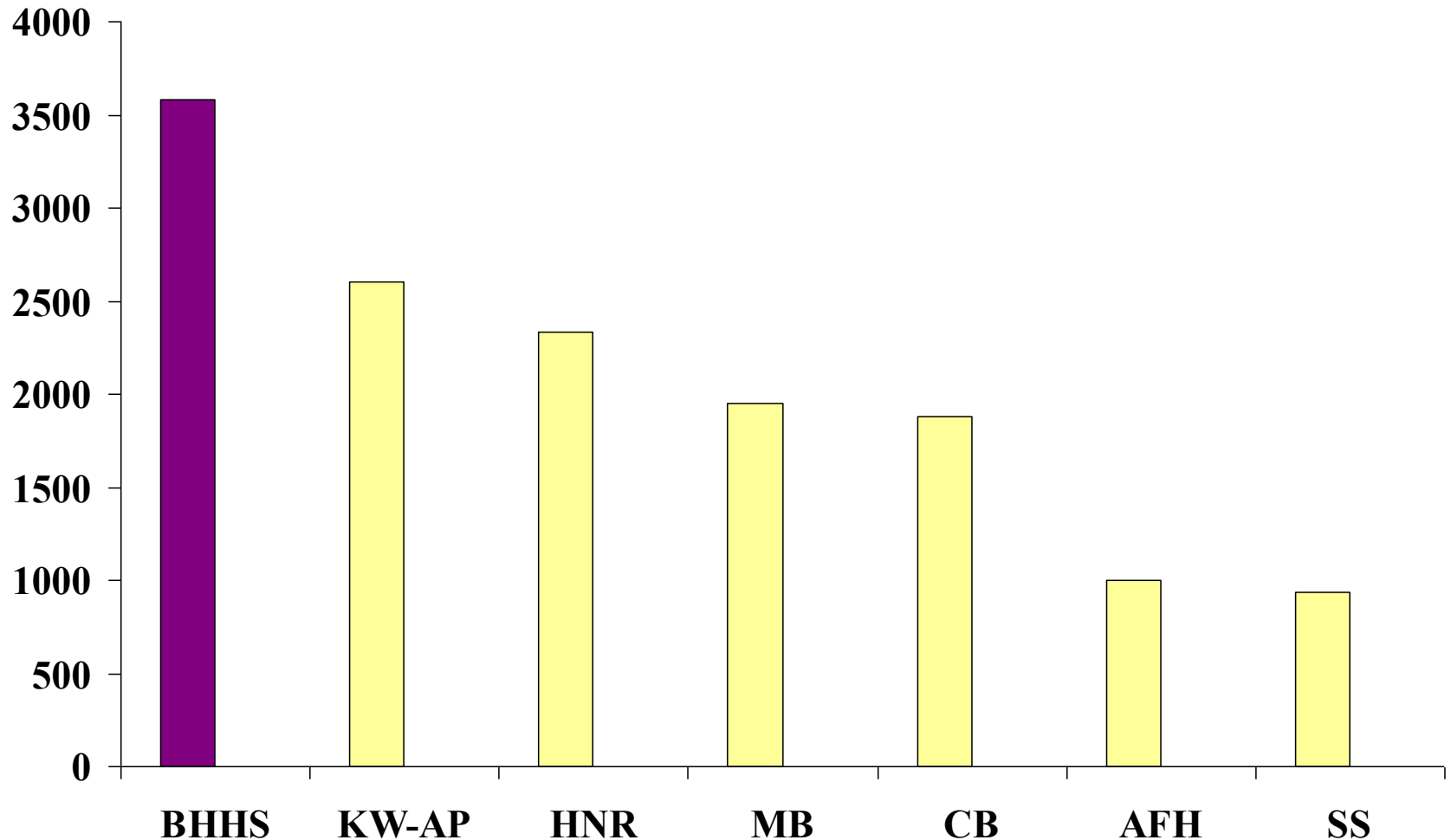
Peak For Values Was July 2007. Recent Bottom Was March 2012.

Current Home Values Moving Back To Normal Trend Line.

**Berkshire Hathaway
HomeServices
Georgia Properties**

YTD Transactions – May 2014

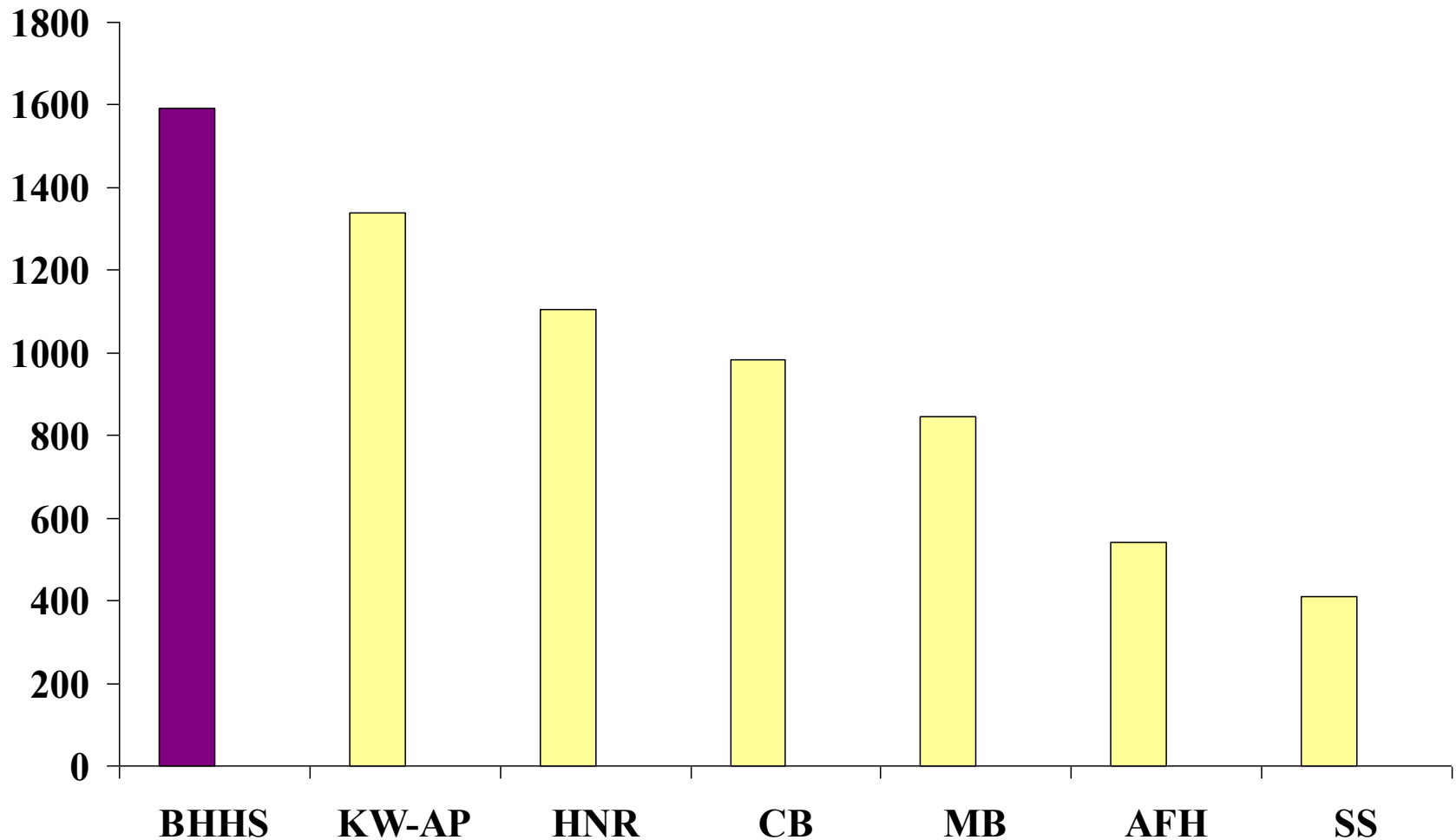
FMLS Counties + Southern Crescent



Information Provided By Trendgraphix.

YTD Listing Sales – May 2014

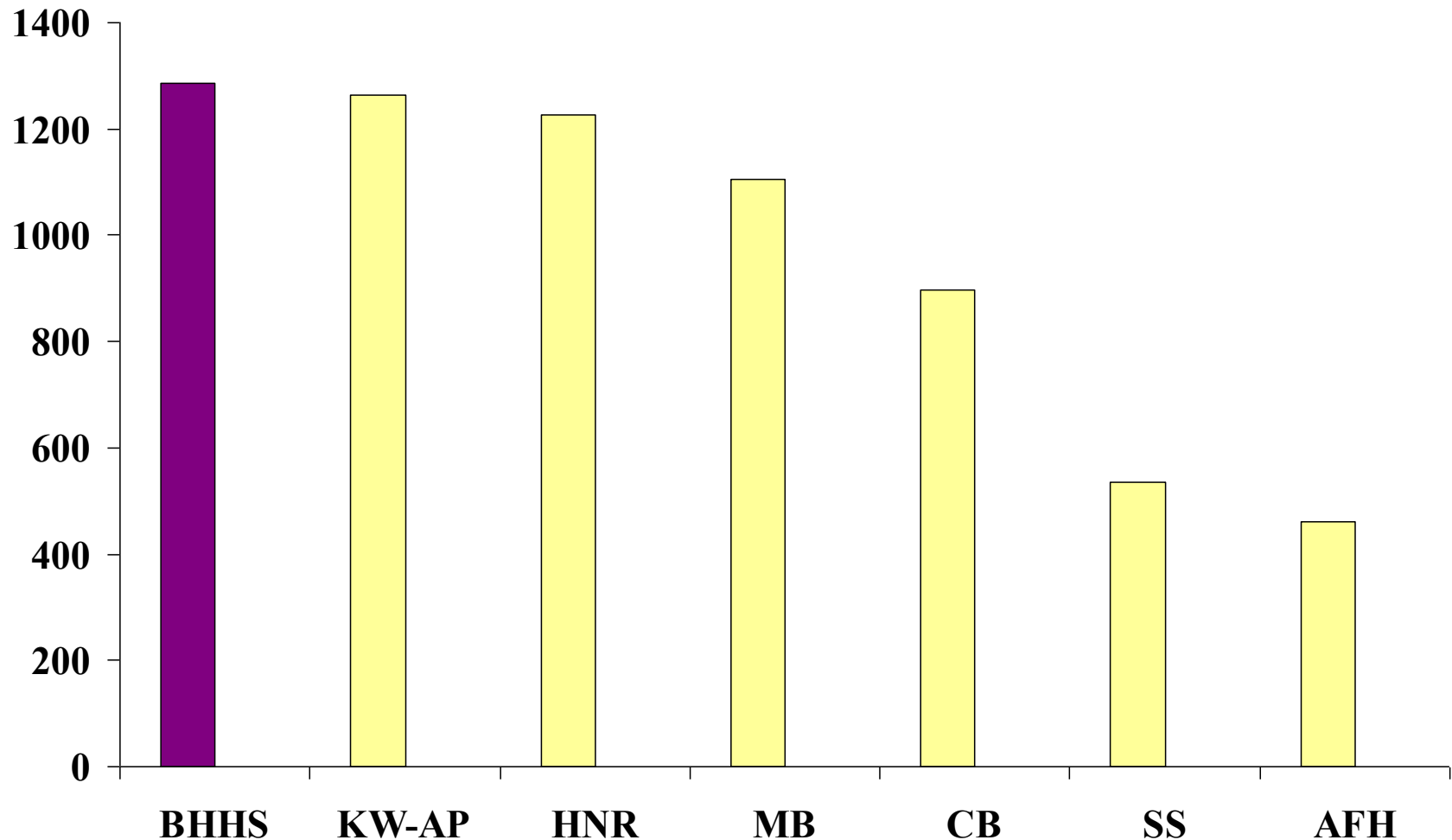
FMLS Counties + Southern Crescent



Information Provided By Trendgraphix.

YTD Buyers Represented – May 2014

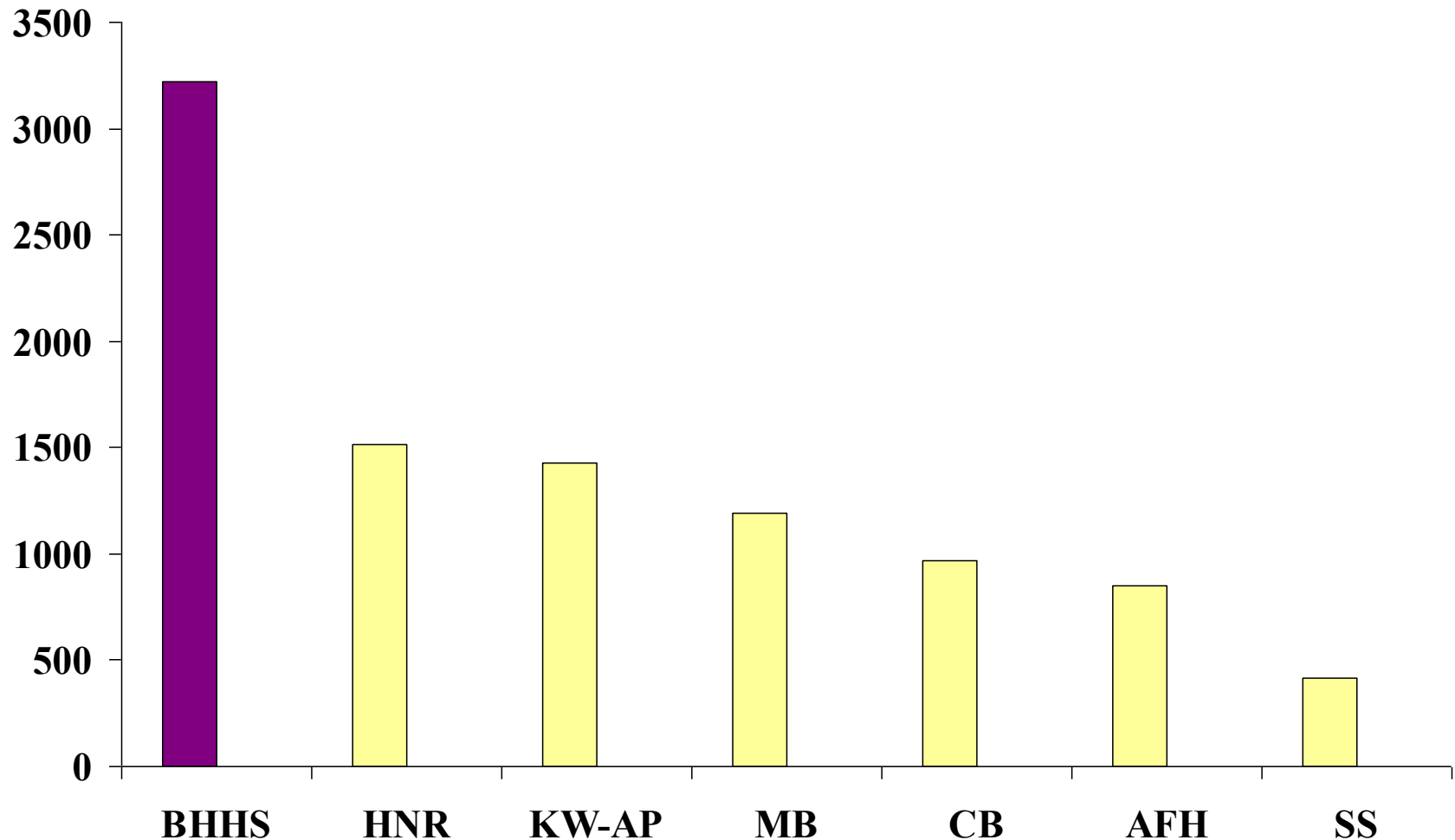
FMLS Counties + Southern Crescent



Information Provided By Trendgraphix.

YTD Listing Inventory – May 2014

FMLS Counties + Southern Crescent

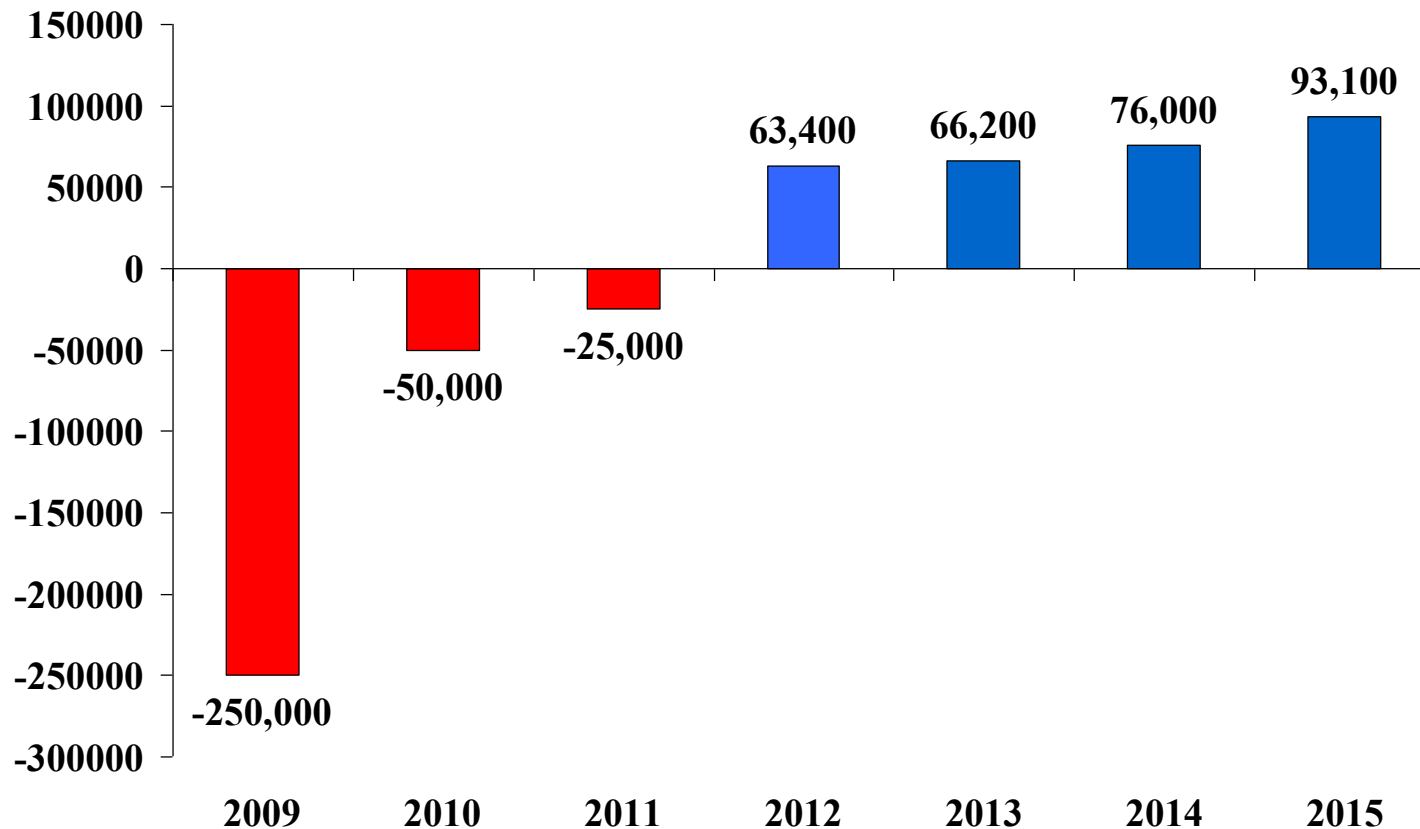


Information Provided By Trendgraphix and BHHS GP Internal Reports.

Economic & Housing Trends

More Jobs In Georgia!

(Reports From UGA Terry College of Business/
Georgia State Economic Forecasting Center)

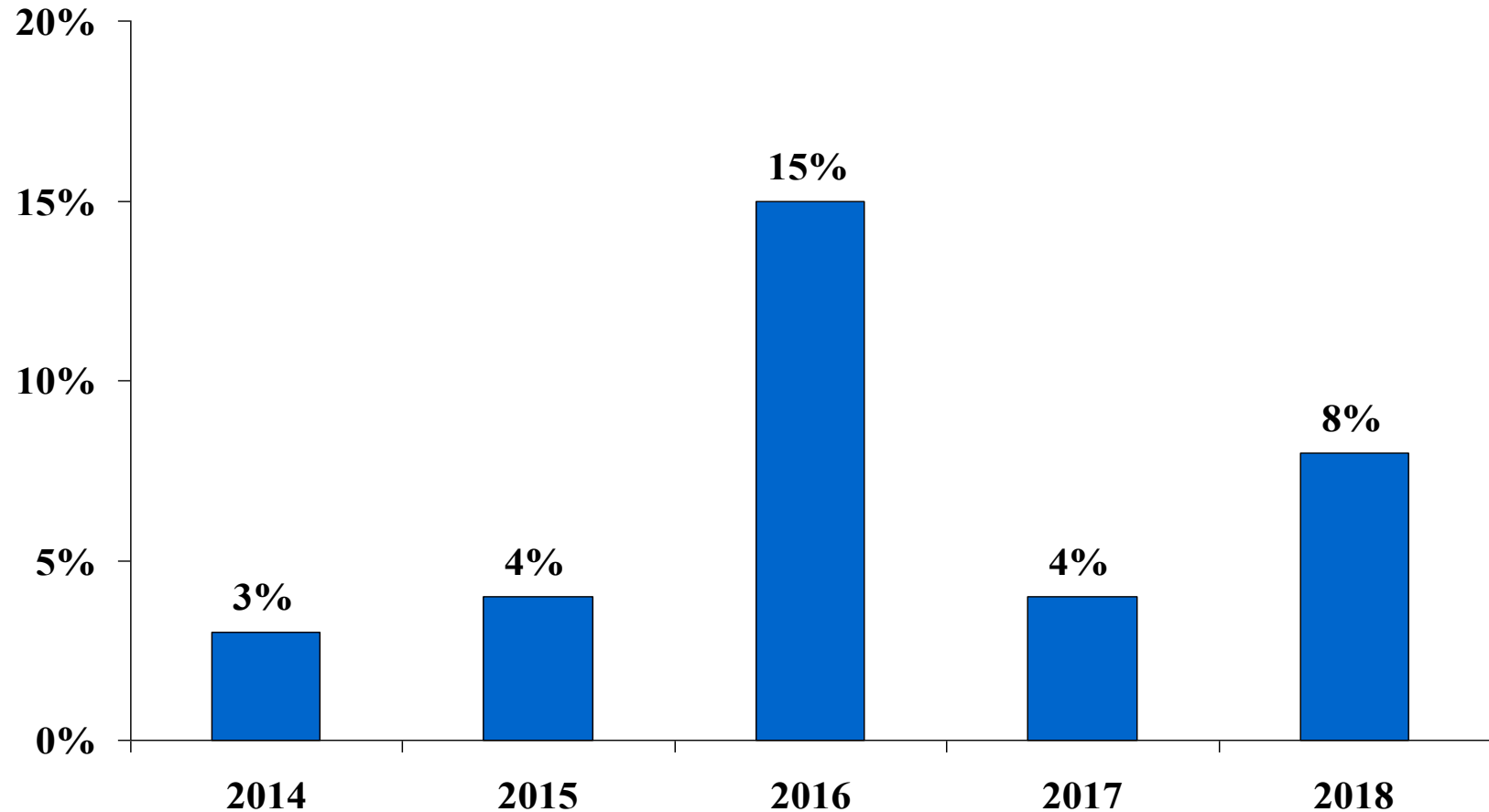


- Georgia Lost 325,000 Jobs In The Great Recession.
- 2012 Restarted Positive Job Growth Trend!

Home Value Trends For Metro Atlanta

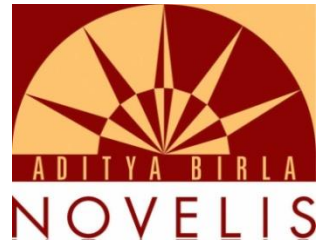
Forecast By Rajeev Dhawan, GSU Economic Forecasting Center

Provided At ABR Residential Summit on 2/10/14



- Average Annual Appreciation is 6.8%. Drivers Include Job Growth, Population Growth, Pent-Up Demand, Historically Reasonable Mortgages, New Homes Help Drive Up Overall Values.

Major Group Moves



Baxter

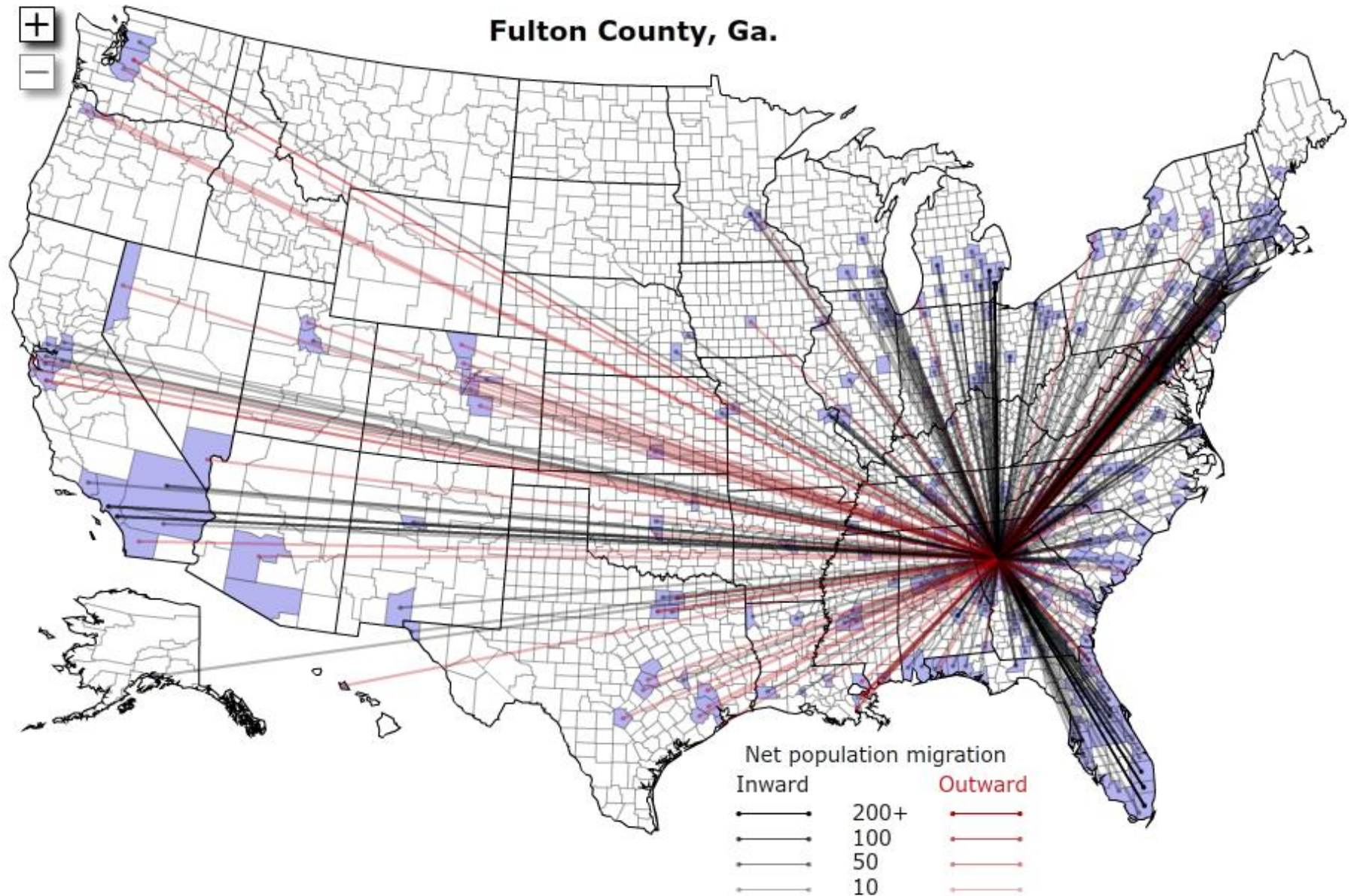


PORSCHE



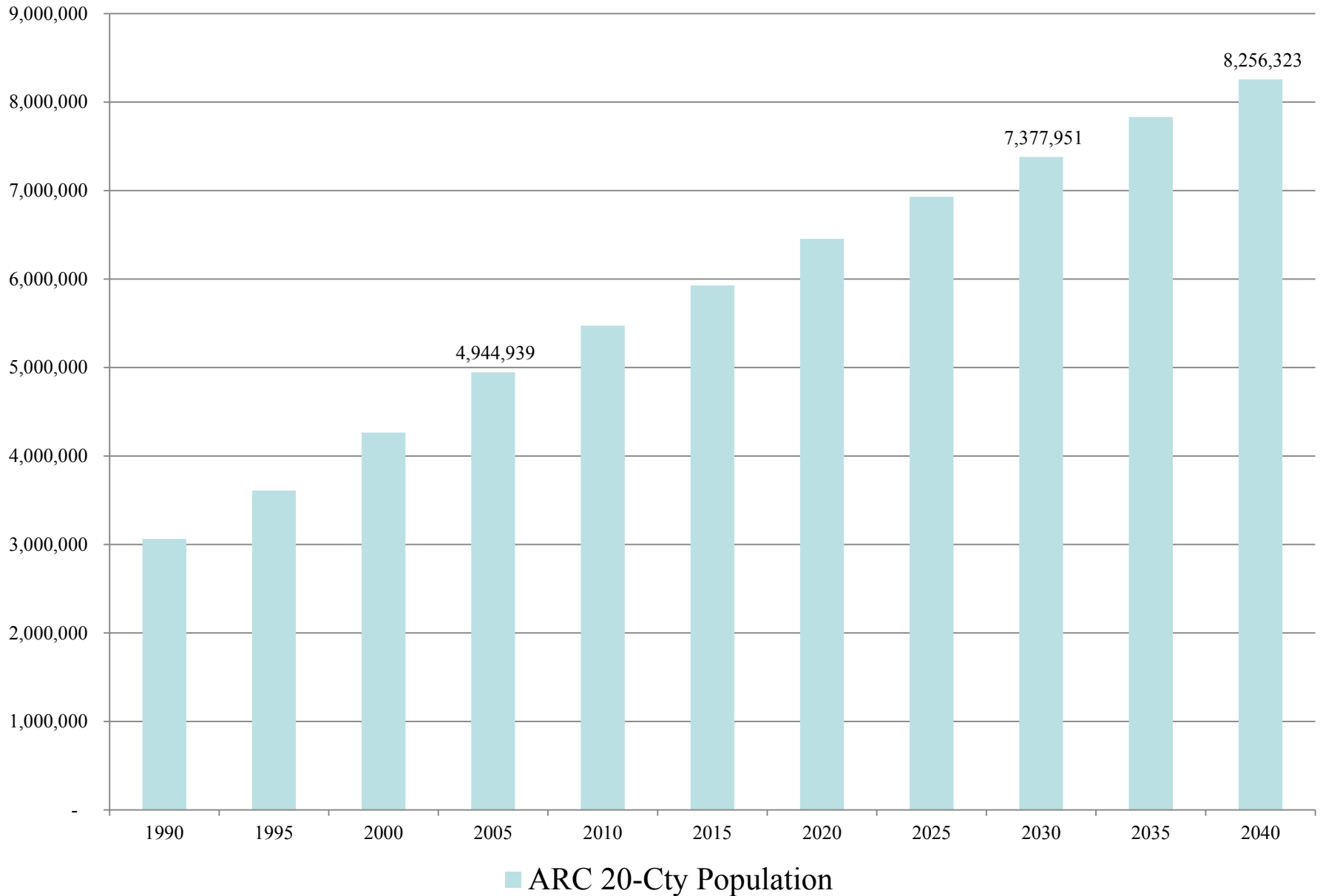
And More Coming ...

Rustbelt To Sunbelt



Forecast Population Growth

20-County Forecast Area



Baby Boomers Are Coming To Be Close To Their Children & Grandchildren.

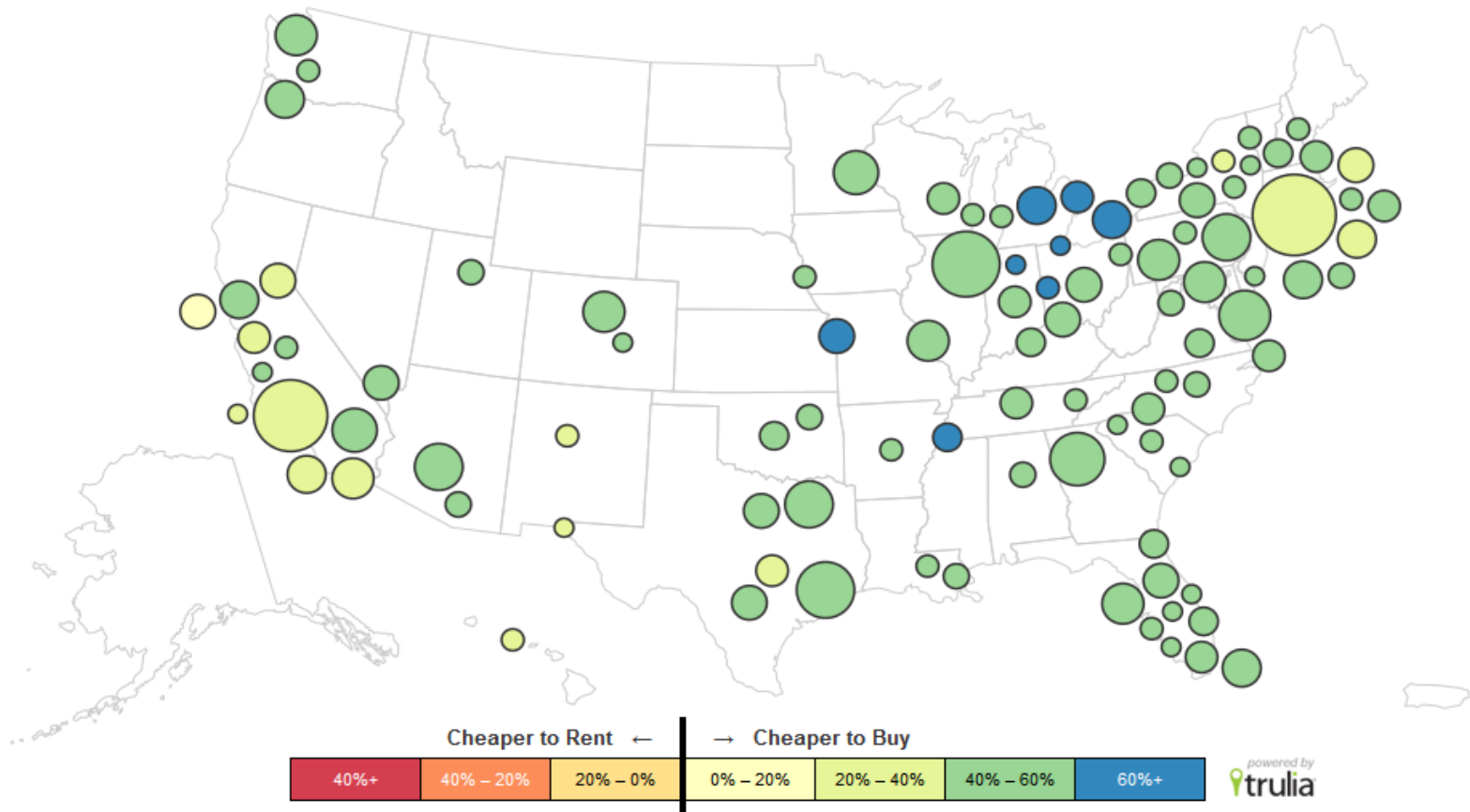
	Total Population	Rank of Share				
		Under 20	20-64	65+	25-39	45-59
Dallas	6,144,489	3	9	25	1	24
Atlanta	5,271,550	5	6	27	2	19
Phoenix	4,179,427	4	24	15	4	26
Denver	2,466,591	11	5	24	4	12
Riverside	4,081,371	1	27	22	5	27
Houston	5,629,127	2	10	26	6	21
Portland	2,174,631	19	2	19	7	7
Seattle	3,309,347	22	1	20	8	3
Sacramento						
Washington						
Los Angeles						
San Diego						
San Francisco						
Orlando						
Minneapolis						
Chicago						
New York						
Boston	4,482,857	23	8	9	18	10
Cincinnati	2,134,864	9	19	13	19	14
Baltimore	2,668,056	17	11	11	20	9
Detroit	4,467,592	13	18	12	21	5
Philadelphia	5,827,962	16	21	5	22	13
St. Louis	2,802,282	15	20	7	23	8
Miami	5,413,212	24	26	3	24	17
Tampa	2,723,949	25	25	1	25	16
Cleveland	2,096,471	20	23	4	26	2
Pittsburgh	2,355,712	27	22	2	27	1

Metro Atlanta Has The:

- #2 Population Age 25-39
- #5 Population Under 20

Source: Census Bureau

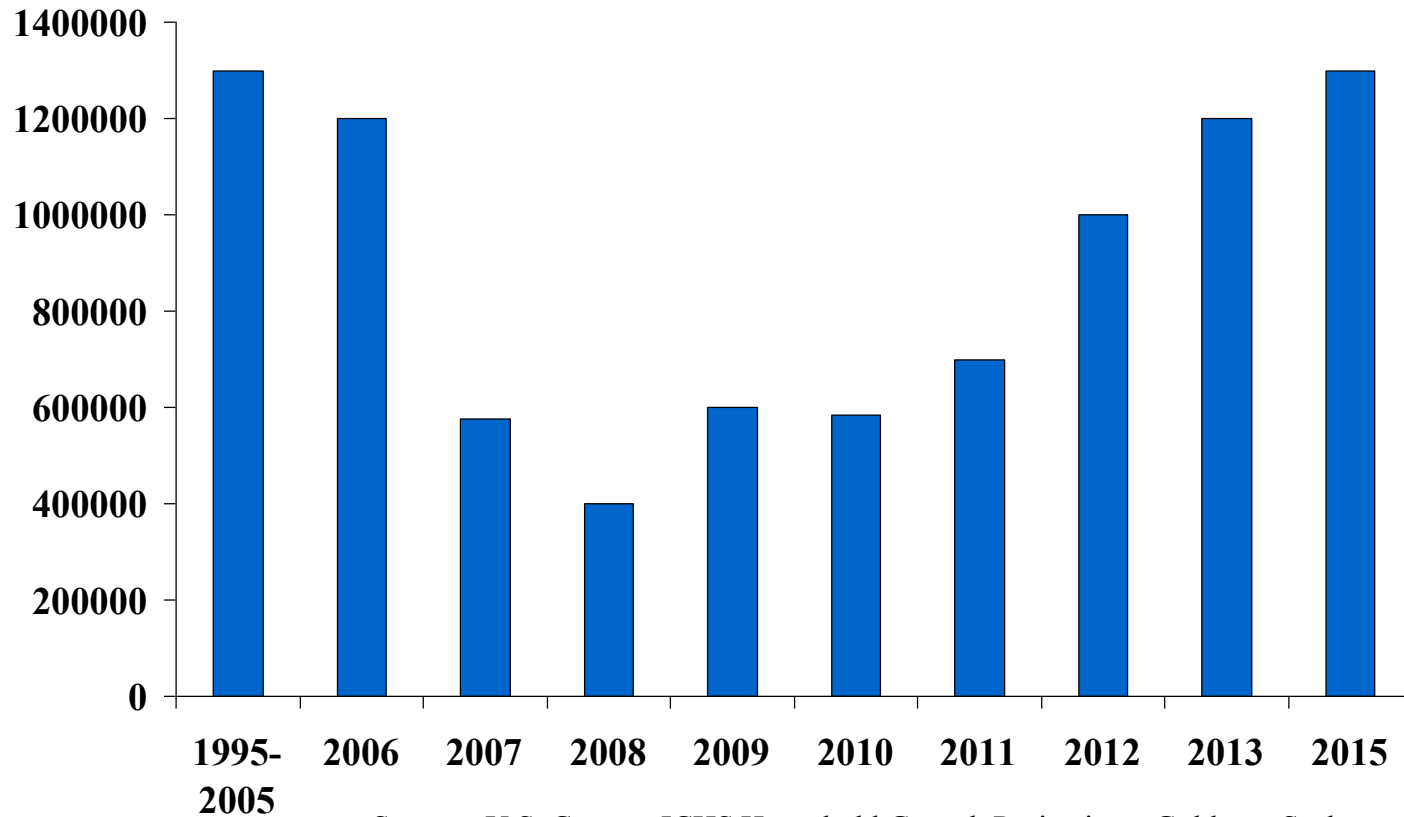
Metro Atlanta Is 56% Better To Buy Than Rent



Rental Bubble May Be Looming With Over 13,000 Multi-Family Rental Units Under Construction Or Proposed

U. S. Household Formation Trends

Demand For 1st Time Buyers Will Be Strong!

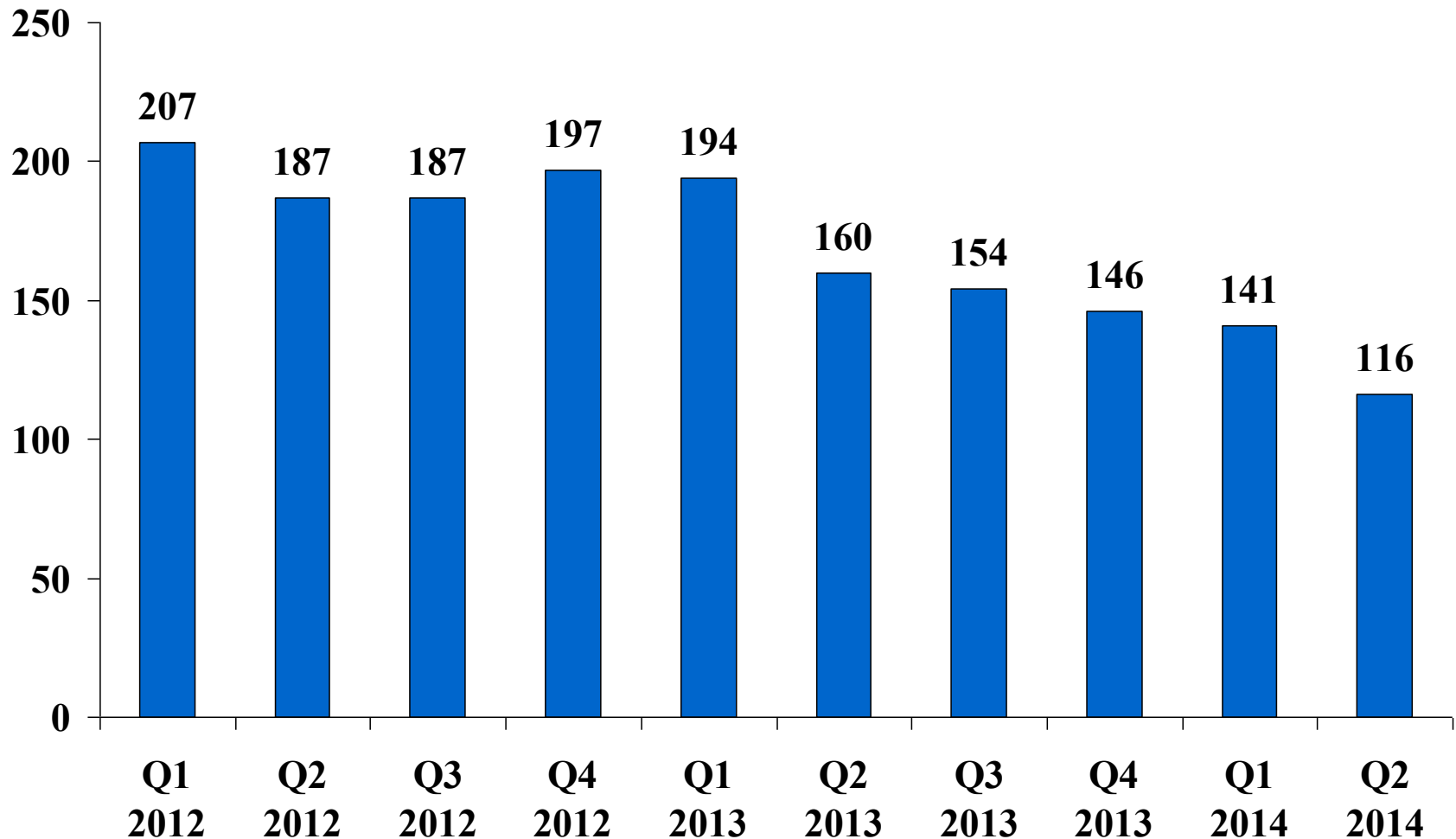


Source: U.S. Census, JCHS Household Growth Projections, Goldman Sachs

- **New Household Formation Dropped From 1.2 Mil (2006) To 400,000 (2008)**
- **Growing To 1.2 Million In 2013. Lots Of Pent-Up Demand.**
- **4 Million Students Per Year Graduate From College For Next 10 Years!**

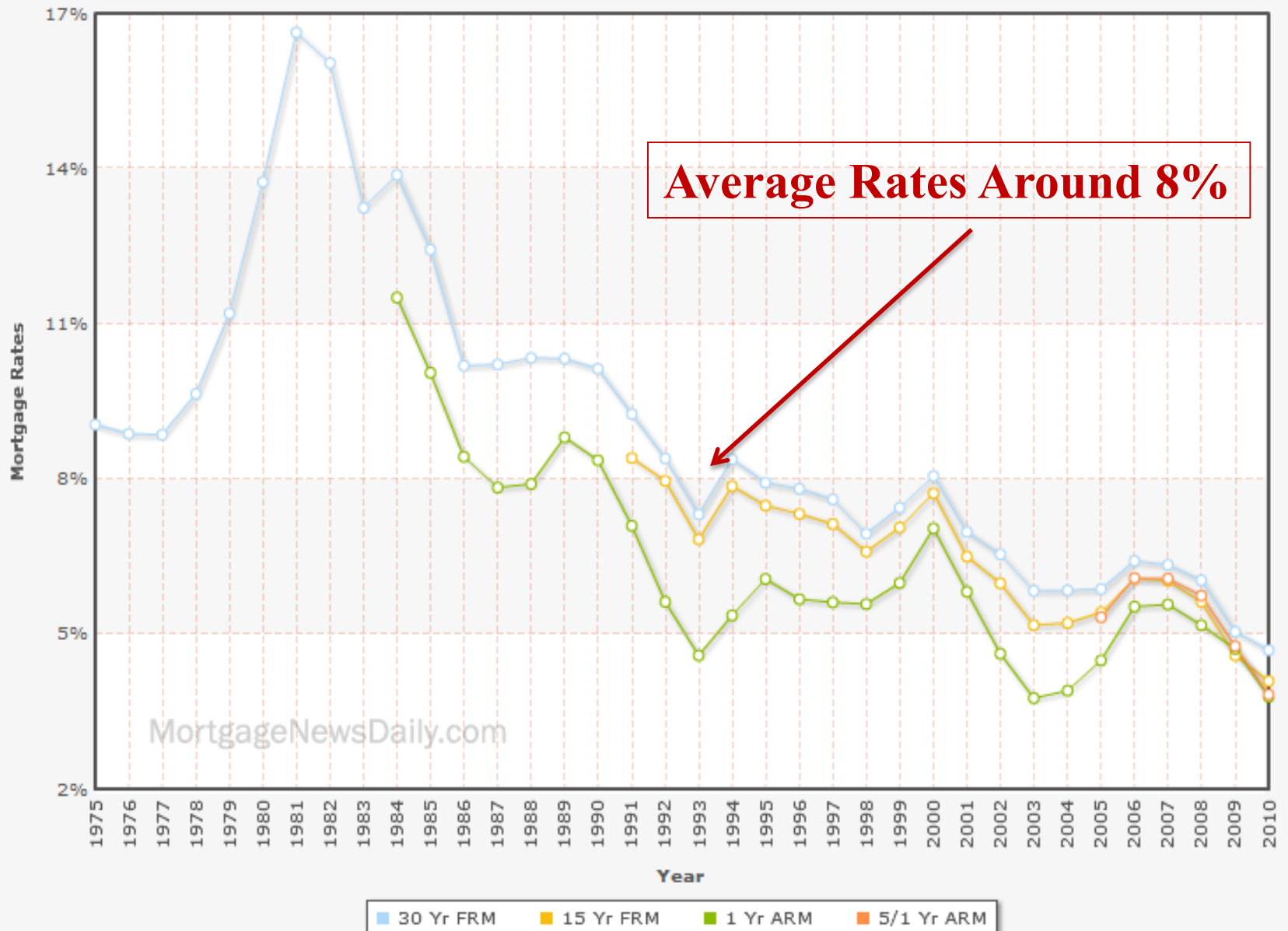
National Housing Affordability Index

(Combination of home prices and mortgage rates)

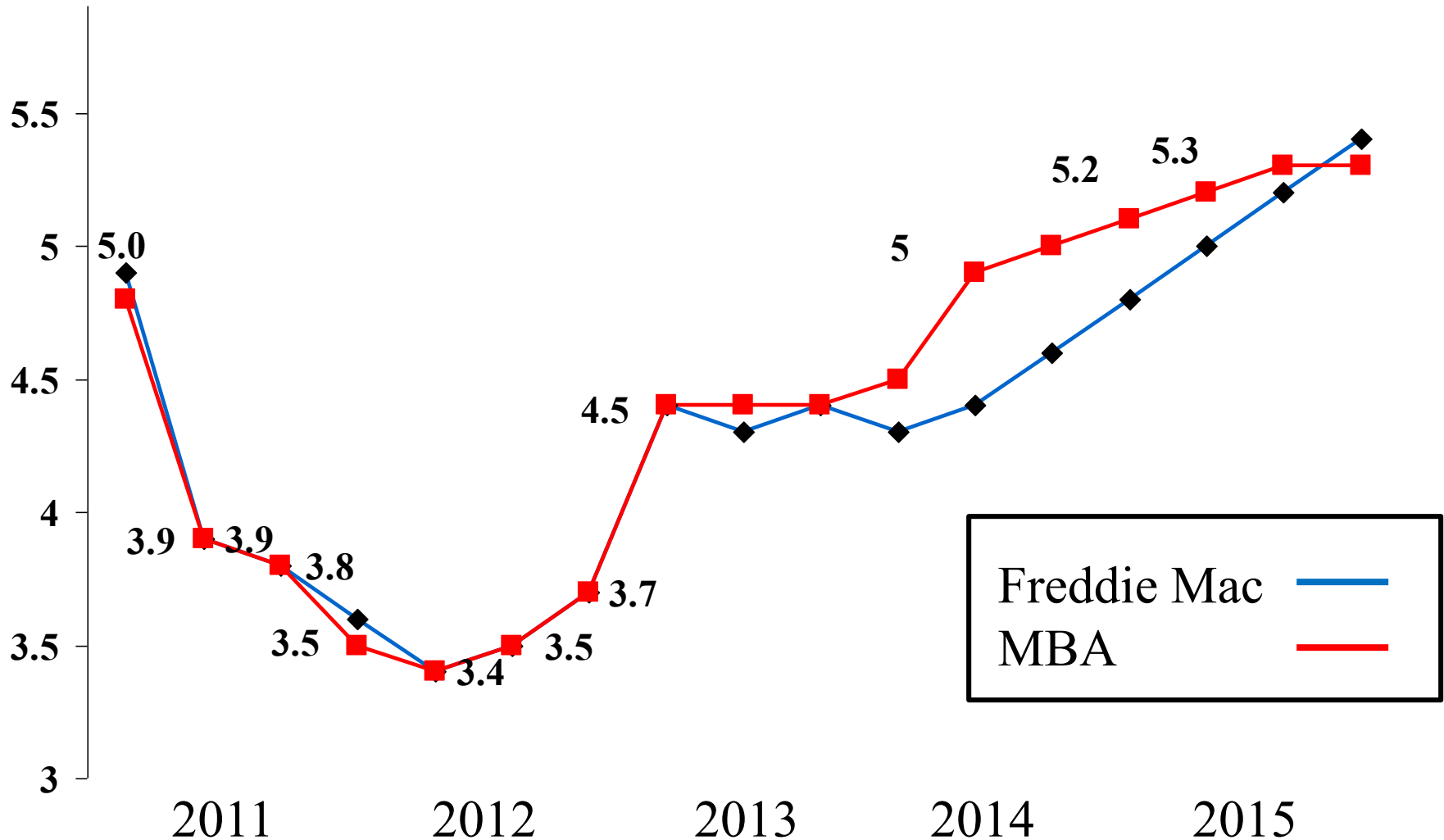


**Prices Improving and Mortgage Rates Rising.
But Home Affordability Remains Historically Favorable.**

U.S. Average Weekly Mortgage Rates (36 Years)



Freddie Mac & Mortgage Bankers Association 30-Year Fixed Rate Forecast (May 2014) 2010 – 2014 Quarterly Averages



Increasing Mortgage Rates Make A Significant Difference In Home Affordability

Amount Of Mortgage	3.5% Mortgage	30-Year Cost	5% Mortgage	30-Year Cost	8% Mortgage	30-Year Cost
\$200,000	\$898	\$323,280	\$1,073	\$386,280	\$1,467	\$528,120
\$300,000	\$1,347	\$484,920	\$1,610	\$579,600	\$2,201	\$792,360
\$400,000	\$1,796	\$646,560	\$2,147	\$772,920	\$2,935	\$1,056,600
\$500,000	\$2,245	\$808,200	\$2,684	\$966,240	\$3,668	\$1,320,480
\$1 million	\$4,490	\$1,616,400	\$5,368	\$1,932,480	\$7,337	\$2,641,320