

CANADA MORTGAGE AND HOUSING CORPORATION

Mortgage Loan Insurance Business Supplement

SECOND QUARTER

June 30, 2014

To supplement CMHC's unaudited Quarterly Consolidated financial statements, which are prepared in accordance with IFRS, CMHC uses non-IFRS measures to analyse its performance. The following Mortgage Loan Insurance Business Supplement is prepared for the second quarter ending 30 June 2014 and is intended to help readers better understand CMHC's insurance activities. CMHC believes that these performance measures provide meaningful information that enables greater transparency and clarity with respect to CMHC's residential mortgage insurance underwriting practices.

INSURANCE VOLUMES

Loans insured in period	Three months ended				Six months ended		
	30 June		31 March	31 December		30 June	
	2014	2013	2014	2013	2014	2013	
Total Insured Volumes (units)	87,765	114,877	55,386	83,165	143,151	166,955	
Transactional Homeowner	54,204	58,509	27,869	45,759	82,073	88,355	
Portfolio	6,082	32,774	6,785	7,240	12,867	33,852	
Multi-Unit Residential	27,479	23,594	20,732	30,166	48,211	44,748	
Total Insured Volumes (\$M)	15,769	20,755	9,328	14,457	25,097	28,950	
Transactional Homeowner	12,489	12,947	6,511	10,761	19,000	19,601	
Portfolio	1,496	6,111	1,669	1,926	3,165	6,335	
Multi-Unit Residential	1,784	1,697	1,148	1,770	2,932	3,014	

Insurance-in-force	As at		
	30 June 2014	31 March 2014	31 December 2013
Insurance-in-force (loans)	2,877,851	2,922,509	2,938,825
Transactional Homeowner	1,504,724	1,515,236	1,524,773
Portfolio	1,351,851	1,386,444	1,393,335
Multi-Unit Residential	21,276	20,829	20,717
Insurance-in-force (\$B)	551	555	557
Transactional Homeowner	287	288	288
Portfolio	212	217	219
Multi-Unit Residential	52	50	50

LOAN-TO-VALUE

Loans Insured in Period	Three months ended															
	30 June				31 March				31 December							
	2014		2013		2014		2013									
Percentage distribution of loans insured in period by loan-to-value (LTV) ratio based on original property value	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall
<=50%	0.4	10.1	3.2	1.6	0.4	11.6	1.8	3.8	0.5	10.1	2.3	2.4	0.4	9.9	2.5	2.0
>50% <=55%	0.1	3.5	0.2	0.5	0.1	4.4	0.5	1.4	0.1	3.3	2.9	1.1	0.1	4.1	2.4	0.9
>55% <=60%	0.2	4.0	6.3	1.3	0.2	5.9	11.2	2.8	0.3	4.1	6.6	1.7	0.3	7.0	7.8	2.1
>60% <=65%	0.4	5.7	3.2	1.2	0.4	7.6	4.7	2.9	0.6	7.9	8.2	2.8	0.5	11.2	13.5	3.5
>65% <=70%	0.4	7.2	6.9	1.8	0.5	8.2	0.7	2.8	0.5	11.0	1.3	2.5	0.5	10.3	5.0	2.4
>70% <=75%	1.1	17.0	46.1	7.7	1.0	14.7	38.2	8.1	1.7	18.6	42.0	9.7	1.2	23.7	41.9	9.2
>75% <=80%	5.0	52.5	9.3	10.0	5.1	47.6	2.1	17.4	6.1	45.0	6.3	13.1	5.1	33.8	2.3	8.6
>80% <=85%	3.2	0.0	24.1	5.3	3.4	0.0	38.0	5.2	3.3	0.0	30.4	6.1	3.4	0.0	24.4	5.5
>85% <=90%	20.7	0.0	0.0	16.3	21.0	0.0	1.8	13.2	22.1	0.0	0.0	15.4	21.4	0.0	0.0	16.0
>90% <=95%	68.5	0.0	0.7	54.3	67.9	0.0	0.2	42.3	64.8	0.0	0.0	45.2	67.1	0.0	0.2	49.8
>95%	0.0	0.0	0.0	0.0	0.0	0.0	0.8	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Average loan-to-value	92	70	75	88	92	69	76	84	91	70	75	85	92	68	73	86
Average equity	8	30	25	12	8	31	24	16	9	30	25	145	8	32	27	14

Distribution based on loan amounts, not number of loans

LOAN-TO-VALUE

Loans Insured in Period:	Six months ended							
	30 June							
	2014				2013			
Percentage distribution of loans insured in period by loan-to-value (LTV) ratio based on original property value	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall
<=50%	0.4	10.1	2.9	1.9	0.4	11.8	2.4	3.1
>50% <=55%	0.1	3.4	1.3	0.7	0.1	4.4	0.4	1.1
>55% <=60%	0.3	4.0	6.4	1.4	0.2	5.9	9.9	2.5
>60% <=65%	0.5	6.9	5.1	1.8	0.4	7.7	5.1	2.5
>65% <=70%	0.5	9.2	4.7	2.1	0.5	8.3	1.5	2.3
>70% <=75%	1.3	17.8	44.6	8.5	1.0	14.8	39.2	8.0
>75% <=80%	5.4	48.6	8.1	11.1	5.3	47.1	2.3	14.1
>80% <=85%	3.2	0.0	26.5	5.6	3.5	0.0	37.5	6.3
>85% <=90%	21.1	0.0	0.0	16.0	21.0	0.0	1.0	14.4
>90% <=95%	67.2	0.0	0.4	50.9	67.6	0.0	0.1	45.6
>95%	0.0	0.0	0.0	0.0	0.0	0.0	0.6	0.1
Average loan-to-value	92	70	75	87	92	69	76	85
Average equity	8	30	25	13	8	31	24	15
Average equity by Province								
Newfoundland	10	28	25	12				
Prince Edward Island	9	31	24	14				
Nova Scotia	9	29	20	15				
New Brunswick	9	26	22	12				
Quebec	8	29	21	11				
Ontario	10	29	27	15				
Manitoba	8	28	35	11				
Saskatchewan	8	29	24	11				
Alberta	8	27	27	10				
British Columbia	9	35	31	18				
Territories	10	21	25	12				

Distribution based on loan amounts, not number of loans

LOAN-TO-VALUE

Insurance-in-force: Percentage distribution of insurance-in-force by loan-to-value (LTV) ratio	30 June 2014				At Origination As at 31 March 2014				31 December 2013			
	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall
	<=50%	2.5	31.0	13.2	14.6	2.5	30.6	12.8	14.6	2.4	30.3	12.8
>50% <=55%	1.0	7.8	6.4	4.2	1.0	7.8	6.6	4.2	1.0	7.7	6.8	4.2
>55% <=60%	1.5	9.2	10.4	5.3	1.5	9.1	10.7	5.4	1.4	9.1	10.9	5.3
>60% <=65%	2.2	10.6	9.4	6.1	2.2	10.5	9.5	6.2	2.1	10.5	9.1	6.1
>65% <=70%	3.3	12.4	14.6	7.9	3.3	12.0	14.9	7.8	3.2	11.7	15.5	7.7
>70% <=75%	5.9	17.9	20.8	12.0	5.7	17.8	20.0	11.8	5.5	17.3	19.9	11.5
>75% <=80%	12.2	11.1	10.8	11.6	12.1	12.2	10.9	12.0	11.7	13.4	10.5	12.3
>80% <=85%	17.3	0.0	11.4	10.0	17.3	0.0	11.8	10.0	17.3	0.0	12.1	9.9
>85% <=90%	29.6	0.0	0.9	15.4	28.6	0.0	0.9	14.6	27.9	0.0	0.9	14.3
>90% <=95%	23.9	0.0	0.6	12.4	25.2	0.0	1.1	13.0	26.9	0.0	0.6	13.8
>95%	0.6	0.0	1.5	0.5	0.6	0.0	0.8	0.4	0.6	0.0	0.9	0.4
Average loan-to-value	77	47	64	62	77	47	64	62	77	47	64	63
Average equity	23	53	36	38	23	53	36	38	23	53	36	37
Average equity by Province												
Newfoundland	25	49	37	34								
Prince Edward Island	26	52	41	35								
Nova Scotia	26	51	33	35								
New Brunswick	26	50	33	32								
Quebec	22	52	33	34								
Ontario	24	54	39	41								
Manitoba	22	51	42	32								
Saskatchewan	23	50	37	33								
Alberta	22	52	40	35								
British Columbia	24	54	43	41								
Territories	31	51	42	35								

Distribution based on loan amounts, not number of loans

LOAN-TO-VALUE

Insurance-in-force: Percentage distribution of insurance-in-force by loan-to-value (LTV) ratio	Based on Updated Property Value ¹								
	30 June 2014			As at 31 March 2014			31 December 2013		
	Transactional Homeowner	Portfolio	Overall	Transactional Homeowner	Portfolio	Overall	Transactional Homeowner	Portfolio	Overall
<=50%	8.2	42.8	23.8	8.2	41.5	22.8	8.2	40.5	22.3
>50% <=55%	2.6	9.9	6.0	2.5	9.7	5.6	2.3	9.6	5.5
>55% <=60%	4.2	11.4	7.7	3.9	11.1	7.1	3.6	10.8	6.8
>60% <=65%	6.7	12.4	9.2	6.5	12.2	9.0	6.1	12.0	8.7
>65% <=70%	9.8	12.0	10.8	9.4	12.3	10.7	8.9	12.5	10.5
>70% <=75%	14.2	7.9	11.8	13.9	9.0	11.7	13.2	10.0	11.8
>75% <=80%	16.0	3.5	10.2	15.6	4.1	10.6	15.4	4.4	10.6
>80% <=85%	15.9	0.1	8.8	16.7	0.1	9.4	16.3	0.2	9.2
>85% <=90%	13.1	0.0	6.8	13.7	0.0	7.7	14.9	0.0	8.4
>90% <=95%	8.8	0.0	4.6	8.9	0.0	5.0	10.2	0.0	5.7
>95%	0.5	0.0	0.3	0.7	0.0	0.4	0.9	0.0	0.5
Average loan-to-value	66	41	54	67	41	54	67	42	55
Average equity	34	59	46	33	59	46	33	58	45
Average updated equity by Province									
Newfoundland	43	57	48						
Prince Edward Island	33	56	42						
Nova Scotia	32	55	41						
New Brunswick	32	53	37						
Quebec	33	58	42						
Ontario	35	61	50						
Manitoba	36	59	44						
Saskatchewan	37	58	45						
Alberta	32	57	43						
British Columbia	31	57	46						
Territories	41	56	45						

¹ LTV calculated on the basis of outstanding loan amounts and updated property values reflecting changes in local resale prices
Distribution based on loan amounts, not number of loans

AMORTIZATION

Loans Insured in Period:	Three months ended															
	30 June				31 March				31 December							
	2014		2013		2014		2013									
Percentage distribution of loans insured during the period by amortization (years)	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall
<= 5	0.0	0.2	0.0	0.0	0.0	0.5	0.0	0.2	0.0	0.1	0.0	0.0	0.0	0.1	0.0	0.0
>5 <= 10	0.2	1.2	0.0	0.2	0.2	2.9	0.1	1.0	0.2	1.6	0.0	0.4	0.2	0.7	0.0	0.2
>10 <= 15	0.4	3.3	0.5	0.7	0.5	5.8	1.2	2.1	0.4	3.5	0.0	0.9	0.5	2.3	1.9	0.9
>15 <= 20	1.0	7.6	0.6	1.6	1.1	11.8	2.6	4.4	1.1	6.0	1.5	2.0	1.1	8.6	3.4	2.4
>20 <= 25	95.3	34.7	51.5	84.6	94.5	43.2	47.1	75.4	94.2	27.5	46.3	76.4	95.3	36.6	44.3	81.3
>25 <= 30	3.0	41.1	35.1	10.3	3.5	33.2	25.1	14.0	3.9	59.7	43.7	18.8	2.8	44.9	33.0	12.1
>30 <= 35	0.1	11.8	8.3	2.1	0.2	2.4	18.9	2.4	0.2	1.6	6.6	1.2	0.1	6.8	15.1	2.8
> 35	0.0	0.1	4.0	0.5	0.0	0.2	5.0	0.5	0.0	0.0	1.9	0.3	0.0	0.0	2.3	0.3
Average amortization period (years)	25	26	28	25	25	24	29	25	25	26	28	26	25	25	29	25

Distribution based on loan amounts, not number of loans

AMORTIZATION

Loans Insured in Period: Percentage distribution of loans insured during the period by amortization (years)	Six months ended 30 June							
	2014			2013				
	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall
<= 5	0.0	0.1	0.0	0.0	0.0	0.5	0.0	0.1
>5 <= 10	0.2	1.4	0.0	0.3	0.2	2.8	0.1	0.8
>10 <= 15	0.4	3.4	0.3	0.8	0.5	5.8	0.7	1.7
>15 <= 20	1.0	6.7	1.0	1.7	1.2	11.8	2.7	3.6
>20 <= 25	94.9	30.9	49.5	81.5	93.3	43.2	47.2	77.6
>25 <= 30	3.3	50.9	38.5	13.4	4.5	33.3	30.3	13.5
>30 <= 35	0.1	6.4	7.6	1.8	0.3	2.4	15.7	2.4
> 35	0.0	0.1	3.2	0.4	0.0	0.2	3.4	0.4
Average amortization period (years)	25	26	28	25	25	24	28	25
Average amortization period (years) by Province								
Newfoundland	25	25	24	25				
Prince Edward Island	25	21	25	24				
Nova Scotia	24	25	27	25				
New Brunswick	24	24	27	25				
Quebec	25	25	29	25				
Ontario	25	26	27	26				
Manitoba	25	25	27	25				
Saskatchewan	25	24	33	25				
Alberta	25	26	32	26				
British Columbia	25	26	26	25				
Territories	24	27	25	25				

Distribution based on loan amounts, not number of loans

AMORTIZATION

Insurance-in-force:	30 June 2014				At origination As at 31 March 2014				31 December 2013			
	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall
Percentage distribution of insurance-in-force by amortization (years)												
<= 5	0.0	0.4	0.0	0.2	0.0	0.4	0.0	0.2	0.0	0.5	0.0	0.2
>5 <= 10	0.2	3.2	0.1	1.3	0.2	3.2	0.1	1.4	0.2	3.3	0.1	1.4
>10 <= 15	0.6	7.2	0.4	3.2	0.6	7.3	0.5	3.3	0.6	7.4	0.5	3.3
>15 <= 20	2.2	12.6	2.6	6.3	2.3	12.8	2.7	6.5	2.4	13.1	2.8	6.7
>20 <= 25	45.6	41.4	50.0	44.4	42.9	41.4	49.6	42.8	41.7	41.4	50.0	42.3
>25 <= 30	21.2	21.1	26.5	21.6	22.0	20.3	26.4	21.7	22.3	19.4	25.8	21.4
>30 <= 35	24.7	12.4	16.3	19.2	26.3	12.8	16.6	20.1	27.0	13.1	16.6	20.6
> 35	5.5	1.7	4.1	3.9	5.7	1.8	4.1	4.0	5.8	1.8	4.2	4.1
Average amortization period (years)	27	22	26	25	27	22	26	25	27	22	26	25

Distribution based on loan amounts, not number of loans

GEOGRAPHY

Loans Insured in Period:

Percentage distribution of loans insured during period by province	Three months ended															
	30 June				31 March				31 December							
	2014			2013			2014			2013						
	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall
Newfoundland	1.4	0.7	0.1	1.2	1.6	1.1	0.3	1.4	1.6	0.9	1.9	1.6	1.9	0.6	0.3	1.5
Prince Edward Island	0.2	0.0	0.5	0.2	0.3	0.2	0.0	0.2	0.2	0.2	0.1	0.2	0.2	0.1	0.3	0.2
Nova Scotia	1.4	0.9	5.2	1.8	1.7	1.6	4.9	1.9	1.6	1.2	7.1	2.2	1.7	1.1	5.1	2.1
New Brunswick	1.5	0.4	1.2	1.4	1.6	0.9	0.6	1.3	1.4	1.3	1.7	1.4	1.8	0.6	0.3	1.4
Quebec	28.6	11.5	29.3	27.0	28.3	31.4	22.4	28.7	17.6	18.8	30.4	19.4	15.8	7.7	25.4	15.9
Ontario	27.9	34.2	26.0	28.2	30.0	37.0	38.8	32.9	33.8	50.3	32.0	36.5	35.8	55.4	42.9	39.3
Manitoba	3.1	1.0	3.2	2.9	3.3	2.2	1.8	2.8	4.0	0.8	1.7	3.1	4.6	1.2	4.7	4.2
Saskatchewan	3.7	4.9	1.7	3.6	3.7	1.9	0.3	2.9	4.4	3.2	0.4	3.7	4.1	2.3	1.7	3.5
Alberta	21.7	10.1	19.2	20.4	19.0	10.3	17.5	16.3	23.4	10.0	6.0	18.9	22.7	10.9	7.6	19.3
British Columbia	9.9	36.3	13.2	12.8	10.0	13.2	13.2	11.2	11.4	13.3	18.6	12.6	10.9	19.9	11.6	12.2
Territories	0.6	0.0	0.4	0.5	0.5	0.2	0.2	0.4	0.6	0.0	0.1	0.4	0.5	0.2	0.1	0.4

Distribution based on loan amounts, not number of loans

GEOGRAPHY

Loans Insured in Period:	Six months ended							
	30 June							
	2014				2013			
Percentage distribution of loans insured during period by province	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall
Newfoundland	1.5	0.8	0.8	1.3	1.7	1.1	0.4	1.4
Prince Edward Island	0.2	0.1	0.3	0.2	0.3	0.1	0.0	0.2
Nova Scotia	1.5	1.1	6.0	2.0	1.8	1.6	3.8	1.9
New Brunswick	1.5	0.9	1.4	1.4	1.6	0.8	0.6	1.4
Quebec	24.8	15.3	29.8	24.2	24.9	30.7	26.1	26.3
Ontario	29.8	42.8	28.3	31.2	31.4	37.0	37.6	33.3
Manitoba	3.4	0.9	2.6	3.0	3.5	2.2	4.0	3.3
Saskatchewan	4.0	4.0	1.2	3.7	4.0	1.9	0.7	3.2
Alberta	22.3	10.0	14.0	19.8	19.9	10.3	14.4	17.3
British Columbia	10.4	24.1	15.3	12.7	10.3	14.1	11.9	11.3
Territories	0.6	0.0	0.3	0.5	0.5	0.1	0.4	0.4

Distribution based on loan amounts, not number of loans

GEOGRAPHY

Insurance-in-force: Percentage distribution of insurance-in-force by province	30 June 2014				As at 31 March 2014				31 December 2013			
	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall
Newfoundland	1.5	0.9	0.4	1.2	1.5	0.9	0.4	1.2	1.5	0.9	0.4	1.2
Prince Edward Island	0.3	0.2	0.2	0.2	0.3	0.2	0.2	0.3	0.3	0.2	0.2	0.3
Nova Scotia	2.5	1.7	3.5	2.3	2.5	1.7	3.5	2.3	2.6	1.7	3.6	2.3
New Brunswick	2.1	0.8	1.0	1.5	2.2	0.8	0.9	1.5	2.2	0.8	1.0	1.5
Quebec	19.9	11.9	29.9	17.7	19.8	12.1	29.9	17.7	19.6	12.0	29.7	17.4
Ontario	35.5	47.0	35.5	40.0	36.1	46.8	35.8	40.2	36.1	46.6	35.7	40.2
Manitoba	3.2	1.7	3.0	2.6	3.2	1.7	2.9	2.6	3.2	1.7	2.9	2.6
Saskatchewan	3.0	1.9	1.5	2.4	3.0	1.9	1.5	2.4	3.0	1.9	1.5	2.4
Alberta	18.8	14.0	11.4	16.2	18.1	14.1	11.0	15.9	18.3	14.2	11.2	16.1
British Columbia	12.7	19.8	13.0	15.5	12.8	19.7	13.3	15.5	12.7	19.9	13.2	15.6
Territories	0.5	0.1	0.6	0.4	0.5	0.1	0.6	0.4	0.5	0.1	0.6	0.4

Distribution based on loan amounts, not number of loans

ARREARS

Arrears by Product	As at					
	30 June 2014		31 March 2014		31 December 2013	
	No of Loans in Arrears	Arrears Rate	No of Loans in Arrears	Arrears Rate	No of Loans in Arrears	Arrears Rate
Transactional Homeowner	7,429	0.49%	7,851	0.52%	7,749	0.51%
Portfolio	2,035	0.15%	2,166	0.16%	2,151	0.15%
Multi-unit residential	153	0.73%	141	0.68%	133	0.64%
Overall	9,617	0.33%	10,158	0.35%	10,033	0.34%
Arrears by Province						
Newfoundland	98	0.21%				
Prince Edward Island	65	0.51%				
Nova Scotia	618	0.70%				
New Brunswick	569	0.72%				
Quebec	2,690	0.45%				
Ontario	2,308	0.20%				
Manitoba	247	0.28%				
Saskatchewan	289	0.37%				
Alberta	1,022	0.27%				
British Columbia	1,618	0.46%				
Territories	93	1.05%				

CREDIT SCORE

Loans Insured in Period:	Three months ended							
	30 June				31 March		31 December	
	2014		2013		2014		2013	
Percentage distribution of loans insured during period by credit score at origination	Transactional Homeowner	Portfolio	Transactional Homeowner	Portfolio	Transactional Homeowner	Portfolio	Transactional Homeowner	Portfolio
No credit score	0.0	0.0	0.0	0.2	0.0	0.0	0.0	0.0
< 600	0.2	0.3	0.2	1.9	0.4	0.4	0.5	1.2
>=600 <660	4.9	2.9	4.7	4.7	4.8	2.9	4.4	5.0
>=660 <700	12.3	7.9	12.0	10.5	12.3	10.7	12.3	11.1
>= 700	82.6	88.9	83.1	82.7	82.5	86.0	82.8	82.7
Average credit score at origination	745	758	745	741	743	752	743	745

Distribution based on loan amounts, not number of loans

Distribution and average credit score results for Portfolio Insurance no longer include Substitution pools

CREDIT SCORE

Loans Insured in Period: Percentage distribution of loans insured during period by credit score at origination	Six months ended 30 June			
	2014		2013	
	Transactional Homeowner	Portfolio	Transactional Homeowner	Portfolio
No credit score	0.0	0.0	0.0	0.2
< 600	0.1	0.3	0.2	1.8
>=600 <660	4.9	2.9	4.8	4.8
>=660 <700	12.3	9.4	12.3	10.5
>= 700	82.7	87.4	82.7	82.7
Average credit score at origination	745	755	744	742
Average credit score at origination by Province				
Newfoundland	730	738		
Prince Edward Island	732	767		
Nova Scotia	733	749		
New Brunswick	731	738		
Quebec	750	752		
Ontario	747	751		
Manitoba	743	748		
Saskatchewan	741	757		
Alberta	739	753		
British Columbia	746	766		
Territories	747	760		

Distribution based on loan amounts, not number of loans

Distribution and average credit score results for Portfolio Insurance no longer include Substitution pools

CREDIT SCORE

Insurance-in-force: Percentage distribution of insurance-in-force by credit score at origination	30 June 2014		As at 31 March 2014		31 December 2013	
	Transactional Homeowner	Portfolio	Transactional Homeowner	Portfolio	Transactional Homeowner	Portfolio
No credit score	0.5	0.9	0.6	1.0	0.6	1.0
< 600	0.7	0.7	0.8	0.7	0.8	0.7
>=600 <660	7.6	3.5	7.8	3.6	7.9	3.7
>=660 <700	14.6	8.2	14.7	8.4	14.8	8.5
>= 700	76.6	86.7	76.1	86.3	75.9	86.1
Average credit score at origination	730	758	729	758	728	757

Distribution based on loan amounts, not number of loans

VOLUMES BY LOAN AMOUNT

Loans Insured in Period:	Three months ended															
	30 June				31 March				31 December							
	2014		2013		2014		2013									
	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall
Percentage distribution of loans insured during period by loan amount (per unit)																
Over \$1,000,000	0.1	2.5	0.0	0.3	0.2	1.9	0.0	0.7	0.1	6.3	0.0	1.4	0.1	5.4	0.0	0.9
Over \$850,000 to \$1,000,000	0.5	1.5	0.0	0.6	0.4	1.5	0.0	0.8	0.7	3.1	0.0	1.2	0.5	4.0	0.0	1.1
Over \$600,000 to \$850,000	4.1	5.9	0.0	4.3	3.2	4.6	0.0	3.7	5.0	8.7	0.0	5.7	4.2	8.0	0.0	4.7
Over \$400,000 to \$600,000	18.9	16.8	0.0	18.6	16.2	13.7	0.0	15.4	20.7	15.2	0.0	19.5	20.1	20.0	0.0	20.0
Over \$300,000 to \$400,000	23.6	20.4	0.0	23.2	23.2	17.8	0.0	21.4	25.2	17.6	0.0	23.5	25.5	18.7	0.0	24.4
Over \$200,000 to \$300,000	30.5	28.8	2.5	30.3	32.2	25.5	2.2	30.0	27.6	24.7	3.9	26.9	29.0	23.7	1.4	28.1
\$200,000 or under	22.3	24.1	97.5	22.7	24.6	35.0	97.8	28.0	20.7	24.4	96.1	21.8	20.6	20.2	98.6	20.8
Average insured loan amount (\$)	230,416	245,992	64,889	179,669	221,284	186,446	71,939	180,672	233,623	246,002	55,391	168,424	229,950	266,109	63,142	174,641

Distribution based on number of units insured

VOLUMES BY LOAN AMOUNT

Loans Insured in Period: Percentage distribution of loans insured during period by loan amount (per unit)	Six months ended							
	30 June							
	2014				2013			
	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall
Over \$1,000,000	0.1	4.5	0.0	0.7	0.1	1.8	0.0	0.5
Over \$850,000 to \$1,000,000	0.6	2.4	0.0	0.8	0.4	1.5	0.0	0.7
Over \$600,000 to \$850,000	4.4	7.4	0.0	4.8	3.4	4.6	0.0	3.6
Over \$400,000 to \$600,000	19.5	15.9	0.0	18.9	16.7	13.8	0.0	15.9
Over \$300,000 to \$400,000	24.2	19.0	0.0	23.4	23.9	17.7	0.0	22.3
Over \$200,000 to \$300,000	29.4	26.6	3.1	29.1	31.5	25.7	1.4	30.1
\$200,000 or under	21.8	24.2	96.9	22.3	24.0	34.9	98.6	26.9
Average insured loan amount (\$)	231,505	245,997	60,805	175,318	221,842	187,130	67,366	173,400
Average insured loan amount (\$) by Province								
Newfoundland	196,105	188,311	35,789	147,918				
Prince Edward Island	120,872	134,005	37,646	84,021				
Nova Scotia	142,057	184,396	74,945	109,010				
New Brunswick	110,538	128,250	60,072	101,613				
Quebec	168,481	162,112	57,825	131,902				
Ontario	271,770	281,523	50,914	187,251				
Manitoba	201,865	192,117	53,992	157,189				
Saskatchewan	234,410	218,302	65,754	211,181				
Alberta	321,737	305,449	74,891	252,060				
British Columbia	285,707	279,166	82,973	211,679				
Territories	254,569	193,091	173,313	245,186				

Distribution based on number of units insured

VOLUMES BY LOAN AMOUNT

Insurance-in-force: Percentage distribution of insurance-in-force by outstanding loan amount (per unit)	30 June 2014				As at 31 March 2014				31 December 2013			
	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall	Transactional Homeowner	Portfolio	Multi-Unit Residential	Overall
Over \$1,000,000	0.3	1.4	0.0	0.7	0.4	1.4	0.0	0.8	0.3	1.5	0.0	0.7
Over \$850,000 to \$1,000,000	0.2	0.7	0.0	0.4	0.2	0.7	0.0	0.4	0.2	0.8	0.0	0.4
Over \$600,000 to \$850,000	2.0	2.8	0.1	2.1	1.9	2.8	0.1	2.1	1.9	2.8	0.1	2.1
Over \$400,000 to \$600,000	10.7	9.6	0.6	9.3	10.5	9.5	0.2	9.2	10.5	9.5	0.1	9.2
Over \$300,000 to \$400,000	18.6	13.7	0.3	14.9	18.4	13.6	0.7	14.9	18.5	13.6	0.4	14.9
Over \$200,000 to \$300,000	30.8	26.6	1.6	26.4	30.8	26.4	1.2	26.4	30.8	26.4	1.1	26.4
\$200,000 or under	37.4	45.2	97.4	46.2	37.8	45.6	97.8	46.2	37.8	45.4	98.3	46.3
Average outstanding loan amount (\$)	182,148	152,846	54,457	140,723	181,012	151,963	54,182	140,573	180,500	152,837	53,693	140,781
Average outstanding loan amount (\$) by Province												
Newfoundland	135,002	115,061	33,828	117,304								
Prince Edward Island	105,361	85,172	43,693	88,933								
Nova Scotia	124,092	106,424	67,391	105,973								
New Brunswick	100,534	86,873	43,307	90,307								
Quebec	136,626	106,026	49,930	101,147								
Ontario	198,039	154,559	51,087	144,972								
Manitoba	159,277	117,263	53,681	121,961								
Saskatchewan	174,075	138,788	54,403	144,851								
Alberta	244,713	178,995	67,874	188,969								
British Columbia	241,237	207,328	67,301	187,523								
Territories	197,912	168,149	87,455	161,295								

Distribution based on number of units insured

GROSS DEBT SERVICE RATIOS

Loans Insured in Period:	Three months ended			
	30 June		31 March	
	2014	2013	2014	2013
Percentage distribution of Loans Insured in period by CMHC borrower average gross debt service ratio	Transactional Homeowner	Transactional Homeowner	Transactional Homeowner	Transactional Homeowner
<30%	69.4	74.8	64.9	67.0
>=30% <=35%	20.2	17.5	22.1	21.1
>35% <=39%	10.3	7.5	12.8	11.8
>39%	0.1	0.2	0.2	0.1
Average Gross Debt Service Ratio (GDS)	25.5	24.6	26.2	25.1

Distribution based on loan amounts, not number of loans

GROSS DEBT SERVICE RATIOS

Loans Insured in Period: Percentage distribution of loans insured in period by CMHC borrower average gross debt service ratio	Six months ended	
	30 June	
	2014	2013
	Transactional Homeowner	Transactional Homeowner
<30%	67.9	73.9
>=30% <=35%	20.8	18.0
>35% <=39%	11.1	7.9
>39%	0.2	0.3
Average Gross Debt Service Ratio (GDS)	25.7	24.7
Average Gross Debt Service Ratio (GDS) by Province		
Newfoundland	21.4	
Prince Edward Island	19.5	
Nova Scotia	20.8	
New Brunswick	19.8	
Quebec	24.7	
Ontario	27.4	
Manitoba	25.1	
Saskatchewan	24.1	
Alberta	25.7	
British Columbia	26.7	
Territories	22.1	

Distribution based on loan amounts, not number of loans

GROSS DEBT SERVICE RATIOS

<u>Insurance-in-force:</u>	As at		
	30 June 2014	31 March 2014	31 December 2013
Percentage distribution of insurance-in-force by CMHC borrower average gross debt service ratio	Transactional Homeowner	Transactional Homeowner	Transactional Homeowner
<30%	73.2	73.4	73.6
>=30% <=35%	18.4	18.3	18.2
>35% <=39%	6.4	6.2	6.0
>39%	2.0	2.1	2.2
Average Gross Debt Service Ratio (GDS)	23.5	23.5	23.4

Distribution based on loan amounts, not number of loans

INTEREST RATES

Interest Rate on 5 Year Fixed Term	Three months ended			
	30 June		31 March	
	2014	2013	2014	2013
CMHC ¹	3.46	3.33	3.82	4.00
Bank of Canada ²	4.79	5.14	5.13	5.34
Difference (bps)	133	181	131	134

Results based on number of loans not loan amounts

¹ Interest rate on transactional purchase loans approved by CMHC

² Chartered Bank administered 5 year interest rates, reported in the Bank of Canada Weekly Financial Statistics Report