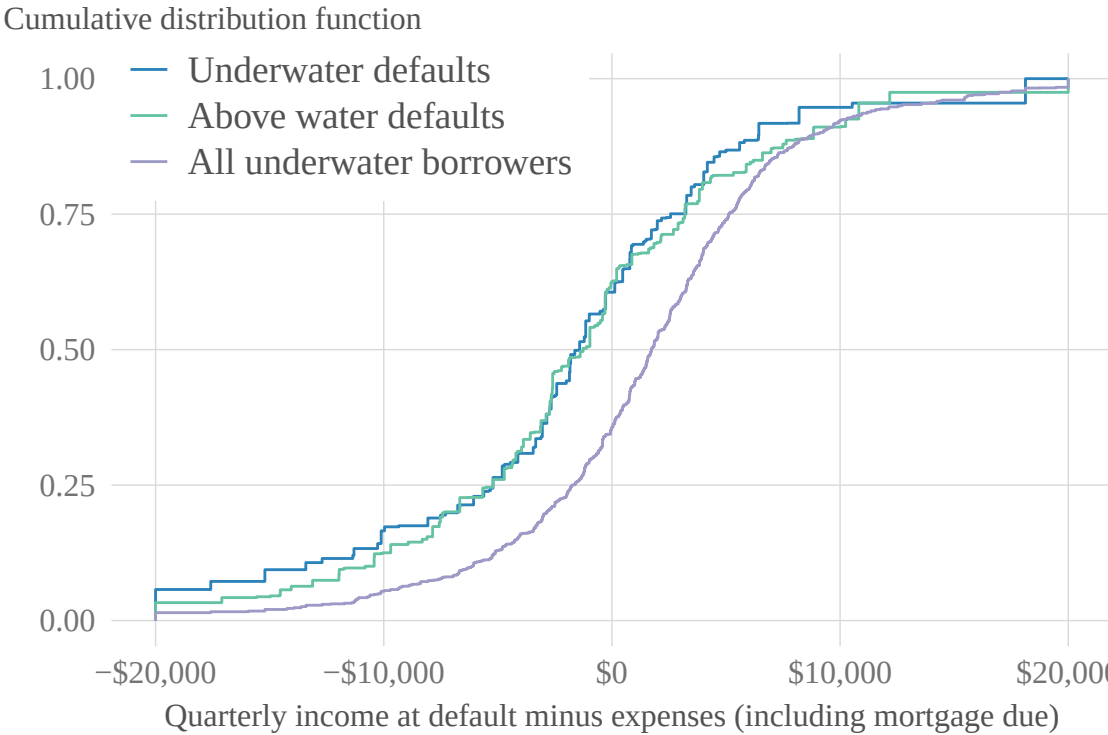
Cumulative distribution function
Underwater defaults
Above water defaults
All underwater borrowers
1.00
0.75
0.50
0.25
0.00
−$20,000
−$10,000
$0
$10,000
$20,000
Quarterly income at default minus expenses (including mortgage due)