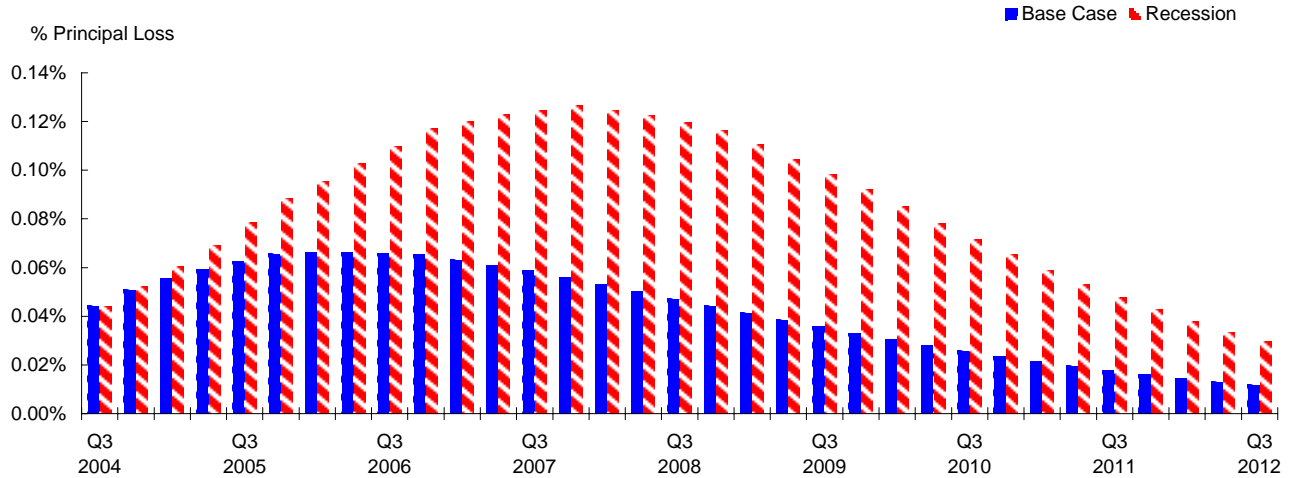


SEATTLE OFFICE

Expected Loss



Expected Loss Relative to Other Office Markets



Default Statistics

	1 Year	2 Year	5 Year	Lifetime
Probability of Default				
Base Case	1.11%	2.41%	5.55%	6.97%
Recession	1.23%	3.00%	9.06%	12.19%
Loss Given Default				
Base Case	20.6%	20.6%	20.6%	20.6%
Recession	21.7%	22.8%	23.4%	23.4%
Expected Loss (bp)				
Base Case	23	49	114	143
Recession	27	68	212	285
Unexpected Loss				
5% likelihood Loss above	3.77%	5.66%	8.63%	9.44%



Probability of Default

