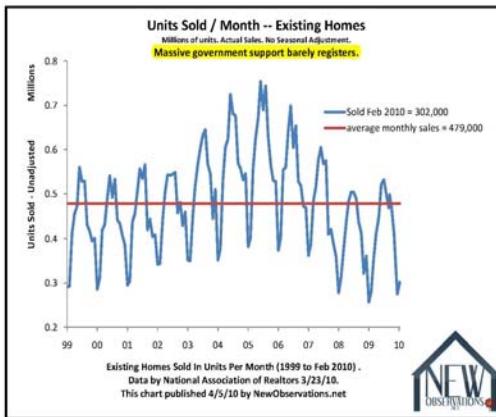


## The Financial Crisis Shifts: Inventory For Sale versus Delinquent Mortgages.

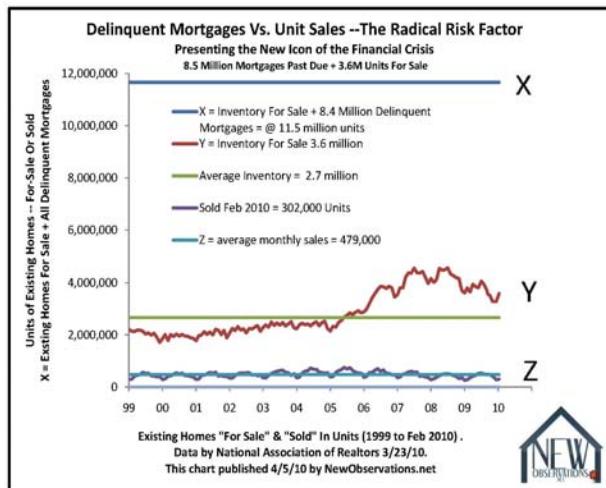
By Michael David White

The federal government has tried every manner of strange intervention to foolishly support the price of real estate. The trend in unit sales shows very little evidence of success (see below).



Setting aside for a moment the massive stupidity of trying to uphold pricing created by a delirious and mentally-retarded credit bubble, the feds have failed in one obvious area: They haven't been able to make the monthly mortgage payment for 15 percent of homeowners.

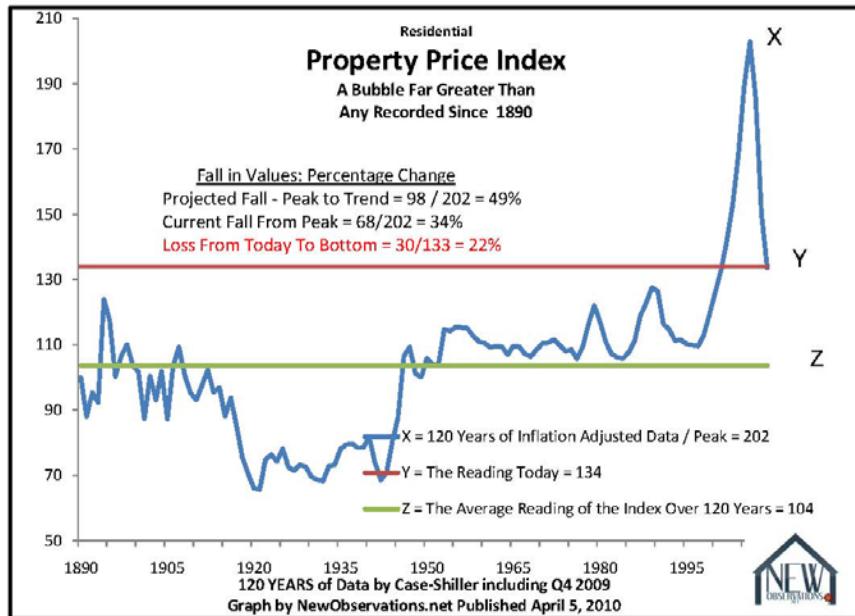
This wildly high number of individual financial failures makes the typical inventory of homes for sale petite and pretty. The consequences for the prices of homes is obvious. Massive new supply leads to massive new losses (see below). I don't know what fraud they are going to think up to try to cover this up, but I know it will be as dumb as what they have already tried.



The bubble began in 1990. How many homeowners in the United States of Mortgage Fraud are living in a make-believe world of income-free lending and name-your-price appraisers? When

do we return to a 120-year price trend? When is trillions of un-payable mortgage debt written off? When does the charade end? When do we stop telling lies?

A credit bubble can be cured only one way. Burn up the fake debts. Write down the false prices. For God's sake let's get this ugly show done.



Please leave a comment or email your questions, comments, and corrections.

mike@mynewmortgage.com