

## ARDA 2010 Convention & Exposition

### Access to Receivables Financing in Today's Marketplace

Moderator:

Joseph Bramuchi, VP Capital Markets, Marriott Vacation Club Intl.

Speakers:

Paul Humphrey, Chief Investment Officer, Stratstone Advisors  
Mark Johnson, President, Wyndham Consumer Finance, Inc.  
Michael Szwajkowski, President Structured Finance, CapitalSource  
Steve Viscovich, Director, Credit Suisse



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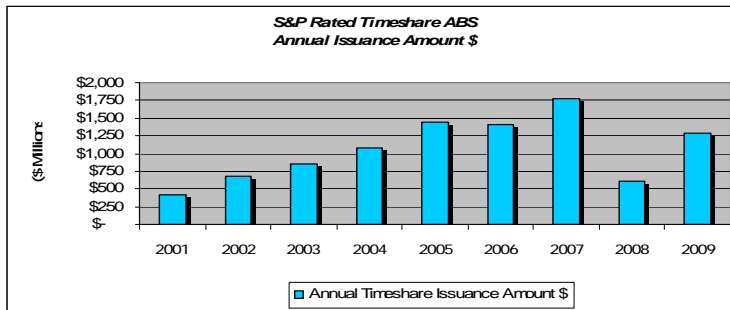
**Performance Metrics for U.S. Timeshare,  
Credit Card and Residential Mortgage  
Securitizations**

ARDA 2010 Convention & Exposition  
March 14-18, 2010



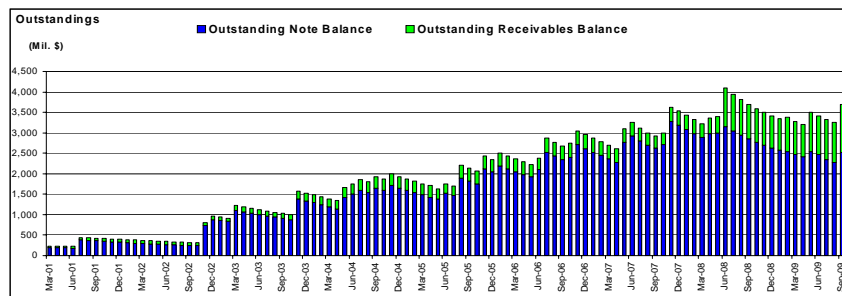
## Timeshare Issuance – Market Activity

- Industry dynamics
  - Standard & Poor's rated over \$9.5 B transactions since 2001
  - Seven term transactions rated in 2009, totaling \$1.29B rated notes
    - 110% increase from 2008
    - 27% below 2007 historical high of \$1.77B



## Timeshare– Rated Outstanding Issuance

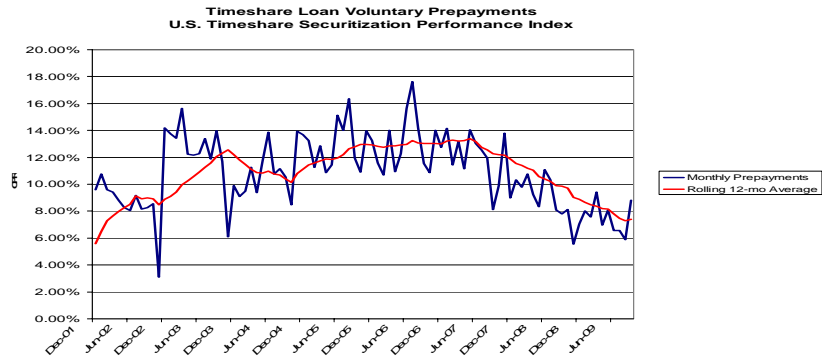
- As of September 2009, the aggregate outstanding issuance amount for Standard & Poor's rated term transactions was approximately \$2.52 billion, backed by nearly \$3.70 billion in timeshare loan receivables.



Source: Standard & Poor's U.S. Timeshare Securitization Performance Index



## Timeshare – Performance Trends Of Underlying Loans



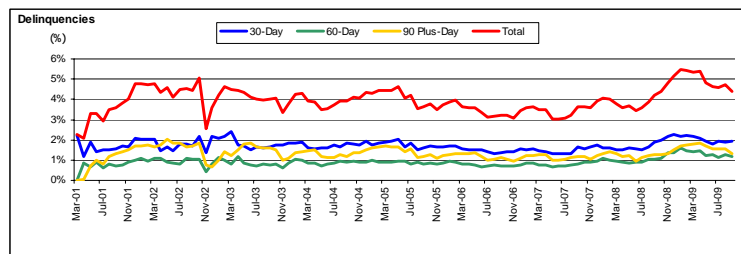
Source: Standard & Poor's U.S. Timeshare Securitization Performance Index

- Prepayments are trending down
  - Not surprising given reduced availability of home-equity lines
  - Longer Weighted Average Life for securitized pools, but potentially higher cumulative excess spread



## Timeshare – Performance Trends Of Underlying Loans

- Monthly delinquencies are higher than historical averages for rated deals
  - Year-over-year numbers are up, but delinquencies began to trend downward since Q1 2009
  - Current downward movement from Q1 2009 can be due to seasonality of delinquency performance as well as the addition of new deals to the index

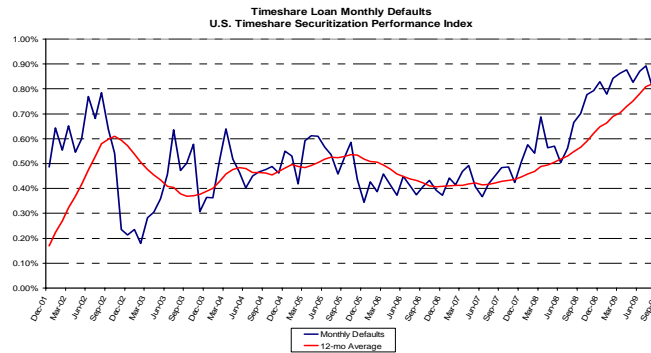


Source: Standard & Poor's U.S. Timeshare Securitization Performance Index



## Timeshare – Performance Trends Of Underlying Loans

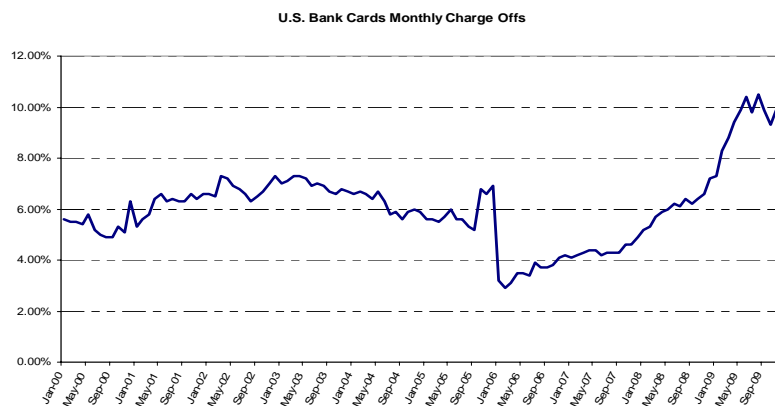
- Monthly defaults for rated deals have shown upward trend
  - Year-over-year numbers are up, but 2006 and early 2007 were fairly low, historically
  - Monthly defaults have decreased from Q2 to Q3 2009



Source: Standard & Poor's U.S. Timeshare Securitization Performance Index



## Credit Cards – Performance of U.S. Bank Cards – Charge offs

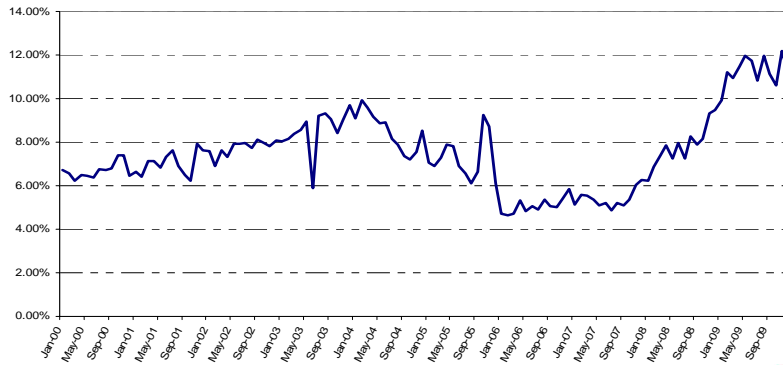


Source: Standard & Poor's U.S. and Canada Credit Card Quality Index Report



## Credit Cards – Performance of U.S. Private-label Cards – Charge offs

U.S. Bank Cards Monthly Charge Offs

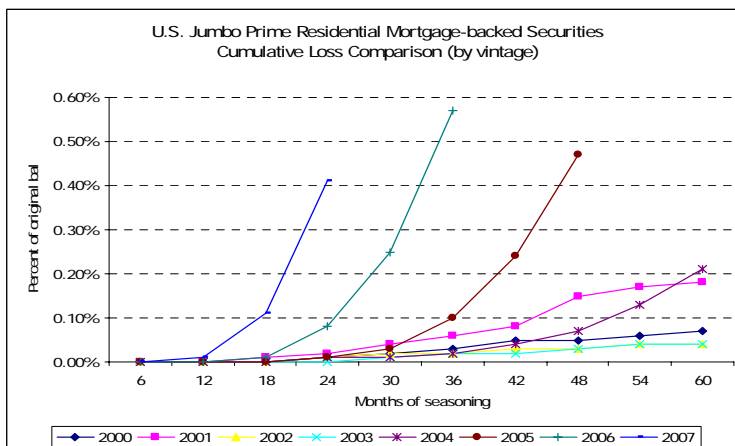


Source: Standard & Poor's U.S. and Canada Credit Card Quality Index Report



## Residential Mortgage – Performance of U.S. Jumbo Prime

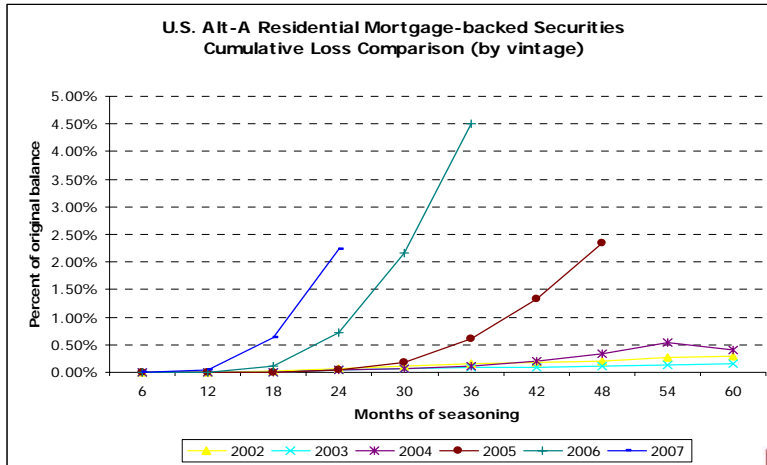
U.S. Jumbo Prime Residential Mortgage-backed Securities  
Cumulative Loss Comparison (by vintage)



Source: Standard & Poor's U.S. Prime Jumbo RMBS Performance Update: December 2009 Distribution Date



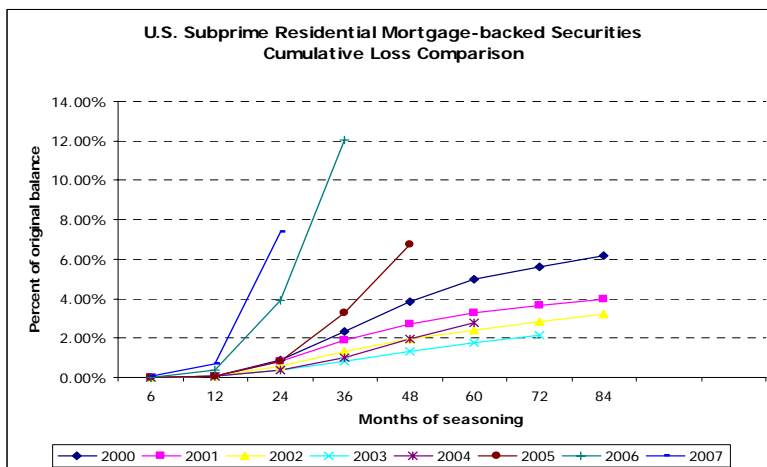
## Residential Mortgage – Performance of U.S. Alt-A



Source: Standard & Poor's U.S. Alternative-A RMBS Performance Update: December 2009 Distribution Date



## Residential Mortgage – Performance of U.S. Subprime



Source: Standard & Poor's U.S. Subprime RMBS Performance Update: December 2009 Distribution Date



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