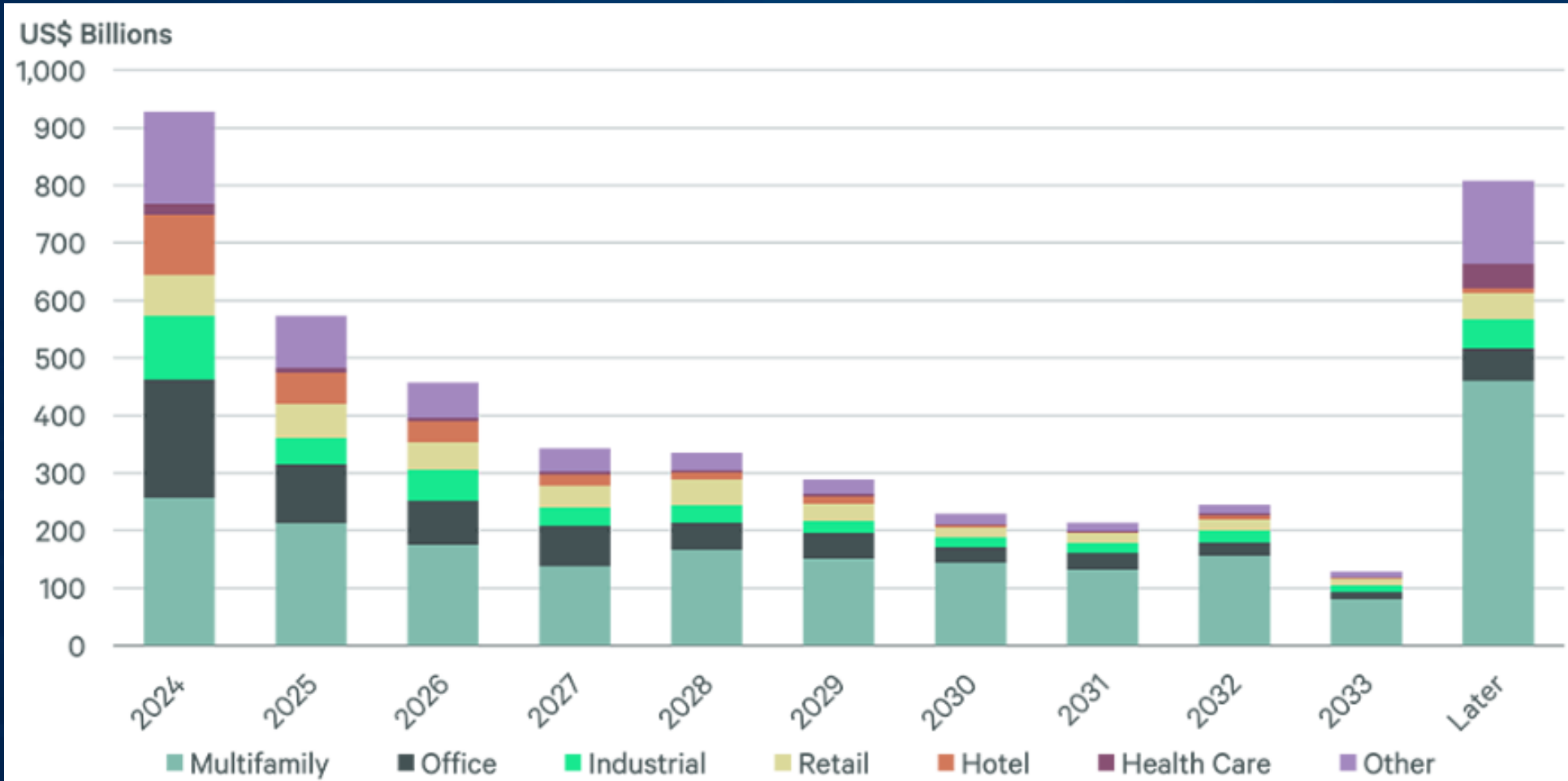


Commercial Real Estate Loan Maturities by Property Type



Source: Mortgage Bankers Association.



Only Four Options at Maturity

Payoff

Extend

Sell/Short Sale

Hand Back the Property

What Happened to the 2024 Maturities?

- » Payoff rates for 2024 → 52%
- » No Action
- » “Extend and Pretend” dynamic driving resolutions
- » Resolutions often include ‘Later Loss’
- » Creative office case study



Property Distress vs Owner Distress

Property Distress



DSCR below
breakeven

$LTV > 100\%$



Tenant
Rollover

Market Issues

Property Distress vs Owner Distress

Owner Distress

