

FEDERAL RESERVE TAKES DECISIVE STEPS TO STYMIE RECESSIONARY PRESSURES

■ Fed Takes Decisive Action To Stabilize Financial Markets

- The Fed made two surprise rate cuts in March, taking overnight rates down to the 0-0.25% range
- Additionally, Fed committed \$1 trillion to maintain overnight bank lending liquidity
- \$700 billion committed to quantitative easing
- Sends strong signal to markets that the Fed is committed to sustaining the economy

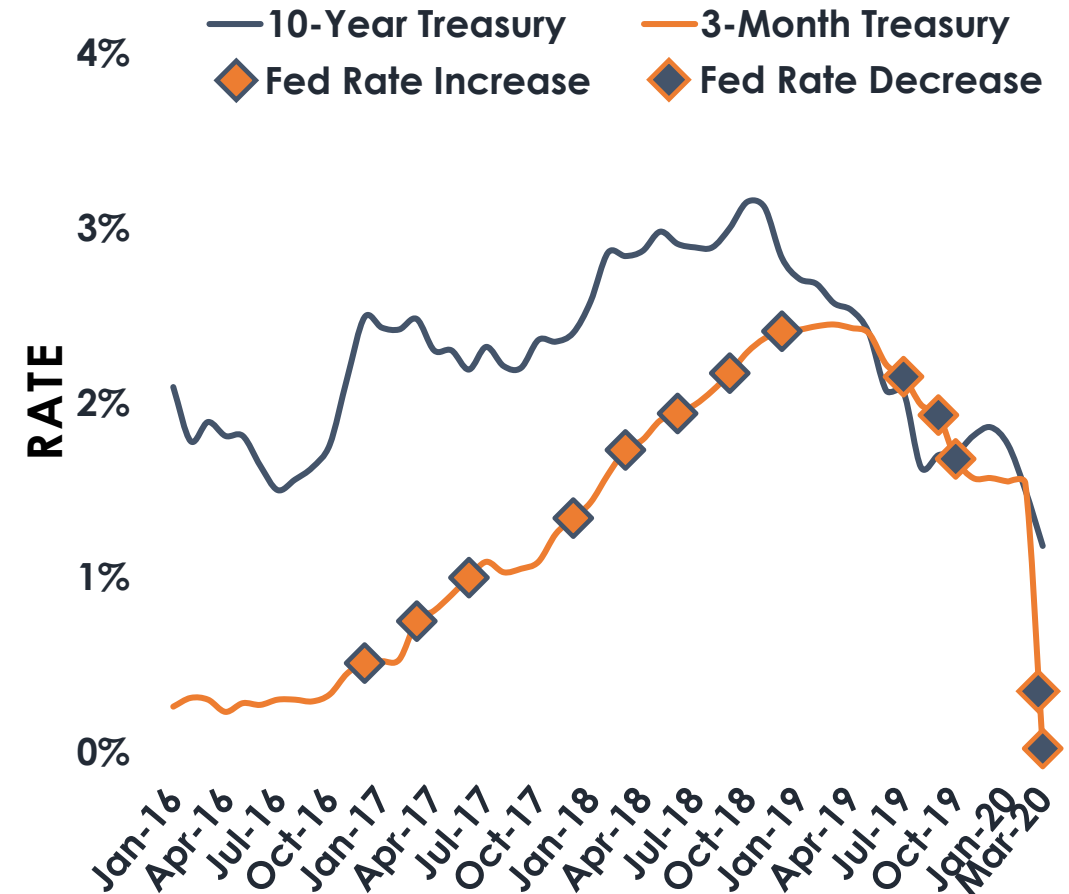
■ Impact of Fed Response on CRE Investors

- Ensures funding is available for borrowers, from small business covering shortfalls to real estate investors
- Strengthens confidence levels and reduces uncertainty – Helps sustain overall economy

■ Favorable Interest Rates Provide a Unique Opportunity

- Low interest rates provide a unique opportunity for refinancing existing loans and acquiring new property
- Stock market turbulence underscores the long-term stability of commercial real estate investments

Fed Imposes Drastic Rate Cuts To Help Mitigate Economic Fallout



Marcus & Millichap