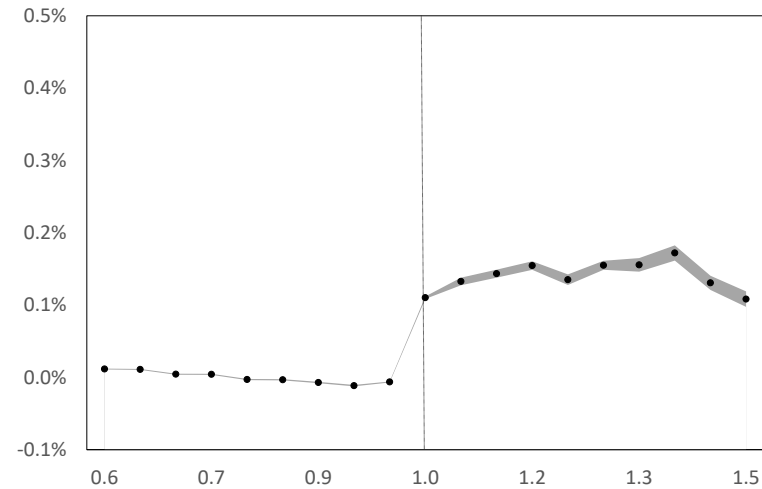
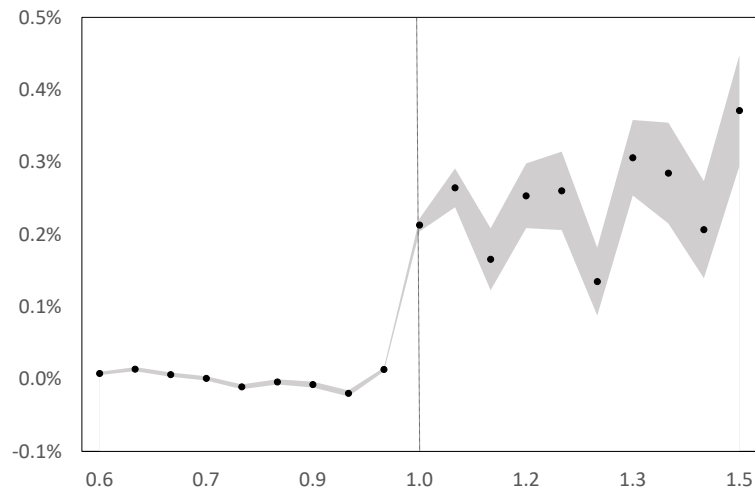


Figure 6: Interest Rates around the Conforming Limit

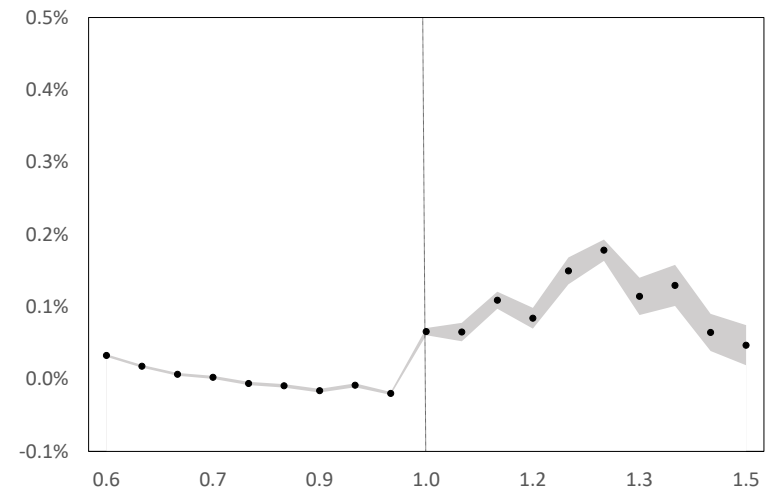
Panel A, B, and C show the interest rates of FRMs for the full sample of BlackKnight data (2007-2016), 2008, and 2014 respectively by the loan principal amount divided by the conforming loan limit in the county-year of origination. The cutoff is at 1, shown by a dotted vertical line. Interest rates are residualized against loan characteristics including purpose, credit score, LTV, and term. Shaded regions represent 95% confidence intervals. Data are from BlackKnight.



(a) Full sample



(b) 2008 originations



(c) 2014 originations