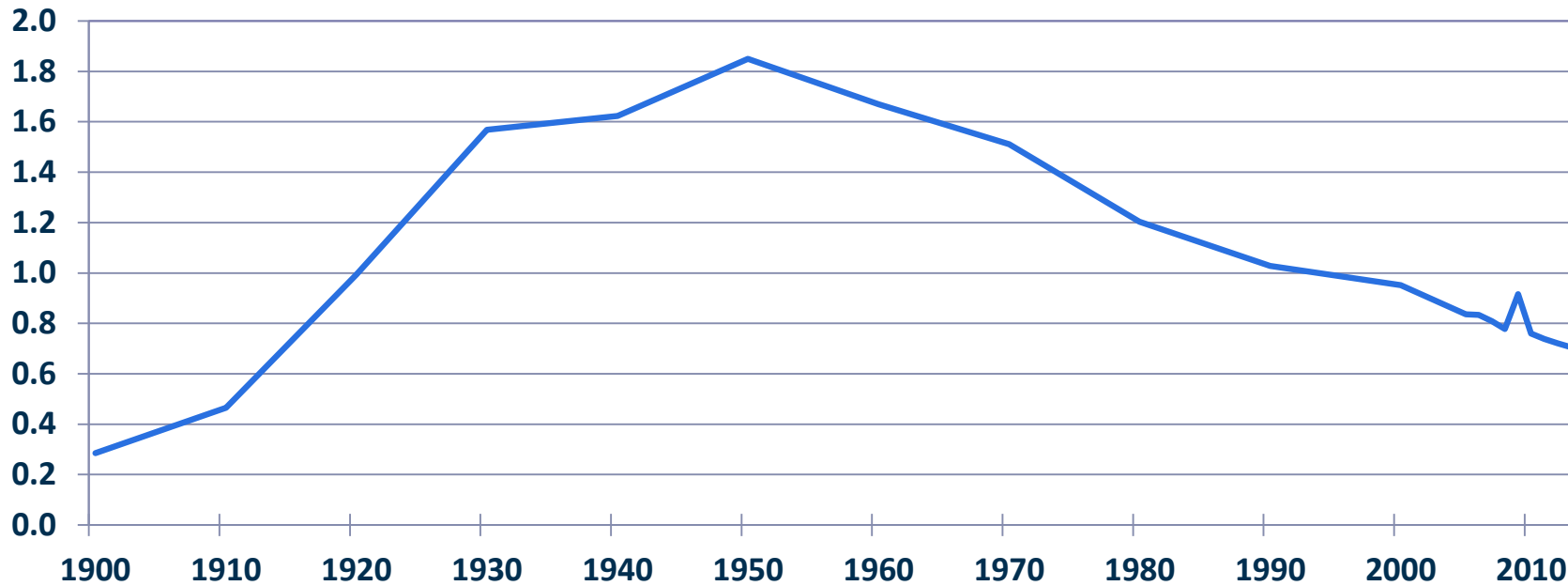




# Detroit's population peaked around 1950

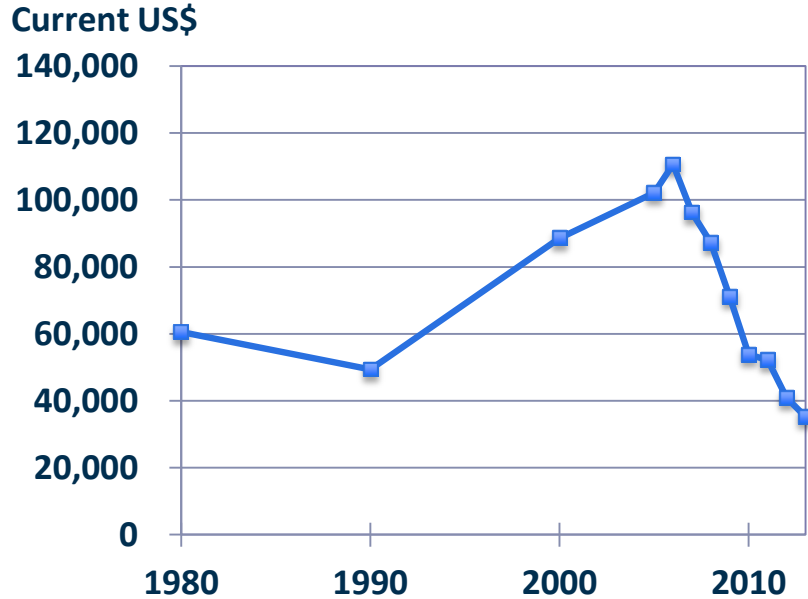
Population, millions



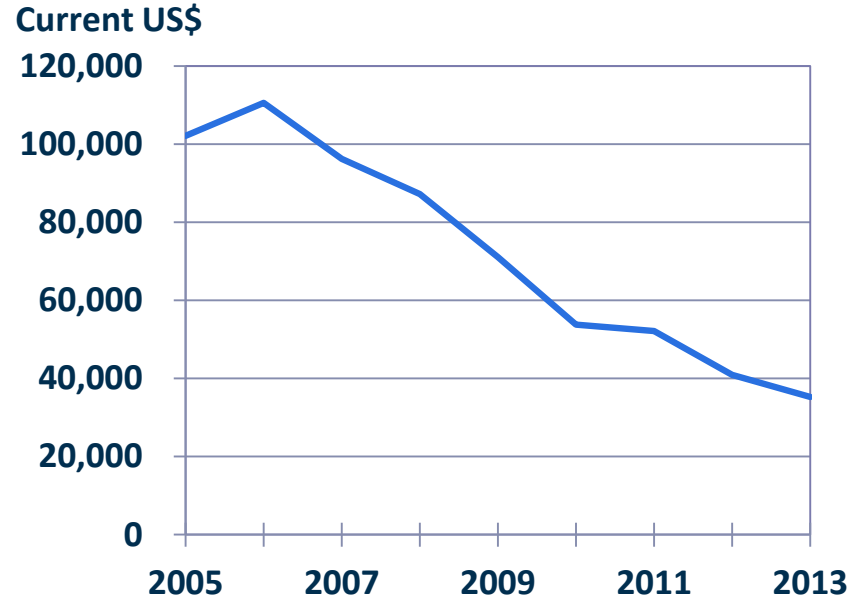


# City of Detroit median home values in decline

## Long-term trend

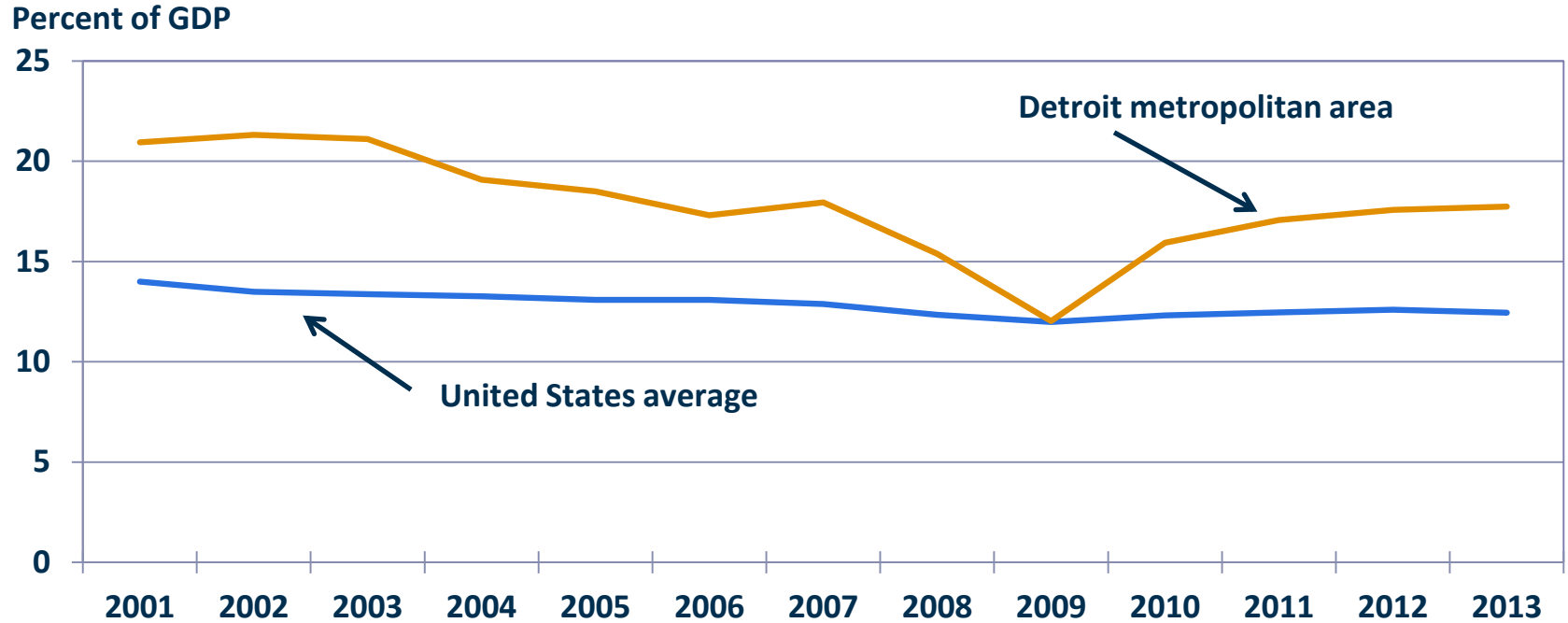


## Recent years



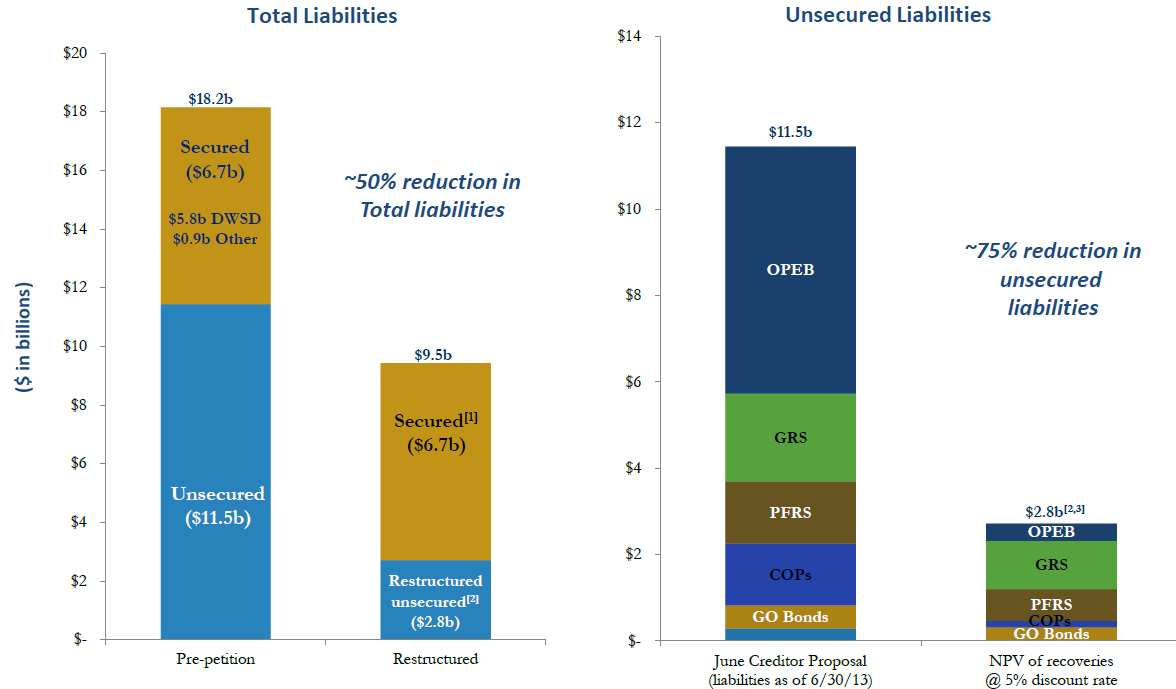


# After dipping to the U.S. average, Detroit manufacturing industry's share of total output has risen





# The Plan assume ~50% reduction in total liabilities and ~75% reduction in unsecured liabilities



[1] Prepetition liabilities are based on CAFR and June 14th Creditor Proposal, actual claim amounts may differ.

Treatment of DWSD and other secured debt to be determined.

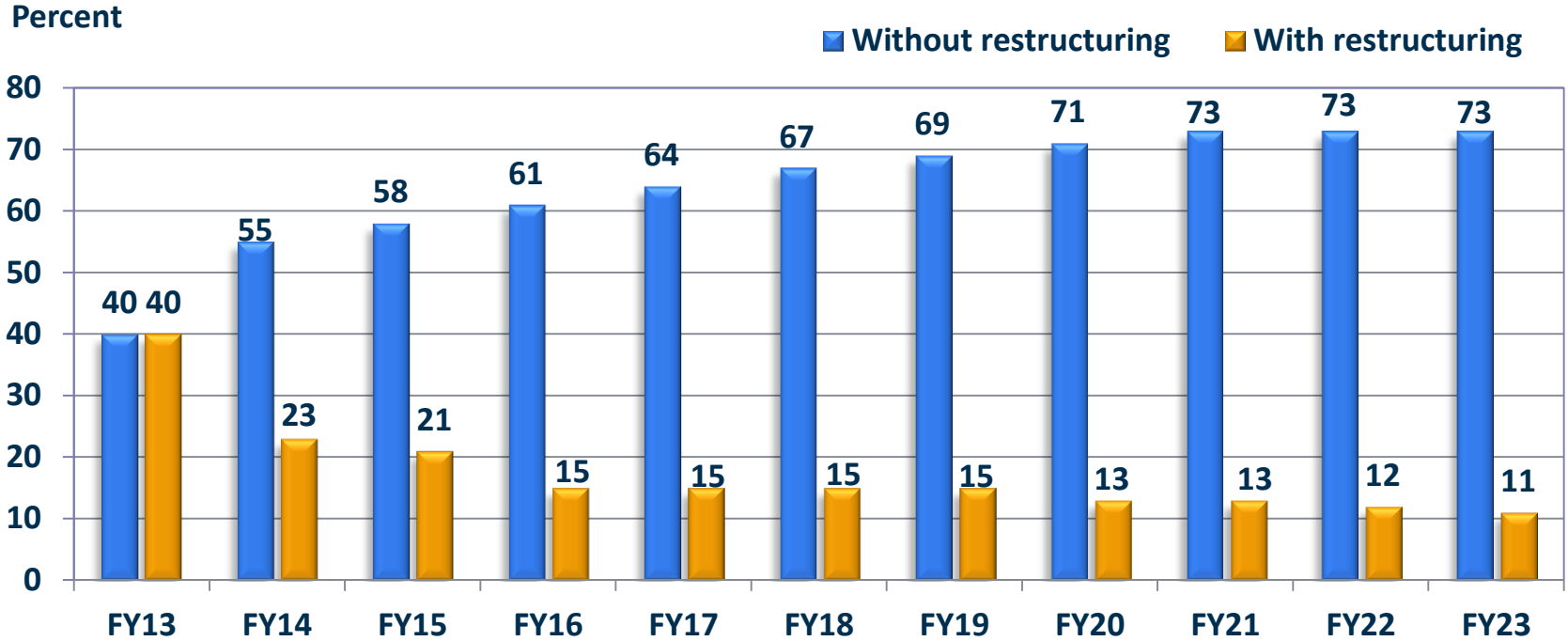
[2] Represents net present value of cash flows to unsecured creditors discounted at 5%. Actual liabilities at emergence are estimated to be slightly lower

[3] Hypothetical treatment of unsecured creditors is subject to on-going discussions and could change materially.



# Legacy costs as a percentage of revenues will be significantly reduced through the Chapter 9 process

*Legacy costs as a percentage of General Fund revenue*

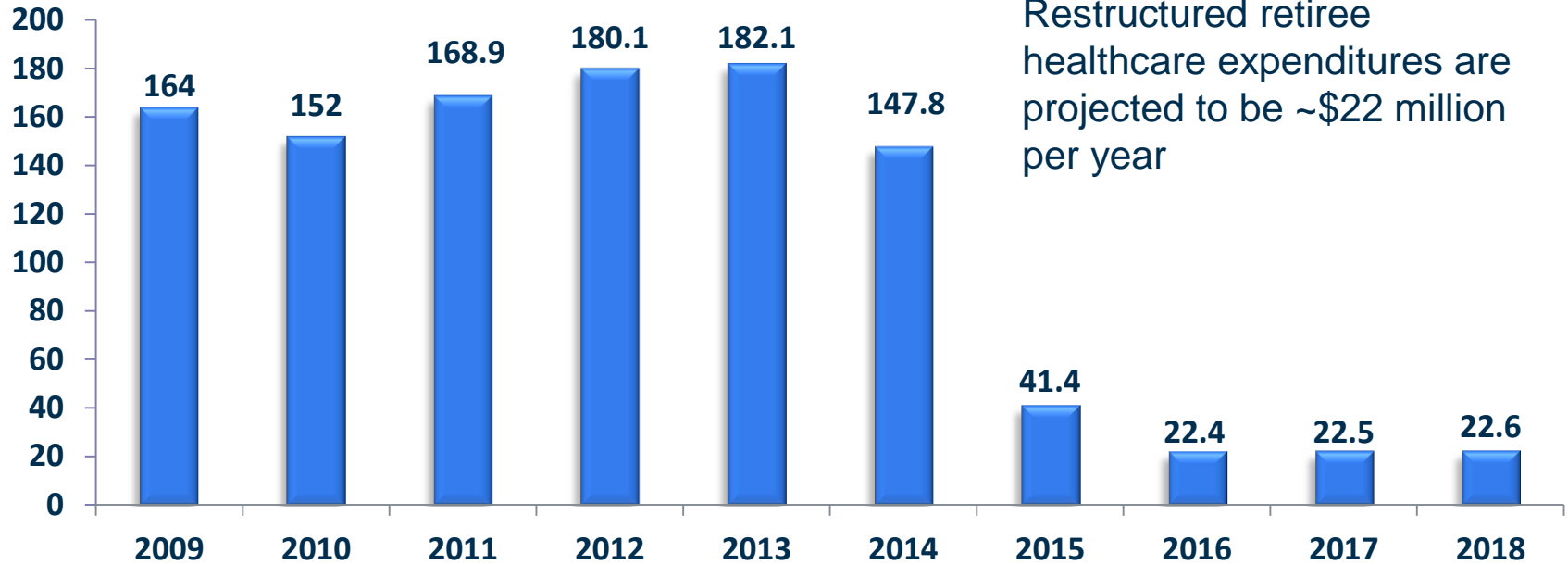




# Restructured retiree healthcare expenditures (OPEB) will be significantly reduced

*Retiree healthcare expenditures*

US\$ millions





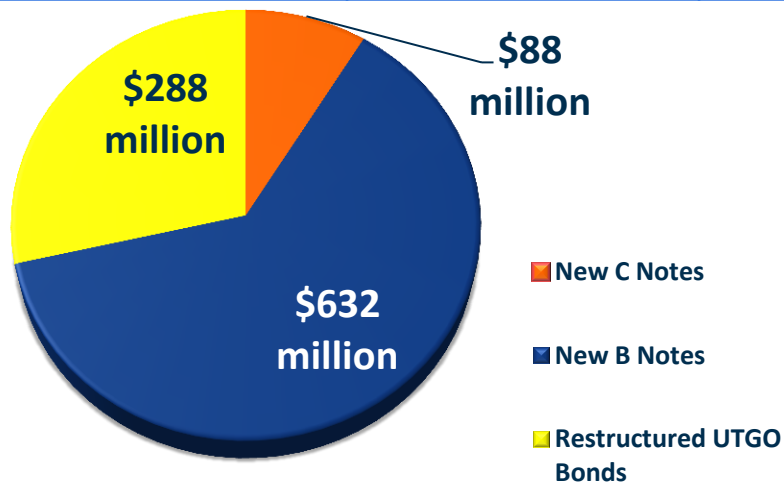
## Percentage recoveries for each class of Detroit debt

Class(es)	Type of debt	Recovery
1, 2, 3, 4 and 6	DWSD Bonds, Secured GO Bonds, Other Secured Debt, HUD Notes, Parking Bonds (Secured)	100%
5	Settled COP Swap (Secured)	30%
7	Settled LTGO	47%
8	Settled UTGO	74%
9	Settled COPs	13%
10	PFRS Pension	39-59%
11	GRS Pension	46-60%
12	Settled OPEB	11%
13	DDA Notes	10-13%
14	Other Unsecured	10-13%
15	Convenience Claims	25%
16	Subordinated Claims	0%
17	36 <sup>th</sup> District Court Claims	33%

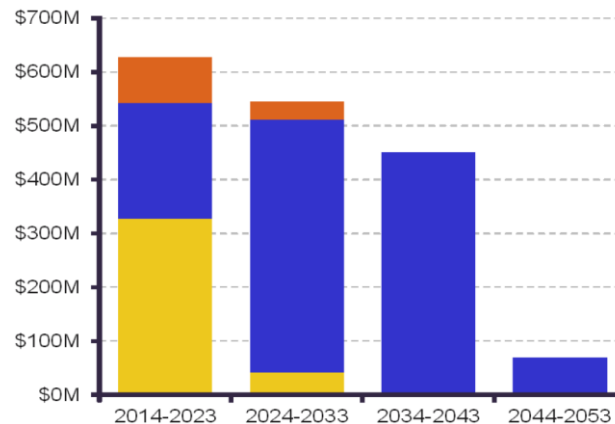


# New notes issued under the 8<sup>th</sup> amended plan

	Face value (US\$ millions)	Term	Interest	Holder
Restructured UTGO Notes	288	14 years	Various (3.7% - 5.375%)	UTGO
New B Notes	632	30 years	4%, 4%, 6%	OPEB, LTGO, COPs & Other Unsecured
New C Notes	88	12 years	5%	Synchora, FGIC
Total	1,008			



Debt Service







# Financial summary of reinvestment initiatives – ten-year total

