

## First Quarter 2013 Credit Outlook

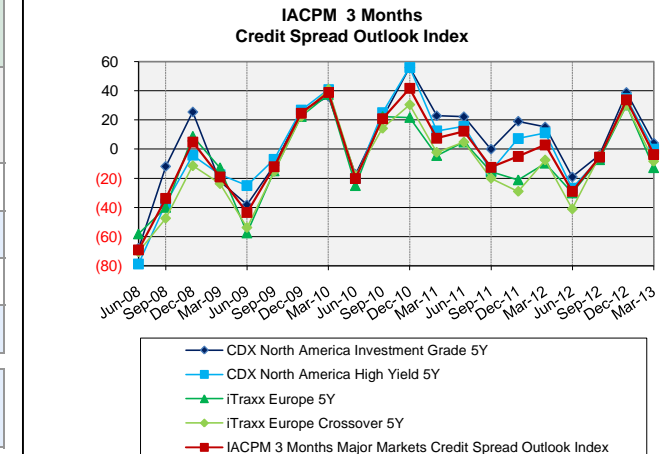
### Expected direction Credit Spreads will move over the course of the next 3 months

Percent of total respondents selecting the option.	Up (widen) Mar-13	Unchanged Mar-13	Down (narrow) Mar-13	IACPM 3 Months Credit Spread Outlook Index (positive numbers indicate credit improvement)				
				Mar-13	Dec-12	Sep-12	Jun-12	Mar-12
CDX North America Investment Grade 5Y vs. 91*	21%	53%	26%	4.3	38.8	(4.1)	(19.1)	15.2
CDX North America High Yield 5Y vs. 431*	33%	35%	33%	0.0	34.8	(6.3)	(26.8)	11.1
iTraxx Europe 5Y vs. 126*	31%	51%	18%	(12.8)	30.2	(7.1)	(30.0)	(9.8)
iTraxx Europe Crossover 5Y vs. 486*	31%	47%	22%	(8.3)	30.0	(4.9)	(41.0)	(7.5)

### IACPM Major Markets Credit Spread Outlook Index (weighted average based on number of responses)

(3.6) 33.7 (5.6) (29.0) 2.9

\*Values as of March 28, 2013 in basis points; Source: Markit



### Expected direction Credit Default Rates will move over the course of the next 12 months (annual twelve month trailing)

Percent of total respondents selecting the option.	Up Mar-13	Unchanged Mar-13	Down Mar-13	IACPM 12 Months Credit Default Outlook Index (positive numbers indicate credit improvement)				
				Mar-13	Dec-12	Sep-12	Jun-12	Mar-12
Average Corporate	38%	43%	20%	(18.1)	(10.6)	(33.1)	(26.3)	(21.9)
Average Retail/ Consumer Mortgage	26%	48%	25%	(0.9)	(13.6)	(32.3)	(24.6)	(22.0)
Average Commercial Real Estate	27%	48%	26%	(0.9)	(11.5)	(38.7)	(27.1)	(26.0)

### IACPM Aggregate Credit Default Outlook Index (weighted average based on number of responses)

(7.6) (11.9) (34.6) (26.0) (23.3)

