

Third Quarter 2013 Credit Outlook

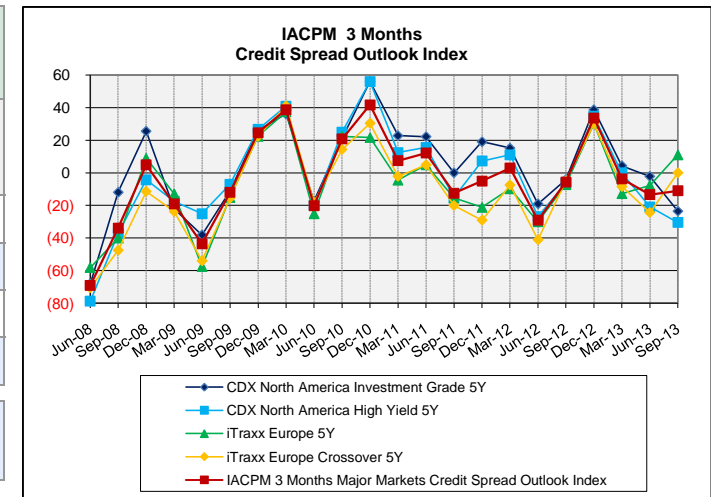
Expected direction Credit Spreads will move over the course of the next 3 months

Percent of total respondents selecting the option.	Up (widen) Sep-13	Unchanged Sep-13	Down (narrow) Sep-13	IACPM 3 Months Credit Spread Outlook Index (positive numbers indicate credit improvement)				
				Sep-13	Jun-13	Mar-13	Dec-12	Sep-12
CDX North America Investment Grade 5Y vs. 82*	43%	38%	19%	(23.4)	(2.2)	4.3	38.8	(4.1)
CDX North America High Yield 5Y vs. 403*	48%	35%	17%	(30.4)	(20.9)	0.0	34.8	(6.3)
iTraxx Europe 5Y vs. 105*	16%	58%	27%	11.1	(7.7)	(12.8)	30.2	(7.1)
iTraxx Europe Crossover 5Y vs. 408*	18%	64%	18%	0.0	(24.3)	(8.3)	30.0	(4.9)

IACPM 3 Months Major Markets Credit Spread Outlook Index (weighted average based on number of responses)

(11.0) (13.3) (3.6) 33.7 (5.6)

*Values as of September 30, 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 Sep-13	Unchanged Sep-13	Down Sep-13	IACPM 12 Months Credit Default Outlook Index (positive numbers indicate credit improvement)				
				Sep-13	Jun-13	Mar-13	Dec-12	Sep-12
Average Corporate	34%	44%	21%	(13.2)	(32.4)	(18.1)	(10.6)	(33.1)
Average Retail/ Consumer Mortgage	27%	48%	25%	(2.4)	(39.7)	(0.9)	(13.6)	(32.3)
Average Commercial Real Estate	26%	51%	22%	(3.9)	(34.8)	(0.9)	(11.5)	(38.7)

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

(6.9) (35.6) (7.6) (11.9) (34.6)

