



First Quarter 2014 Credit Outlook

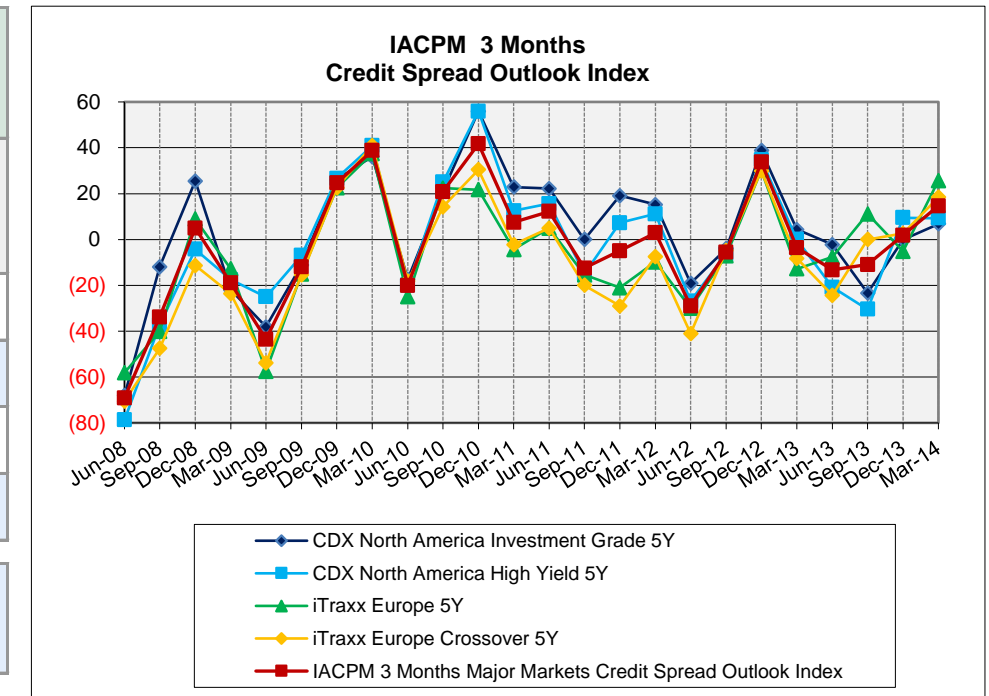
Expected direction Credit Spreads will move over the course of the next 3 months

Percent of total respondents selecting the option.	Up (widen) Mar-14	Unchanged Mar-14	Down (narrow) Mar-14	IACPM 3 Months Credit Spread Outlook Index (positive numbers indicate credit improvement)				
				Mar-14	Dec-13	Sep-13	Jun-13	Mar-13
CDX North America Investment Grade 5Y vs. 70*	18%	57%	25%	6.8	0.0	(23.4)	(2.2)	4.3
CDX North America High Yield 5Y vs. 339*	21%	49%	30%	9.3	9.5	(30.4)	(20.9)	0.0
iTraxx Europe 5Y vs. 78*	15%	44%	41%	25.6	(5.1)	11.1	(7.7)	(12.8)
iTraxx Europe Crossover 5Y vs. 290*	18%	45%	37%	18.4	2.6	0.0	(24.3)	(8.3)

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

14.6	1.8	(11.0)	(13.3)	(3.6)
-------------	------------	---------------	---------------	--------------

*Values as of March 28, 2014 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-14	Unchanged Mar-14	Down Mar-14	IACPM 12 Months Credit Default Outlook Index (positive numbers indicate credit improvement)				
				Mar-14	Dec-13	Sep-13	Jun-13	Mar-13
Average Corporate	39%	44%	17%	(22.2)	4.3	(13.2)	(32.4)	(18.1)
Average Retail/ Consumer Mortgage	29%	49%	22%	(7.3)	0.8	(2.4)	(39.7)	(0.9)
Average Commercial Real Estate	35%	43%	22%	(13.0)	8.3	(3.9)	(34.8)	(0.9)

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

(14.6)	4.5	(6.9)	(35.6)	(7.6)
---------------	------------	--------------	---------------	--------------

