



First Quarter 2010 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-10	Unchanged Mar-10	Down (narrow) Mar-10	IACPM 3 Months Credit Spread Outlook Index (positive numbers indicate credit improvement)				
				Mar-10	Dec-09	Sep-09	Jun-09	Mar-09
CDX North America Investment Grade 5Y vs. 86*	11%	43%	47%	36.2	26.1	(11.1)	(38.1)	(22.0)
CDX North America High Yield 5Y vs. 532*	7%	45%	48%	40.9	26.7	(7.0)	(25.0)	(17.5)
iTraxx Europe 5Y vs. 78*	20%	23%	58%	37.5	22.5	(15.0)	(57.5)	(12.8)
iTraxx Europe Crossover 5Y vs. 426*	18%	23%	59%	41.0	22.5	(15.4)	(53.8)	(23.7)

IACPM Major Markets Credit Spread Outlook Index

(weighted average based on number of responses)

38.8 24.6 (12.0) (43.5) (19.0)

*Values as of March 29, 2010 in basis points; Source: Markit

Expected direction Credit Defaults will move over the course of the next 12 months

Percent of total respondents selecting the option.	Up Mar-10	Unchanged Mar-10	Down Mar-10	IACPM 12 Months Credit Default Outlook Index (positive numbers indicate credit improvement)				
				Mar-10	Dec-09	Sep-09	Jun-09	Mar-09
Average Corporate	7%	24%	68%	60.0	35.4	(2.8)	(71.2)	(96.6)
Average Retail/ Consumer Mortgage	17%	29%	54%	35.7	22.4	(17.9)	(67.6)	(94.3)
Average Commercial Real Estate	25%	36%	39%	13.7	(25.3)	(25.9)	(78.1)	(95.0)

IACPM Aggregate Credit Default Outlook Index

(weighted average based on number of responses)

37.7 10.9 (15.3) (72.3) (95.3)

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