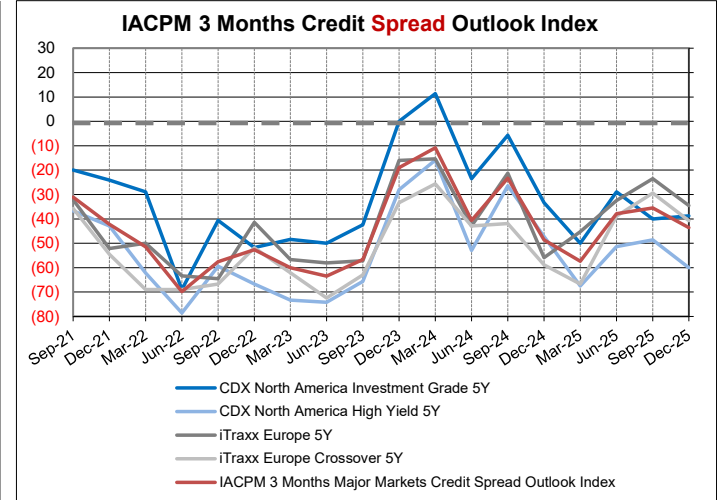


## Fourth Quarter 2025 Credit Outlook

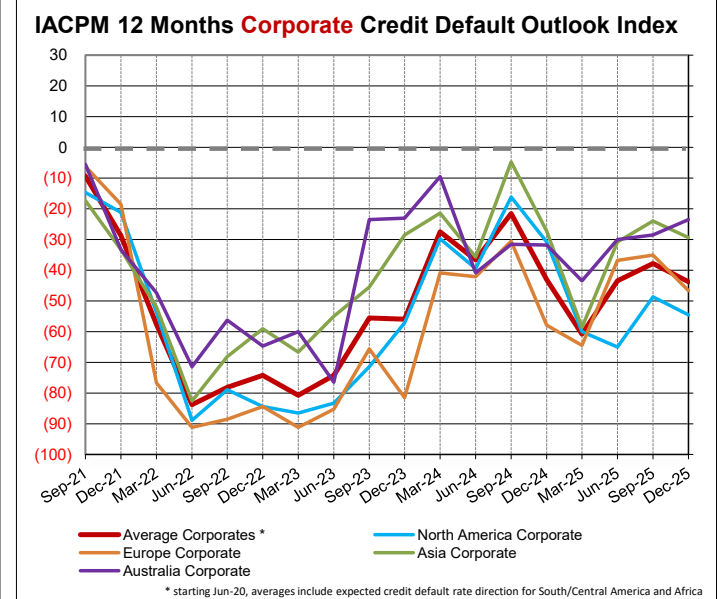
Expected direction **Credit Spreads** will move over the course of the next **3 months**

Percent of total respondents selecting the option.	Up (widen)	Unchanged	Down (narrow)	IACPM 3 Months Credit Spread Outlook Index (positive numbers indicate credit improvement)				
	Dec-25	Dec-25	Dec-25	Dec-25	Sep-25	Jun-25	Mar-25	Dec-24
CDX North America Investment Grade 5Y	42%	55%	3%	(38.7)	(40.0)	(28.9)	(50.0)	(33.3)
CDX North America High Yield 5Y	63%	33%	3%	(60.0)	(48.6)	(51.4)	(67.5)	(47.2)
iTraxx Europe 5Y	38%	59%	3%	(34.5)	(23.5)	(32.4)	(45.2)	(55.9)
iTraxx Europe Crossover 5Y	44%	52%	4%	(40.7)	(29.4)	(38.9)	(66.7)	(58.8)
<b>IACPM 3 Months Major Markets Credit Spread Outlook Index</b> (weighted average based on number of responses)				<b>(43.6)</b>	<b>(35.5)</b>	<b>(37.8)</b>	<b>(57.3)</b>	<b>(48.6)</b>



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	Unchanged	Down	IACPM 12 Months Credit Default Outlook Index (positive numbers indicate credit improvement)				
	Dec-25	Dec-25	Dec-25	Dec-25	Sep-25	Jun-25	Mar-25	Dec-24
Average Corporate*	51%	41%	7%	(43.8)	(37.8)	(43.4)	(60.8)	(43.0)
North America Corporate	61%	33%	6%	(54.5)	(48.7)	(65.0)	(60.0)	(30.8)
Europe Corporate	53%	40%	7%	(46.7)	(35.1)	(36.8)	(64.4)	(57.9)
Asia Corporate	41%	47%	12%	(29.4)	(24.0)	(30.8)	(58.6)	(27.3)
Australia Corporate	29%	65%	6%	(23.5)	(28.6)	(30.0)	(43.5)	(31.8)
Average Retail/ Consumer Mortgage*	50%	45%	5%	(44.8)	(37.9)	(35.8)	(62.8)	(44.7)
Average Commercial Real Estate*	36%	57%	8%	(28.3)	(19.2)	(26.3)	(49.7)	(40.7)
<b>IACPM Aggregate Credit Default Outlook Index</b> (weighted average based on number of responses)				<b>(39.0)</b>	<b>(32.0)</b>	<b>(35.6)</b>	<b>(57.8)</b>	<b>(42.8)</b>



\* Also includes data from Africa & Central/South America

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