

2011 Year-end Forecast Summary

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	Current ^a	JPM	Barclays	BofA-ML	CS	DB	GS	
EMBIG spread (bp)	282	250	-	222	230	250	-	
EM Local Ccy (USD Unhedged) Returns (%) ^b	13.6	8.3	-	6.9	6.0	7.21	-	
10-year US Treasury (%)	3.41	3.45	3.50	3.25	3.50	2.5	3.25	
Fed funds (%)	0-0.25	0-0.25	0-0.25	0.13	0-0.25	0.5	0.15	
3-month USD LIBOR	0.304	0.28	0.35	0.30	0.30	0.3	-	
WTI price (\$/bbl) Avg.	87.81	93.00	85 ^d	91.0	89.0	87.5	94.75	
Gold (\$/oz) Avg.	1372	1438	1445 ^d	1425	1560	1450	1690	
HG spread (bp)	152	120	140	120-180	120	190	-	
HY spread (bp)	593	515	530-560	480-600	525	620	-	
US Real GDP (%oya) ^c	2.80	3.1	3.1	2.7	2.8	3.2	2.70	
Global Real GDP (%oya) ^c	3.80	3.3	4.2	4.0	4.4	3.8	4.60	
EUR/USD	1.32	1.48	1.42	1.25	1.49	1.35	1.50	
USD/JPY	84	78.0	89	86	86	78	85.00	
USD/BRL	1.71	1.85	1.65	1.85	1.60	1.7	1.80	
USD/RUB	30.71	28.37	31.10	32.00	29.00	28.2	27.50	
USD/TRY	1.54	1.36	1.45	1.50	1.42	1.52	1.27	
USD/MXN	12.43	12.25	12.20	12.00	12.00	12.6	12.60	
BRL Selic Overnight Rate (%)	10.75	12.50	12.25	12.25	13.50	12	13.25	
MXN Repo Rate (%)	4.50	4.50	4.50	4.50	4.50	4	4.50	
TRY O/N Borrowing Rate (%)	6.50	8.00	8.00	7.00	8.00	7.5	9.50	
International EM Corporate Bond issuance (\$ bn)	203.0	165.8	169.0	225.0	180.0	180.0	-	
US Corporate default rate 2011 (%) ^c	2.0	1.5	2-2.5	2.4-3.7 issuer default rate		1.5	< 3.0	-
EM HY Corporate default rate 2011 (%) ^c	2.1	0.8	-	0.7-1.6 issuer default rate; 2.0% par rate		1.0	0.8	-

Footnotes:

a. As of December 16, 2010

b. J.P. Morgan GBI-EM Global Diversified

c. 2010 estimate

d. annual average