

Sector Returns

Bloomberg Barclays Stable Income Market Index (SIMI)



March 2021

Total Return	2021												2020
	Mar	Feb	Jan	Dec	Nov	Oct	Sep	Aug	Jul	Jun	May	Apr	Mar
Treasury	-22	-34	-3	7	7	-13	2	-6	17	7	15	18	165
Government-Related	-19	-31	3	14	15	-4	3	3	32	22	44	49	46
Agency	-17	-28	2	12	11	-5	4	2	24	16	36	49	40
Local Authority	-19	-31	11	19	17	-1	6	3	31	38	37	57	43
Sovereign	-25	-42	5	49	37	25	7	41	112	70	191	82	-150
Supranational	-20	-34	1	9	14	-10	-1	-4	26	17	24	40	101
Corporate	-32	-23	-5	40	56	18	-13	24	81	105	149	296	-379
Industrial	-25	-25	-6	38	55	11	-11	23	79	88	164	318	-430
Basic Industry	-33	-24	-3	36	48	13	5	34	92	125	166	279	-671
Capital Goods	-20	-28	-3	41	50	9	0	22	73	101	128	265	-282
Consumer Cyclical	-23	-20	-5	42	78	21	-5	25	102	126	190	310	-517
Consumer Non-Cyclical	-29	-31	-7	26	37	10	-13	11	70	50	121	278	-190
Energy	-19	-16	-2	68	87	0	-32	52	87	126	367	637	-1230
Technology	-25	-26	-11	29	44	10	-10	12	69	59	110	233	-163
Transportation	-17	-9	13	44	59	20	30	39	83	109	99	169	-405
Communications	-29	-34	-15	29	47	9	-17	18	78	102	121	295	-257
Utility	-38	-33	3	28	44	7	-6	12	69	67	92	392	-329
Electric	-38	-32	3	27	45	7	-6	12	68	66	89	384	-321
Natural Gas	-48	-48	5	41	31	5	-18	30	70	103	124	469	-452
Financial Institutions	-40	-19	-4	43	58	29	-16	26	84	132	137	259	-319
Banking	-43	-19	-8	37	48	28	-22	21	78	104	140	238	-246
Brokerage	-45	-35	-2	35	59	10	3	35	86	98	160	335	-376
Finance Companies	-24	-13	21	173	258	84	43	117	155	681	79	550	-1411
Insurance	-24	-16	0	25	49	18	-7	16	96	97	120	353	-324
REITS	-29	-23	31	61	77	26	16	57	121	294	133	256	-669
Securitized	-35	-44	29	42	17	-15	18	18	30	25	39	96	16
MBS Passthrough	-36	-46	36	46	13	-18	17	16	21	-3	13	87	92
ABS	-21	-17	7	18	13	-3	11	16	31	91	110	128	-172
Credit Card	-34	-23	2	20	11	-5	16	11	24	89	106	148	-165
Auto Loan	-7	-11	12	16	15	-2	6	21	38	94	114	107	-179
CMBS	-43	-62	16	46	46	-14	26	28	75	95	92	108	-175
Non Agency CMBS	-55	-54	29	62	59	-21	42	39	97	127	118	89	-269
Agency CMBS	-24	-73	-2	22	26	-2	1	10	41	49	53	137	-28

Sources: Bloomberg and Aladdin.

The Bloomberg Barclays Stable Income Market Index (SIMI) represents a low-risk blend of asset classes from within the Bloomberg Barclays Capital U.S. Aggregate Bond Index, focusing on shorter maturities, and providing diversified exposure to debt from the government, credit and securitized sectors. Indices are unmanaged and do not reflect any fees or expenses. Individuals cannot invest directly in an index.

The information in this report has been derived from sources believed to be accurate. Information derived from third-party sources, although believed to be reliable, has not been independently verified. This material contains general information only and does not take account of any investor's investment objectives or financial situation and should not be construed as specific investment advice, recommendation or be relied on in any way as a guarantee, promise, forecast or prediction of future events regarding an investment or the markets in general. Past performance is no guarantee of future results and should not be relied upon to make an investment decision. Investing involves risk, including possible loss of principal.

Morley Capital Management is a specialized investment boutique of Principal Global Investors. Principal Global Investors leads global asset management at Principal®

Visit us online at
www.morley.com
for the most recent
market updates,
Insights and
Perspectives.

Option Adjusted Spreads (OAS) by Sector

Bloomberg Barclays Stable Income Market Index (SIMI)



OAS	2021												2020
	Mar	Feb	Jan	Dec	Nov	Oct	Sep	Aug	Jul	Jun	May	Apr	Mar
Treasury	-1	-1	0	0	0	0	0	0	1	0	0	0	1
Government-Related	13	12	13	14	16	18	21	21	24	28	32	44	64
Agency	8	8	10	11	13	14	16	16	20	21	24	35	64
Local Authority	24	23	24	28	31	33	37	36	38	41	51	60	72
Sovereign	57	53	50	45	57	65	75	75	89	117	134	185	200
Supranational	8	8	9	11	10	12	13	13	14	15	18	22	32
Corporate	54	47	50	47	56	68	76	69	72	93	122	166	265
Industrial	50	45	47	44	53	65	70	65	73	89	114	161	268
Basic Industry	63	56	58	57	63	75	81	80	92	127	159	212	297
Capital Goods	49	47	44	43	51	62	66	70	80	94	123	145	237
Consumer Cyclical	54	50	54	50	59	78	86	83	90	112	149	200	324
Consumer Non-Cyclical	42	36	36	34	38	46	51	45	50	65	76	113	203
Energy	61	58	62	59	76	99	100	91	109	127	162	279	485
Technology	41	37	39	36	42	52	57	50	55	68	85	119	192
Transportation	66	62	64	67	75	92	102	108	117	132	190	196	306
Communications	51	47	48	44	48	59	66	56	63	73	100	132	231
Utility	57	50	51	48	53	67	68	62	66	76	92	121	266
Electric	58	50	52	48	54	68	69	62	67	76	91	120	264
Natural Gas	43	40	39	41	50	56	63	54	58	75	108	141	292
Financial Institutions	59	49	53	50	59	73	84	76	72	99	137	178	262
Banking	54	43	47	43	51	61	73	62	55	84	113	155	234
Brokerage	50	44	46	44	51	66	72	71	81	96	121	160	269
Finance Companies	133	129	135	129	181	266	288	294	332	368	604	637	845
Insurance	58	55	59	58	61	72	79	75	78	97	119	146	240
REITS	75	69	72	79	92	112	126	130	144	161	250	302	369
Securitized	11	14	12	29	45	50	50	48	60	63	70	79	102
MBS Passthrough	-3	3	0	22	43	48	46	42	54	55	53	52	71
ABS	27	21	19	23	25	28	30	35	46	51	88	138	189
Credit Card	25	19	18	22	25	26	29	35	44	42	74	116	169
Auto Loan	28	23	19	24	26	30	30	34	48	60	102	160	210
CMBS	63	61	60	67	76	85	86	91	101	113	134	151	173
Non Agency CMBS	79	70	71	80	93	105	103	112	125	143	173	196	211
Agency CMBS	39	47	45	48	51	54	60	58	63	68	76	84	116

March 2021

Visit us online at
www.morley.com
for the most recent
market updates,
Insights and
Perspectives.

Sources: Bloomberg and Aladdin.

The Bloomberg Barclays Stable Income Market Index (SIMI) represents a low-risk blend of asset classes from within the Bloomberg Barclays Capital U.S. Aggregate Bond Index, focusing on shorter maturities, and providing diversified exposure to debt from the government, credit and securitized sectors. Indices are unmanaged and do not reflect any fees or expenses. Individuals cannot invest directly in an index.

The information in this report has been derived from sources believed to be accurate. Information derived from third-party sources, although believed to be reliable, has not been independently verified. This material contains general information only and does not take account of any investor's investment objectives or financial situation and should not be construed as specific investment advice, recommendation or be relied on in any way as a guarantee, promise, forecast or prediction of future events regarding an investment or the markets in general. Past performance is no guarantee of future results and should not be relied upon to make an investment decision. Investing involves risk, including possible loss of principal.

Morley Capital Management is a specialized investment boutique of Principal Global Investors. Principal Global Investors leads global asset management at Principal®

Option Adjusted Spreads (OAS)

Monthly changes by sector

Bloomberg Barclays Stable Income Market Index (SIMI)



OAS Change	2021 Mar	Feb	Jan	Dec	Nov	Oct	Sep	Aug	Jul	June	May	Apr	2020 Mar
Treasury	0	-1	-1	0	0	0	-1	-1	1	0	0	-1	2
Government-Related	0	-1	-1	-2	-2	-3	0	-3	-4	-4	-11	-20	46
Agency	0	-2	-1	-1	-1	-2	0	-3	-2	-3	-11	-28	48
Local Authority	1	-1	-4	-3	-2	-4	1	-1	-3	-10	-9	-12	49
Sovereign	3	3	5	-12	-8	-10	0	-14	-28	-17	-52	-14	120
Supranational	0	-1	-2	0	-2	-1	1	-1	-2	-3	-4	-10	25
Corporate	7	-3	3	-9	-13	-8	7	-3	-20	-30	-43	-99	191
Industrial	4	-2	3	-9	-12	-5	5	-8	-16	-25	-46	-107	194
Basic Industry	7	-2	1	-6	-12	-6	1	-11	-36	-32	-53	-85	196
Capital Goods	3	2	2	-8	-12	-4	-4	-10	-15	-29	-22	-92	178
Consumer Cyclical	4	-4	5	-9	-19	-8	2	-7	-22	-38	-51	-124	232
Consumer Non-Cyclical	6	0	2	-4	-8	-6	7	-5	-15	-11	-37	-90	142
Energy	4	-5	3	-17	-24	-1	9	-19	-18	-35	-117	-206	391
Technology	4	-2	2	-6	-9	-5	6	-5	-13	-17	-34	-73	128
Transportation	4	-2	-3	-9	-16	-10	-6	-9	-15	-59	-5	-110	238
Communications	4	-1	4	-5	-11	-7	10	-7	-11	-27	-33	-98	164
Utility	7	-1	3	-6	-13	-1	7	-4	-10	-16	-29	-145	202
Electric	8	-1	3	-5	-14	-1	6	-5	-9	-15	-29	-144	201
Natural Gas	2	1	-2	-9	-6	-6	9	-3	-17	-33	-33	-151	225
Financial Institutions	10	-4	3	-9	-13	-12	8	3	-27	-37	-41	-84	186
Banking	12	-4	4	-7	-11	-12	11	8	-30	-29	-41	-79	162
Brokerage	6	-1	1	-7	-14	-7	2	-10	-15	-24	-39	-109	194
Finance Companies	4	-6	6	-52	-84	-23	-6	-38	-37	-235	-33	-208	717
Insurance	3	-4	1	-3	-11	-7	4	-3	-18	-22	-27	-94	156
REITS	6	-3	-6	-14	-20	-14	-4	-14	-17	-88	-52	-67	284
Securitized	-3	2	-17	-16	-5	1	2	-12	-3	-7	-9	-23	55
MBS Passthrough	-6	2	-22	-21	-5	2	5	-13	-1	2	1	-18	24
ABS	6	2	-4	-2	-3	-2	-5	-11	-5	-37	-50	-51	157
Credit Card	6	1	-4	-3	-1	-3	-7	-8	1	-32	-42	-52	137
Auto Loan	5	4	-5	-2	-4	0	-3	-14	-12	-42	-57	-50	177
CMBS	2	1	-7	-9	-9	-1	-5	-10	-12	-21	-17	-22	111
Non Agency CMBS	9	-1	-10	-13	-12	2	-9	-13	-18	-30	-23	-15	140
Agency CMBS	-8	3	-3	-3	-4	-5	2	-6	-5	-8	-8	-32	70

March 2021

Visit us online at
www.morley.com
for the most recent
market updates,
Insights and
Perspectives.

Sources: Bloomberg and Aladdin.

The Bloomberg Barclays Stable Income Market Index (SIMI) represents a low-risk blend of asset classes from within the Bloomberg Barclays Capital U.S. Aggregate Bond Index, focusing on shorter maturities, and providing diversified exposure to debt from the government, credit and securitized sectors. Indices are unmanaged and do not reflect any fees or expenses. Individuals cannot invest directly in an index.

The information in this report has been derived from sources believed to be accurate. Information derived from third-party sources, although believed to be reliable, has not been independently verified. This material contains general information only and does not take account of any investor's investment objectives or financial situation and should not be construed as specific investment advice, recommendation or be relied on in any way as a guarantee, promise, forecast or prediction of future events regarding an investment or the markets in general. Past performance is no guarantee of future results and should not be relied upon to make an investment decision. Investing involves risk, including possible loss of principal.

Morley Capital Management is a specialized investment boutique of Principal Global Investors. Principal Global Investors leads global asset management at Principal®