

Sector Returns

Bloomberg Barclays Stable Income Market Index (SIMI)



Total Return	2021 Sep	Aug	Jul	Jun	May	Apr	Mar	Feb	Jan	Dec	Nov	Oct	2020 Sep
Treasury	-29	-8	40	-26	20	17	-22	-34	-3	7	7	-13	2
Government-Related	-27	-2	36	-18	21	21	-19	-31	3	14	15	-4	3
Agency	-22	-2	33	-18	18	18	-17	-28	2	12	11	-5	4
Local Authority	-33	-6	49	-15	24	21	-19	-31	11	19	17	-1	6
Sovereign	-41	8	23	-3	34	40	-25	-42	5	49	37	25	7
Supranational	-31	-5	41	-21	23	21	-20	-34	1	9	14	-10	-1
Corporate	-19	-6	36	-12	38	44	-32	-23	-5	40	56	18	-13
Industrial	-17	-7	34	-11	35	43	-25	-25	-6	38	55	11	-11
Basic Industry	-21	-8	36	-7	39	41	-33	-24	-3	36	48	13	5
Capital Goods	-15	-4	32	-9	32	42	-20	-28	-3	41	50	9	0
Consumer Cyclical	-23	-8	33	-9	36	45	-23	-20	-5	42	78	21	-5
Consumer Non-Cyclical	-19	-9	37	-17	34	42	-29	-31	-7	26	37	10	-13
Energy	-7	-8	32	-12	43	45	-19	-16	-2	68	87	0	-32
Technology	-18	-4	33	-12	30	39	-25	-26	-11	29	44	10	-10
Transportation	-11	-4	32	2	37	53	-17	-9	13	44	59	20	30
Communications	-20	-7	37	-7	37	44	-29	-34	-15	29	47	9	-17
Utility	-12	-14	37	-8	27	36	-38	-33	3	28	44	7	-6
Electric	-11	-14	38	-9	27	37	-38	-32	3	27	45	7	-6
Natural Gas	-13	-6	25	-6	24	27	-48	-48	5	41	31	5	-18
Financial Institutions	-22	-4	38	-14	42	48	-40	-19	-4	43	58	29	-16
Banking	-23	-3	36	-18	43	44	-43	-19	-8	37	48	28	-22
Brokerage	-25	-12	43	-9	39	46	-45	-35	-2	35	59	10	3
Finance Companies	-17	-7	56	23	50	100	-24	-13	21	173	258	84	43
Insurance	-22	-3	36	-5	35	45	-24	-16	0	25	49	18	-7
REITS	-19	-13	51	-1	44	59	-29	-23	31	61	77	26	16
Securitized	-31	-10	49	-7	15	37	-35	-44	29	42	17	-15	18
MBS Passthrough	-32	-13	52	-5	7	40	-36	-46	36	46	13	-18	17
ABS	-21	-2	23	1	22	17	-21	-17	7	18	13	-3	11
Credit Card	-33	-6	35	8	26	25	-34	-23	2	20	11	-5	16
Auto Loan	-9	3	12	-7	18	9	-7	-11	12	16	15	-2	6
CMBS	-36	-7	58	-24	45	45	-43	-62	16	46	46	-14	26
Non Agency CMBS	-33	-4	62	-21	41	48	-55	-54	29	62	59	-21	42
Agency CMBS	-42	-10	53	-28	52	42	-24	-73	-2	22	26	-2	1

September 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) by Sector

Bloomberg Barclays Stable Income Market Index (SIMI)



OAS	2021 Sep	Aug	Jul	Jun	May	Apr	Mar	Feb	Jan	Dec	Nov	Oct	2020 Sep
Treasury	-1	-1	-1	-1	-2	-1	-1	-1	0	0	0	0	0
Government-Related	8	7	9	10	10	12	13	12	13	14	16	18	21
Agency	4	3	5	7	6	8	8	8	10	11	13	14	16
Local Authority	17	15	17	17	21	22	24	23	24	28	31	33	37
Sovereign	40	35	39	39	45	50	57	53	50	45	57	65	75
Supranational	5	4	6	5	6	8	8	8	9	11	10	12	13
Corporate	43	44	44	40	42	47	54	47	50	47	56	68	76
Industrial	39	41	40	37	38	44	50	45	47	44	53	65	70
Basic Industry	48	48	43	42	44	58	63	56	58	57	63	75	81
Capital Goods	39	41	41	37	39	44	49	47	44	43	51	62	66
Consumer Cyclical	43	44	43	39	41	47	54	50	54	50	59	78	86
Consumer Non-Cyclical	34	36	34	31	31	36	42	36	36	34	38	46	51
Energy	45	49	48	44	46	54	61	58	62	59	76	99	100
Technology	33	36	37	32	34	37	41	37	39	36	42	52	57
Transportation	50	51	51	46	52	56	66	62	64	67	75	92	102
Communications	40	42	42	38	42	46	51	47	48	44	48	59	66
Utility	52	53	50	47	51	54	57	50	51	48	53	67	68
Electric	54	55	51	48	52	55	58	50	52	48	54	68	69
Natural Gas	43	43	41	35	38	42	43	40	39	41	50	56	63
Financial Institutions	47	47	48	44	45	52	59	49	53	50	59	73	84
Banking	44	44	45	41	41	47	54	43	47	43	51	61	73
Brokerage	43	40	39	36	39	45	50	44	46	44	51	66	72
Finance Companies	98	102	100	96	108	114	133	129	135	129	181	266	288
Insurance	43	44	45	42	46	51	58	55	59	58	61	72	79
REITS	59	58	56	55	59	66	75	69	72	79	92	112	126
Securitized	12	14	13	12	9	7	11	14	12	29	45	50	50
MBS Passthrough	1	5	4	2	-2	-7	-3	3	0	22	43	48	46
ABS	22	20	20	17	18	24	27	21	19	23	25	28	30
Credit Card	22	20	19	18	17	24	25	19	18	22	25	26	29
Auto Loan	21	20	21	16	18	25	28	23	19	24	26	30	30
CMBS	56	56	57	56	54	60	63	61	60	67	76	85	86
Non Agency CMBS	70	70	71	71	71	75	79	70	71	80	93	105	103
Agency CMBS	34	35	36	32	30	39	39	47	45	48	51	54	60

September 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 Sep	Aug	Jul	Jun	May	Apr	Mar	Feb	Jan	Dec	Nov	Oct	2020 Sep
Treasury	0	-1	0	1	-1	1	0	-1	-1	0	0	0	-1
Government-Related	1	-2	-1	-1	-2	-1	0	-1	-1	-2	-2	-3	0
Agency	1	-1	-2	0	-1	0	0	-2	-1	-1	-1	-2	0
Local Authority	1	-2	0	-3	-2	-1	1	-1	-4	-3	-2	-4	1
Sovereign	6	-5	0	-6	-5	-6	3	3	5	-12	-8	-10	0
Supranational	1	-2	1	-1	-2	0	0	-1	-2	0	-2	-1	1
Corporate	-1	0	4	-1	-6	-6	7	-3	3	-9	-13	-8	7
Industrial	-2	0	4	-2	-5	-6	4	-2	3	-9	-12	-5	5
Basic Industry	0	5	1	-3	-13	-5	7	-2	1	-6	-12	-6	1
Capital Goods	-2	0	4	-3	-4	-6	3	2	2	-8	-12	-4	-4
Consumer Cyclical	-1	1	4	-2	-6	-7	4	-4	5	-9	-19	-8	2
Consumer Non-Cyclical	-2	1	3	0	-5	-6	6	0	2	-4	-8	-6	7
Energy	-4	0	4	-2	-8	-8	4	-5	3	-17	-24	-1	9
Technology	-3	-1	5	-2	-3	-4	4	-2	2	-6	-9	-5	6
Transportation	-1	0	5	-6	-4	-9	4	-2	-3	-9	-16	-10	-6
Communications	-2	0	4	-4	-5	-5	4	-1	4	-5	-11	-7	10
Utility	-1	3	3	-4	-3	-3	7	-1	3	-6	-13	-1	7
Electric	-1	4	3	-4	-3	-4	8	-1	3	-5	-14	-1	6
Natural Gas	0	2	6	-3	-4	-1	2	1	-2	-9	-6	-6	9
Financial Institutions	0	-1	4	-1	-7	-7	10	-4	3	-9	-13	-12	8
Banking	0	-1	4	0	-7	-7	12	-4	4	-7	-11	-12	11
Brokerage	3	2	2	-3	-6	-6	6	-1	1	-7	-14	-7	2
Finance Companies	-4	2	5	-12	-6	-19	4	-6	6	-52	-84	-23	-6
Insurance	-1	0	3	-4	-6	-7	3	-4	1	-3	-11	-7	4
REITS	1	2	2	-4	-7	-9	6	-3	-6	-14	-20	-14	-4
Securitized	-2	1	2	3	1	-3	-3	2	-17	-16	-5	1	2
MBS Passthrough	-4	1	2	4	5	-4	-6	2	-22	-21	-5	2	5
ABS	1	1	3	-1	-6	-3	6	2	-4	-2	-3	-2	-5
Credit Card	2	2	1	0	-6	-2	6	1	-4	-3	-1	-3	-7
Auto Loan	1	-1	5	-2	-7	-4	5	4	-5	-2	-4	0	-3
CMBS	0	-1	1	1	-6	-3	2	1	-7	-9	-9	-1	-5
Non Agency CMBS	0	-1	0	0	-4	-4	9	-1	-10	-13	-12	2	-9
Agency CMBS	-1	-1	4	2	-9	-1	-8	3	-3	-3	-4	-5	2

September 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®