Total/excess return forecasts in HY, IG, leveraged loans

	HY	IG	5yr Trsy	10yr Trsy
Spreads/Yields				
Current	476	129	147	201
Target	510	130	195	250
Change	34	1	48	49
Normal HY vs IG Beta = 4:1				
Duration	4.6	6.5	4.8	8.5
Change in Yield	82	49	48	49
Change in Price	-377	-319	-230	-417
Current Yield	737	421		
Current Price	100.4	109.2		
Default Rate	3.5	0.0		
Recovery	40	--		
Credit Loss	-211	0		
Price Return	-5.9	-2.9		
Total Return	**1.5**	**1.3**		
Excess Return	**2.3**	**2.7**		

	Loans	2yr Trsy
Spreads/Yields		
Current	515	55
Target	500	155
Predicted Change	-15	100
Rate Duration	1.0	
Spread Duration	2.7	
Avg Par Coupon	440	
Libor/Tsy Change	100	
Total Change in Yield	85	
Repricings	-50	
Capital Gain	-110	
Current Yield	440	
Default Rate	3.5	
Price	99.9	
Credit Loss	87	
Total Return	**2.4**	

Source: Deutsche Bank