

# ASIAN CREDIT INVESTMENT RETURNS

August 2011

Asian Credit Investment Returns										Annualised Returns		
		31/08/2011	1 Month %	3 Month %	YTD %	1 Year %	3 Year %	5 Year %	Since 30/09/2005	3 Year AGR %	5 Year AGR %	30/09/2005 AGR %
Asian High Yield	Total Return	USD	-4.89%	-5.15%	-1.62%	3.73%	40.91%	55.29%	62.33%	12.09%	9.20%	8.53%
	Unhedged	AUD	-2.40%	-5.36%	-6.02%	-12.07%	12.84%	10.53%	15.48%	4.10%	2.02%	2.46%
	AUD Hedge Performance	AUD	-2.35%	1.02%	7.08%	21.99%	23.91%	42.35%	42.43%	7.39%	7.31%	6.16%
	Hedged Return	AUD	-4.75%	-4.35%	1.06%	9.92%	36.75%	52.88%	57.91%	10.97%	8.86%	8.02%
Asian Investment Grade	Total Return	USD	0.37%	1.36%	5.04%	4.92%	30.12%	41.14%	44.47%	9.15%	7.13%	6.41%
	Unhedged	AUD	3.00%	1.13%	0.35%	-11.05%	4.20%	0.45%	2.77%	1.38%	0.09%	0.46%
	AUD Hedge Performance	AUD	-2.35%	1.02%	7.08%	21.99%	23.91%	42.35%	42.43%	7.39%	7.31%	6.16%
	Hedged Return	AUD	0.65%	2.15%	7.43%	10.93%	28.11%	42.80%	45.20%	8.59%	7.38%	6.50%
Australian Investment Grade	UBS Composite Bond Index	AUD	2.02%	4.57%	8.28%	7.31%	25.85%	40.45%	45.94%	7.95%	7.03%	6.59%
	UBS Australian Credit Index	AUD	1.08%	2.97%	6.85%	7.61%	27.42%	40.59%	46.70%	8.40%	7.05%	6.69%

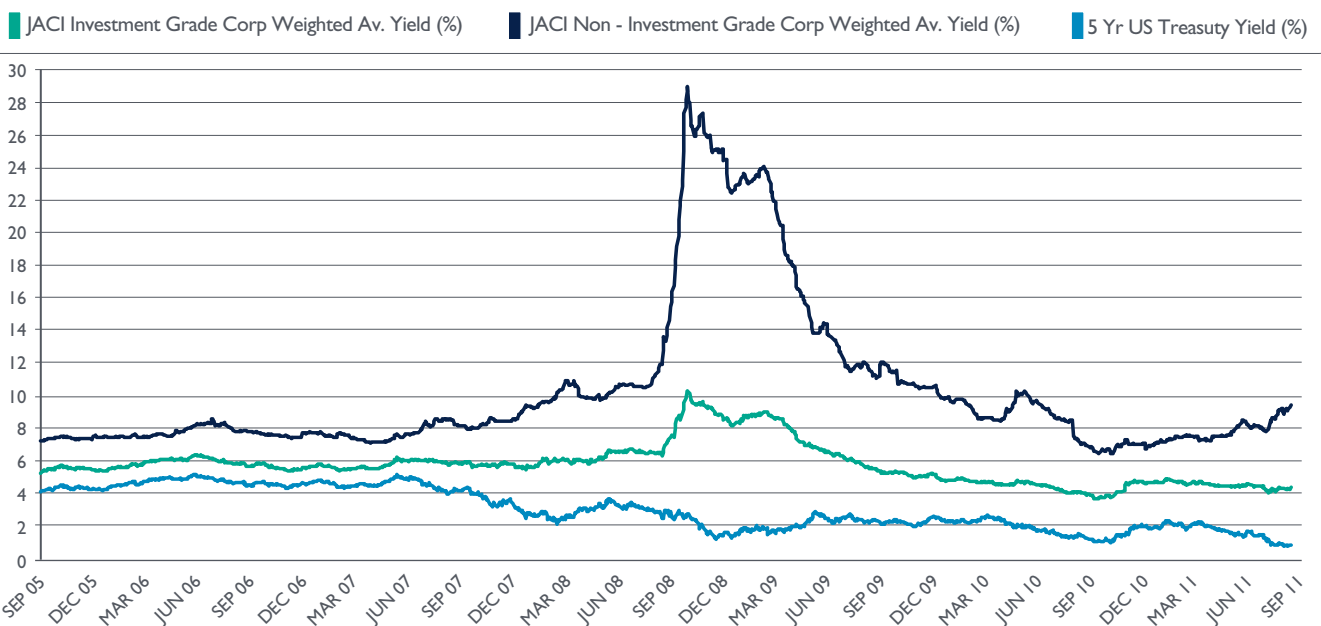
		Weight %	Yield % (USD)	Hedged Yield % (AUD)*	Duration (yrs)	Spread v UST. (bp)
Asian Credit Market Statistics	Asian Investment Grade Corporate	71.6%	4.4%	8.1%	5.10	282
	Asian High Yield Corporate	28.4%	9.1%	12.8%	4.30	752
	Blended IG/HY Asian Corporate	100.0%	5.7%	9.4%	4.87	416

## Tactical Recommendations

Sector  
US Interest Rate:  
FX -- (AUD investors only)

\* USD Yield + USD/ AUD 12mth forward pickup  
Source: UBSAustralia, JP Morgan, Chimaera Index Advisors, Bloomberg

## Asian Corporate Yields vs US Treasuries (USD)



Melbourne  
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