



September 23rd 2016 Sector Yield Summary

The Markit US ABS Pricing Sector Yield Summary gives a weekly snap shot of the US Non-Agency RMBS market. Our yield calculations are based on the performance of the senior most tranches in each sector from the most widely traded vintages.

For more information on the US ABS Pricing service, requests for addition yield information or general questions please email us at USABSPricing@Markit.com

Note: Levels in late 2015 reflect updated assumption sets.

| Product Type | Yield in % | | | Product Type | Yield in % | | |
|--------------------|------------|------------|---------|-------------------|------------|------------|---------|
| | Current | 4 Week Chg | YTD | | Current | 4 Week Chg | YTD |
| Prime Fixed | | | | Prime ARM | | | |
| 2005 | 4.021 | (0.309) | (0.218) | 2005 | 3.600 | (0.061) | (0.530) |
| 2006 | 3.776 | (0.767) | (0.925) | 2006 | 3.837 | 0.052 | (0.549) |
| 2007 | 4.070 | (0.265) | (0.115) | 2007 | 4.122 | 0.014 | (0.579) |
| ALT-A Fixed | | | | ALT-A ARM | | | |
| 2005 | 4.465 | (0.158) | (0.233) | 2005 | 4.219 | 0.012 | (0.194) |
| 2006 | 4.548 | (0.122) | (0.166) | 2006 | 4.565 | (0.094) | (0.194) |
| 2007 | 4.678 | (0.143) | (0.137) | 2007 | 4.569 | (0.380) | (0.170) |
| Subprime | | | | Option ARM | | | |
| 2005 | 4.290 | (0.100) | 0.640 | 2005 | 4.196 | (0.111) | (0.353) |
| 2006 | 5.114 | 0.103 | 0.159 | 2006 | 4.740 | (0.186) | (0.175) |
| 2007 | 4.963 | (0.120) | 0.069 | 2007 | 4.521 | (0.083) | (0.130) |

❖ Negative numbers indicate tightening of yields

| Sector | Description |
|-------------|---|
| Prime Fixed | Prime Borrowers with 30 Year Fixed Rate Mortgages |
| Prime ARM | Prime Borrowers with 30 Year Adjustable Rate Mortgages |
| ALT-A Fixed | Below Prime Borrowers with Fixed Rate Mortgages |
| ALT-A ARM | Below Prime Borrowers with Adjustable Rate Mortgages |
| Subprime | Subprime Borrowers with either a Fixed or Adjustable Rate Mortgage |
| Option ARM | Borrowers who have a mortgage that allows for an additional payment options besides only Principal and Interest |

