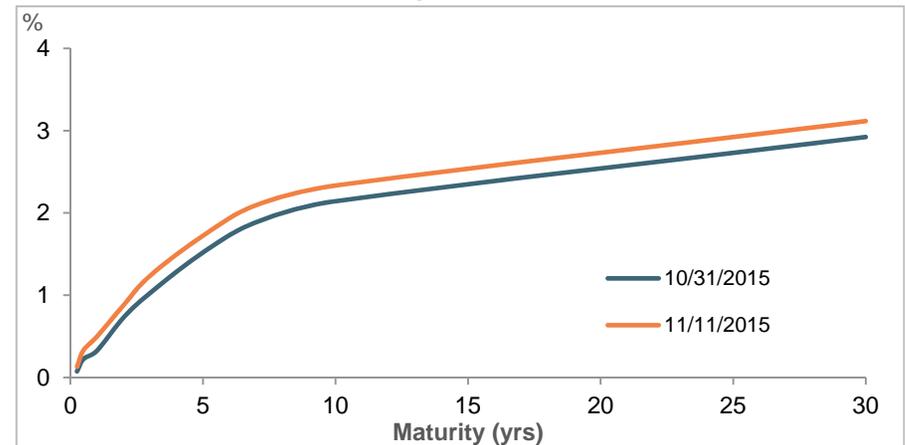




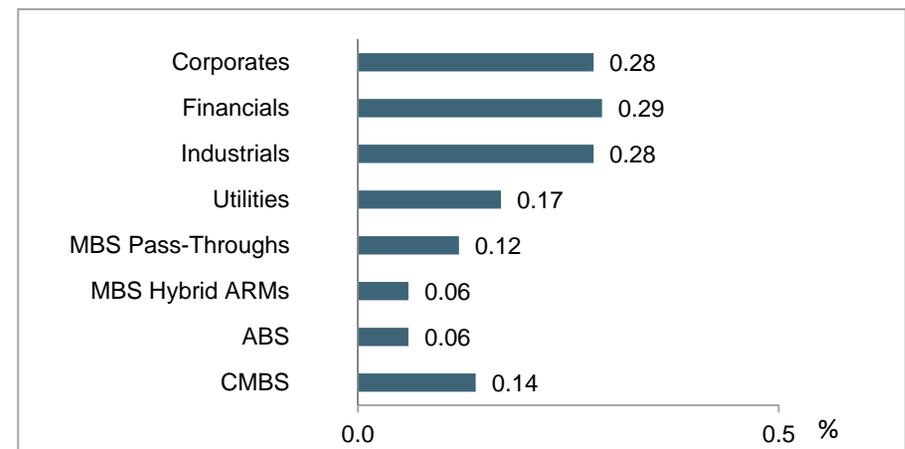
- The October employment report beat economist's expectations and increased the probability that a rate hike will occur in December
 - Non-farm payrolls added 271,000 jobs (versus a forecast of 185,000), and the unemployment rate fell by 0.1% to 5.0%¹
 - The strong report drove a significant Treasury sell-off, with the 30-year rate increasing by 13bps week-over-week to 3.12%¹
- Month-to-date corporate issuance totaled over \$40bn, highlighted by large energy-sector issuers Halliburton and Shell, who issued \$7.5bn and \$5bn respectively²
 - New deals were met with strong demand as higher all-in rates made corporate deals more attractive
 - Investment-grade corporate spreads tightened 5bps month-to-date to 154bps³
- Roughly 90% of S&P 500 companies have reported third-quarter earnings with 73% beating their EPS estimates¹
 - Despite weak revenue growth, many companies have implemented cost cutting programs to improve their bottom line
- Despite a heavy new-issue calendar, commercial mortgage-backed securities (CMBS) outperformed Treasuries month-to-date, following the "risk-on" trend in the corporate sector
- In the municipal market, year-to-date supply exceeded \$350bn, a 30% increase from this time last year¹

Treasury Yield Curve¹



Maturity	2-year	5-year	10-year	30-year
11/11/2015	0.88	1.72	2.33	3.12
MTD Change	0.15	0.20	0.19	0.19

MTD Excess Returns^{3*}



Sources: 1. Bloomberg 2. Citigroup 3. Barclays

*Excess returns are the curve-adjusted excess return of a given index relative to a term structure-matched position in Treasuries.

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