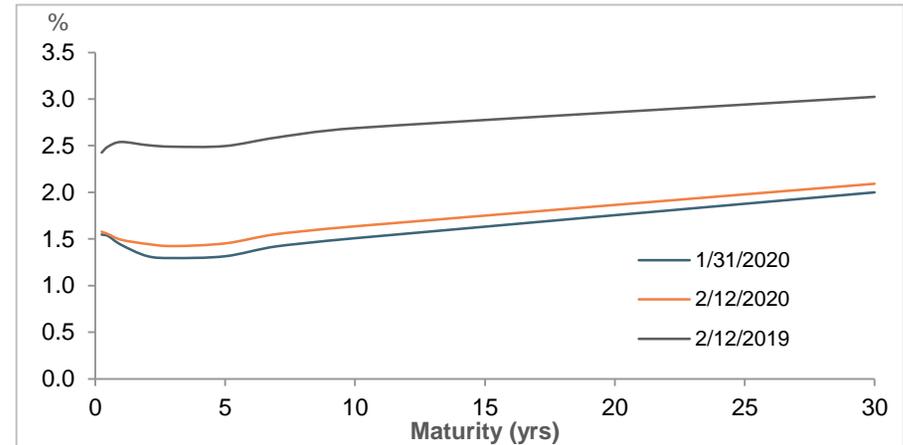




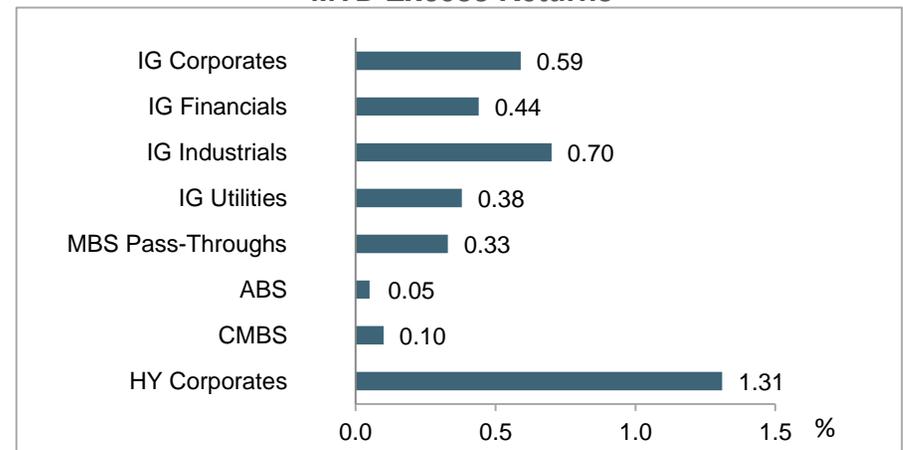
- Risk assets were resilient during the week, as strong quarterly earnings and positive US economic releases outweighed investor concern over the growing global impact of the coronavirus outbreak
 - US nonfarm payrolls increased by 225,000 in January, well ahead of estimates, and workforce participation rose to 63.4%, the highest level since 2013
 - The Federal Reserve, which offered an upbeat assessment of the US economy to Congress, warned of the potential risks of the outbreak, including global supply chains, tourism, and exports
- Treasury yields initially fell on global economic uncertainty, with the 10-year Treasury yield falling by 8bps, before closing 2bps lower week-over-week at 1.63%
 - The US Treasury sold \$198 billion of debt this week, including \$27 billion of 10-year notes and \$19 billion of 30-year bonds
- Investment-grade corporate issuers priced over \$30 billion of supply during the week, which was in-line with dealer expectations
 - The year-to-date total of over \$175 billion is roughly 18% ahead of last year's pace
- Robust investor demand for corporates continued, and investment-grade spreads tightened 2bps week-over-week, closing at 95bps
 - High-yield corporates followed suit amid equity market strength, and high-yield corporate spreads tightened 14bps to 346bps
- Asset-backed securities (ABS) underperformed other securitized sectors, as the week's \$10 billion of supply was the highest weekly total of 2020
- Municipal funds saw a 57th straight week of positive inflows, as investors added \$2.7 billion; high-yield municipal funds saw over \$700 million of inflows, the second highest week on record

Treasury Yield Curve



Maturity	2-year	5-year	10-year	30-year
2/12/2020	1.45	1.45	1.63	2.09
MTD Change	0.13	0.14	0.12	0.09

MTD Excess Returns



Sources: Bloomberg Barclays, Bloomberg, and Bloomberg Index Services Limited

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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