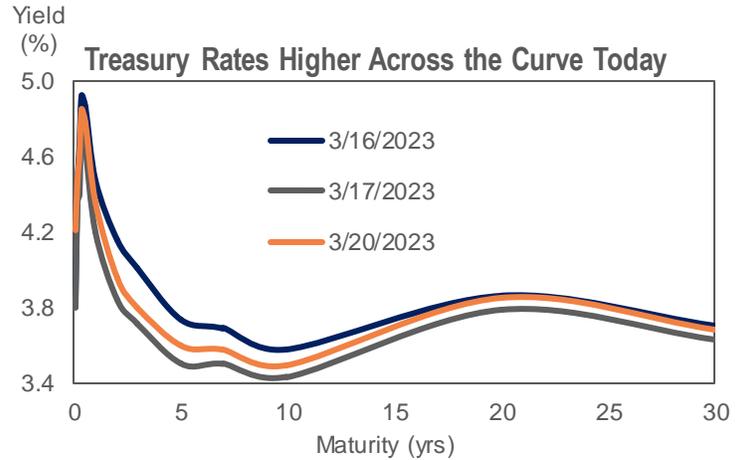


WEEKEND RECAP

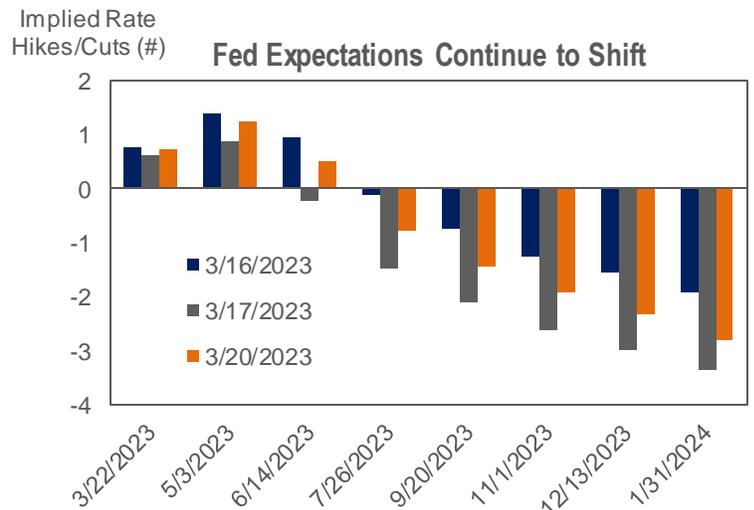
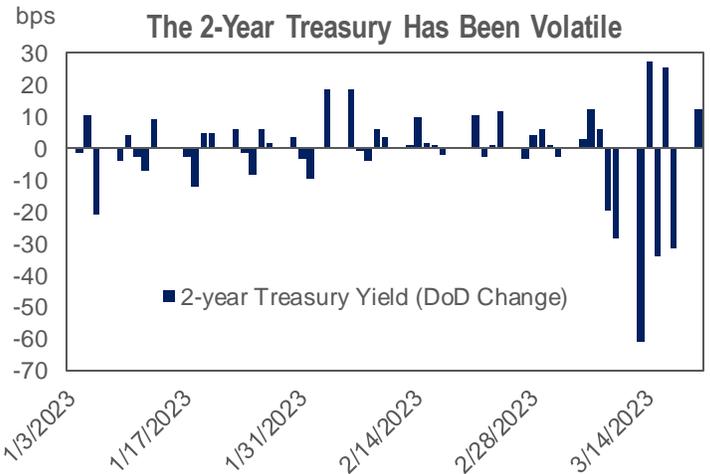
- UBS Group AG (UBS) agreed to buy Credit Suisse Group AG (CS) for CHF 3 billion after a weekend of negotiations between Swiss Regulators, UBS and CS.
 - Regulators stated the deal was necessary to secure financial stability, not only in Switzerland, but globally as well.
- The merger will be an all-stock transaction, and the Swiss National Bank will provide liquidity assistance to UBS through a liquidity loan and loss protection for non-core assets.
 - CS shareholders will receive one share of UBS per 22.48 shares of CS held.
- CS' outstanding senior holdco and senior opco debt will move to UBS; however, the Additional Tier 1 securities (AT1) were fully written down.
 - AT1 securities are meant to be loss absorbing, with the principal required to be written down or converted to equity upon a "trigger event."
 - At IR+M, we have neither purchased nor owned AT1 securities.
- Central banks took coordinated action to support the US dollar funding markets by increasing the frequency of operations from weekly to daily.

MARKET REACTION

- Positive equity performance overseas set the tone for US sentiment, with the S&P 500 Index up over 0.8%.
- Treasury yields rose across the curve; the 2-year approached 4% before settling near 3.96%, but it remains well below the 5.07% local peak on March 8th.
- Investment-grade spreads opened wider this morning before finding support and retracing throughout the day. Spreads generally closed unchanged to 4bps tighter with light volumes, however, there was wide dispersion across sectors.
 - Yankee and regional banks, particularly their subordinated debt, were outliers and closed wider on the day.
- Investors continue to look ahead to Wednesday's Federal Reserve (Fed) meeting, but remain divided on the outcome. Market pricing implies a roughly 70% probability of a rate hike at the meeting, despite the recent disruptions.
- At IR+M, we remain patient as we assess the short- and longer-term impacts of the recent events, but are ready to capitalize on any attractive opportunities.



Maturity	2-year	5-year	10-year	20-year	30-year
3/20/2023	3.96	3.59	3.49	3.85	3.68
DoD Change	0.12	0.09	0.05	0.06	0.05



As of: 3/20/23. Sources: Bloomberg and IR+M. Spread moves are estimates based on IR+M's market observations in the market on 3/20/23. Issuers highlighted due to presence in the news between 3/17/23 and 3/20/23. The views contained in this report are those of IR+M and are based on information obtained by IR+M from sources that are believed to be reliable but IR+M makes no guarantee as to the accuracy or completeness of the underlying third-party data used to form IR+M's views and opinions. This report is for informational purposes only and is not intended to provide specific advice, recommendations, or projected returns for any particular IR+M product. No part of this material may be reproduced in any form, or referred to in any other publication, without express written permission from Income Research + Management. "Bloomberg®" and Bloomberg Indices are service marks of Bloomberg Finance L.P. and its affiliates, including Bloomberg Index Services Limited ("BISL"), the administrator of the index (collectively, "Bloomberg") and have been licensed for use for certain purposes by IR+M. Bloomberg is not affiliated with IR+M, and Bloomberg does not approve, endorse, review, or recommend the products described herein. Bloomberg does not guarantee the timeliness, accurateness, or completeness of any data or information relating to any IR+M product.