F3 CAPITAL MARKET YIELDS AND SPREADS - NON-GOVERNMENT INSTRUMENTS

Corporate bonds with 1 to 5 years maturity

	Yields per cent per annum			Spreads over bonds issued by the Australian Government basis points			Spreads over swap rates basis points			5-year credit default swap spreads basis points		
	AA	A	BBB	AA	A	BBB	AA	A	BBB	AA	A	BBB
2010 Jun	6.00	6.55	7.14	151	204	265	103	156	218	120	118	108
2011 Jun	5.93	6.42	7.44	118	166	268	82	131	230	130	110	128
2012 Jun	4.54	5.12	6.08	205	263	361	128	184	276	171	168	203
2012/13												
Nov	3.77	4.29	5.33	110	162	267	69	119	219	115	109	142
Dec	3.65	4.17	5.16	99	148	248	71	117	213	105	104	141
Jan	3.70	4.25	5.19	92	143	238	67	114	205	103	101	134
Feb	3.69	4.15	5.00	97	141	226	67	109	189	99	99	128
Mar	3.84	4.30	5.08	98	141	220	63	102	180	88	93	118
Apr	3.51	3.97	4.80	90	135	218	57	99	180	90	95	111
May	3.47	3.92	4.59	86	129	197	56	96	161	80	92	105
Jun	3.78	4.25	4.86	108	149	210	75	114	173	127	127	151
2013/14												
Jul	3.49	3.97	4.57	95	139	198	65	109	164	106	103	128
Aug	3.60	4.09	4.74	90	135	199	60	105	164	110	105	131
Sep	3.55	4.05	4.65	82	129	187	55	100	156	--	--	--
Oct	3.63	4.13	4.68	76	122	177	51	95	149	--	--	--
Nov	3.76	4.14	4.73	80	117	174	59	96	150	--	--	--
Daily												
1 Nov	3.69	4.18	4.72	78	122	177	54	96	150	--	--	--
4 Nov	3.76	4.24	4.79	77	121	176	54	96	150	--	--	--
5 Nov	3.75	4.24	4.78	77	121	176	54	97	150	--	--	--
6 Nov	3.78	4.26	4.80	76	119	174	54	96	149	--	--	--
7 Nov	3.73	4.21	4.75	77	120	174	54	97	149	--	--	--
8 Nov	3.71	4.18	4.71	77	119	174	55	96	149	--	--	--
11 Nov	3.82	4.21	4.76	79	118	172	57	96	150	--	--	--
12 Nov	3.85	4.24	4.78	79	117	172	59	97	150	--	--	--
13 Nov	3.83	4.21	4.79	79	117	173	58	96	150	--	--	--
14 Nov	3.79	4.17	4.75	81	117	174	59	96	150	--	--	--
15 Nov	3.77	4.15	4.73	80	117	173	59	96	150	--	--	--
18 Nov	3.77	4.15	4.72	79	117	173	59	96	150	--	--	--
19 Nov	3.78	4.16	4.73	79	116	172	59	96	150	--	--	--
20 Nov	3.80	4.18	4.75	78	115	171	59	96	149	--	--	--
21 Nov	3.82	4.20	4.77	78	115	170	59	96	149	--	--	--
22 Nov	3.81	4.20	4.76	79	116	172	59	96	150	--	--	--
25 Nov	3.80	4.19	4.78	80	117	174	59	96	151	--	--	--
26 Nov	3.77	4.15	4.75	80	117	174	58	95	150	--	--	--
27 Nov	3.75	4.14	4.72	81	118	175	59	95	150	--	--	--
28 Nov	3.78	4.17	4.75	79	116	173	59	95	150	--	--	--
29 Nov	3.76	4.14	4.73	80	117	174	59	96	150	--	--	--

Sources: AFMA; Bloomberg; RBA; UBS AG, Australia Branch

F3 Capital Market Yields and Spreads – Non-government Instruments

Corporate bond yields are face-value weighted averages of yields on individual fixed-rate bonds issued by Australian non-government entities. Yields on individual bonds are sourced from UBS AG, Australia Branch.

Two sets of corporate bond spreads are shown: the spread to Treasury bonds issued by the Australian Government; and the spread to the bank swap rate. In both cases, the indices shown are face-value weighted averages of the spreads between individual bonds and Treasury bonds or swap rates of equivalent maturity.

The data cover fixed-rate bonds issued in Australia by financial institutions and non-financial corporates (including public trading enterprises and credit-wrapped bonds). They exclude asset-backed bonds and bonds issued by non-residents. Yields and spreads are shown for bonds that are in the broad credit ratings AA, A, and BBB (as determined by Standard and Poor's or, in the absence of an S&P rating, Moody's or Fitch), and that have a remaining term to maturity of between 1 and 5 years. All senior bonds quoted by UBS that meet these criteria are included in the calculations. Monthly figures shown are for the last working day of the month.

Credit default swap (CDS) spreads (premia) are the simple averages of credit default swap spreads on the senior unsecured debt of individual Australian financial institutions and non-financial corporates calculated over broad credit ratings (AA, A and BBB). The individual CDS spreads measure the annualised cost to insure against a credit event over a 5 year term. Individual spreads are obtained from AFMA. Monthly figures shown are for the last trading day of each month.