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## Fixed Income Commentary Subprime Remittance Update

Attached is data aggregated from April ABX Remittance Reports based on 80 deals. The ABX Index represents a standardized basket of home equity ABS reference obligations. It is constituted from reference obligations issued by twenty issuers of residential mortgage-backed securities with six sub-indexes, each consisting of one security of each such issuer having a specified Applicable Rating.

		3/25/10	4/25/10
Serious Delinquency (% current bal)			
ABX	06-1	44.23	42.78
ABX	06-2	49.45	48.07
ABX	07-1	53.39	52.23
ABX	07-2	51.62	50.22
ABX	ALL	49.67	48.32

		Monthly Change	
ABX	06-1	-0.633	-1.452
ABX	06-2	-0.775	-1.377
ABX	07-1	-0.502	-1.157
ABX	07-2	-0.797	-1.399
ABX	ALL	-0.68	-1.35

		Total Prepayment (CPR%)	
ABX	06-1	13.43	13.78
ABX	06-2	13.07	15.98
ABX	07-1	13.97	15.54
ABX	07-2	15.61	16.63
ABX	ALL	14.02	15.48

		Voluntary Prepayment (CPR%)	
ABX	06-1	0.53	0.50
ABX	06-2	0.00	0.00
ABX	07-1	0.03	0.45
ABX	07-2	0.00	0.29
ABX	ALL	0.14	0.31

		3/25/10	4/25/10
CDR			
ABX	06-1	12.94	13.32
ABX	06-2	13.31	16.31
ABX	07-1	13.95	15.15
ABX	07-2	15.85	16.39
ABX	ALL	14.01	15.29

		Current Loss Severity	
ABX	06-1	72.13	69.66
ABX	06-2	72.43	72.90
ABX	07-1	74.88	72.07
ABX	07-2	72.52	72.29
ABX	ALL	72.99	71.73

		Cumulative Loss (%)	
ABX	06-1	10.986	11.193
ABX	06-2	15.378	15.732
ABX	07-1	15.839	16.279
ABX	07-2	17.565	18.182
ABX	ALL	14.94	15.34

Source: Deutsche Bank

### Commentary

- Serious delinquency rates for all four indices materially declined for the second month in a row.
- Current loss severities dipped on average from 73% to 71.7%.
- Cumulative losses continued their steady increase: ABX 2006-1 rose to 11.2% while ABX 2007-2 rose to 18.2%.

In general, the data is consistent with signs of stabilization in the credit fundamentals of ABX.

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