

September 20, 2005
 ABS Perspectives
 After the Storm: Impact of Hurricanes on Home Equity Loans

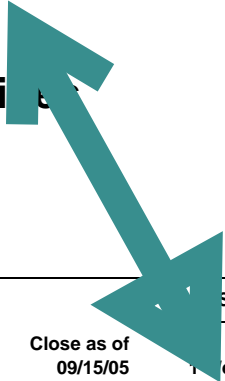
Text001



Asset Securitization

Primary Analyst:

AB



Spreads to Treasuries	Close as of 09/15/05	Spread Change (bp)			During the Past Year					
		1 Week	1 Month	3 Months	High	Low	Avg.	Std. Dev.	Deviation from Average	
Treasury Yields										
2-yr	3.89	2	-11	21	4.15	2.41	3.39	47	1.1	
5-yr	3.99	5	-8	14	4.33	3.24	3.78	27	0.8	
10-yr	4.21	7	1	14	4.64	3.89	4.19	15	0.1	
Non-Mortgage Product										
Credit Cards										
<i>AAA</i>										
2-yr	34	0	-1	1	41	31	35	2	-0.5	
3-yr	38	-1	1	1	49	34	40	4	-0.6	
5-yr	45	0	0	2	50	38	45	3	0.0	
10-yr	51	0	-2	1	64	46	53	4	-0.5	
<i>A Rated</i>										
2-yr	51	0	0	3	58	45	51	3	0.0	
3-yr	57	-1	2	3	69	50	58	5	-0.2	
5-yr	63	0	-2	2	73	58	63	4	-0.1	
<i>BBB Rated</i>										
3-yr	70	0	3	-3	88	67	76	6	-1.0	
5-yr	77	0	0	-3	95	74	82	6	-1.0	
Automobile Loans										
2-yr	38	0	1	4	48	32	38	3	0.0	
3-yr	45	-1	2	4	54	37	45	4	0.0	
Student Loans (T-Bill Indexed)										
2-yr	50	0	0	0	50	50	50	0	NA	
Rate Reduction Bonds										
2-yr	36	0	-1	2	44	32	37	3	-0.4	
5-yr	46	0	-1	2	53	41	46	3	-0.2	
10-yr	52	0	-2	1	65	44	54	4	-0.4	
Unsecured Corporates (Single-A Rated)										
<i>Financial</i>										
2-yr	49	1	1	-3	64	39	49	5	-0.1	
5-yr	63	3	-1	-1	76	55	66	5	-0.7	
10-yr	89	1	4	18	98	68	84	9	0.6	
<i>Industrial</i>										
2-yr	41	0	2	-3	52	35	42	3	-0.5	
5-yr	56	0	2	0	65	46	57	4	-0.1	
10-yr	83	0	7	7	84	57	72	6	1.8	

¹AAA-rated securities, except as noted.

Source: Morgan Stanley, Bloomberg Financial Markets