



HD Moody's: Australian auto ABS and RMBS performance stable in July

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Moody's Investors Service says the Australian auto ABS performance was stable in July 2014 compared with June 2014, with delinquencies in excess of 30 days decreasing marginally to 1.0% from 1.1%.

In addition, the Australian prime RMBS performance was stable in July 2014 compared with June 2014, with delinquencies in excess of 30 days remaining at 1.4%.

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The Australian prime RMBS performance compares favourably with other markets. For example, its 60-day-plus delinquency rate was 0.8% in July 2014, compared with over 5% observed in US RMBS.

These figures were presented in Moody's just-released report titled "Global Structured Finance Collateral Performance Review."

Moody's says its outlook on Australian ABS and RMBS performance remains stable, despite an expected incremental rise in delinquencies.

"Our stable outlook is underpinned by our economic forecasts for modest GDP growth of 2.5%-3.5%, an ongoing low cash rate of around 2.5%, and a broadly stable unemployment rate of 5.5%-6.5%," says Noirit Zaman, a Moody's Associate Analyst.

ABOUT MOODY'S GLOBAL STRUCTURED FINANCE COLLATERAL PERFORMANCE REVIEW REPORT

Moody's Global Structured Finance Collateral Performance Review Report is updated monthly and covers the collateral performance of various structured finance sectors located globally.

The report features typical aggregate performance metrics, such as delinquencies and losses, as well as sector-specific metrics that include **residential** and **commercial property** prices, loans in special servicing, refinancing profiles, average WARF levels, senior OC levels, payment rates, and excess spread. The underlying data is also included. The metrics are accompanied by sector commentary and outlooks, and projected losses by vintage where applicable.

The Australian data focuses on:

- Australian Auto ABS
- Australian Prime RMBS
- Australian Home Prices

Subscribers can access the report at:

http://www.moodys.com/viewresearchdoc.aspx?docid=PBS_SF220325

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