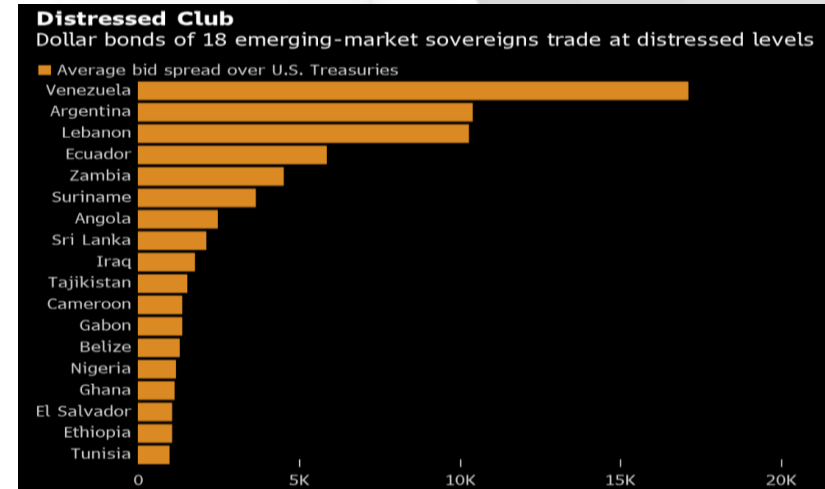
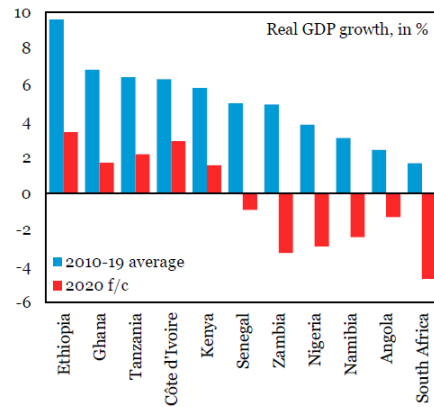
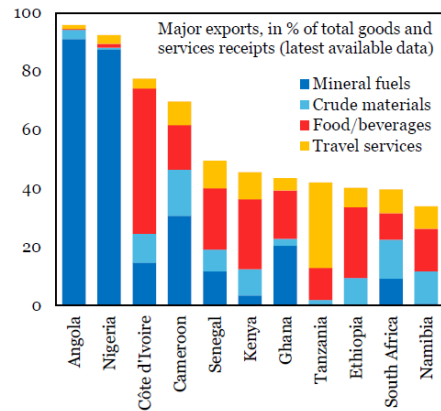


# Best opportunities in Sovereign Debt since the global financial crisis of 2008

- Dollar-denominated notes from 18 developing nations already trade at spreads of at least 1,000 basis points over U.S. Treasuries
- Countries like South Africa, Turkey, Pakistan, Egypt, Dominican Republic, Ukraine & Kenya trade inside 1,000 basis points but face similar headwind
- External financing may be available through access to markets, IMF, Paris Club or defaults & restructurings



- Credit dislocation creates both long and short opportunities not seen since the financial crisis
- Effective policy response is crucial but capacity varies country by country. Political calendars, exposure to commodities, trade flows will determine winners and losers