

# Leveraged Finance Monthly

June 2018



**TM CAPITAL**  
SUCCESS. REALIZED.

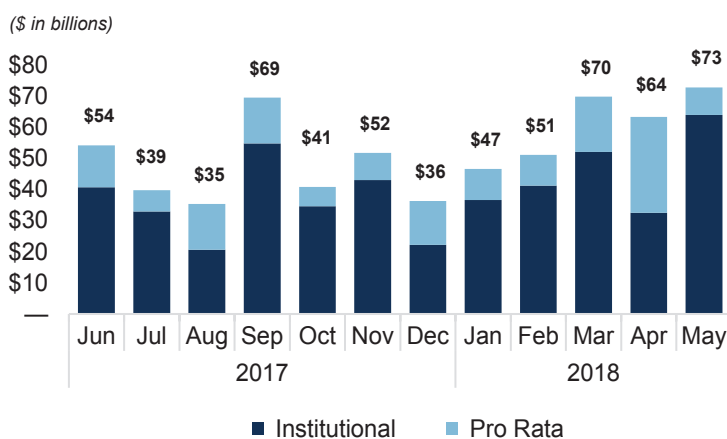
## Key Market Indicators

Indices	2018				May 2017
	May	Apr	Mar	Feb	
10-Year Treasury	2.83%	2.95%	2.74%	2.87%	2.21%
DJIA	24,416	24,163	24,103	25,029	21,009
S&P 500	2,705	2,648	2,641	2,714	2,412
NASDAQ	7,442	7,066	7,063	7,273	6,199
iShares HY Corporate Bond Fund	85.2	85.5	85.2	86.2	88.4
iShares Barclays Aggregate Bond Index	106.4	106.0	107.1	106.7	109.7
<b>Total Return*</b>					
10-Year Treasury	1.22%	(1.47%)	0.90%	(0.55%)	1.22%
DJIA	1.40%	0.29%	(1.62%)	(3.42%)	0.70%
S&P 500	1.79%	0.32%	(1.03%)	(3.03%)	1.03%
NASDAQ	3.79%	0.07%	(1.30%)	(1.16%)	1.64%
iShares HY Corporate Bond Fund	(0.02%)	0.40%	0.36%	(0.57%)	0.82%
iShares Barclays Aggregate Bond Index	0.62%	(0.78%)	0.48%	(0.58%)	0.79%

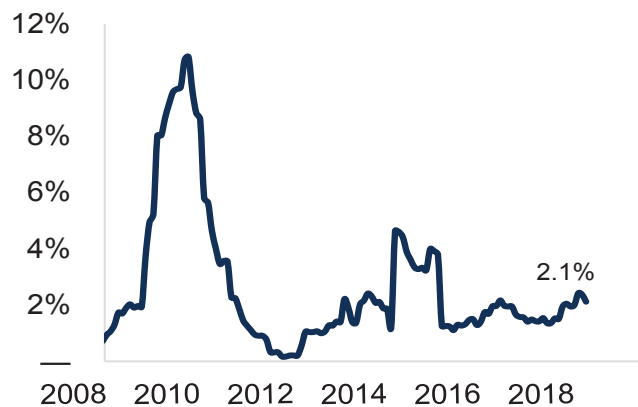
\*Includes dividend / interest payments, when applicable

Commodities	2018				May 2017
	May	Apr	Mar	Feb	
Crude Oil	\$67.04	\$68.57	\$64.38	\$61.64	\$48.32
Natural Gas	\$2.95	\$2.76	\$2.70	\$2.67	\$3.07
Gold	\$1,305	\$1,319	\$1,330	\$1,318	\$1,275
<b>Currencies</b>					
GBP in USD	\$1.33	\$1.38	\$1.40	\$1.38	\$1.29
EUR in USD	\$1.17	\$1.21	\$1.23	\$1.22	\$1.12
USD in JPY	108.76	109.38	106.21	106.72	110.68
USD in CNY	6.41	6.33	6.27	6.33	6.81
<b>Average New-Issue Loan Pricing - B+/B</b>					
Total Spread	350.0	355.0	346.0	350.0	362.0
YTM	5.95%	5.91%	5.59%	5.37%	4.86%
<b>New-Issue Clearing Yields - Middle Market (last 90 days)</b>					
Deal Count	384	378	386	286	323
Clearing Yield	6.24%	6.04%	5.90%	5.68%	5.29%

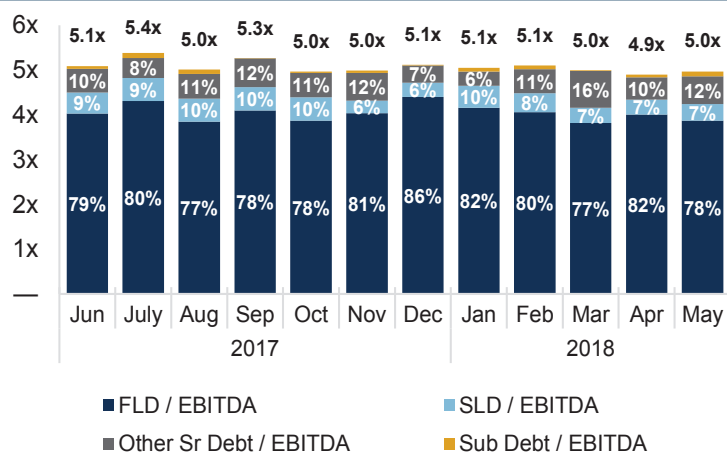
## New-Issue Loan Volume by Month



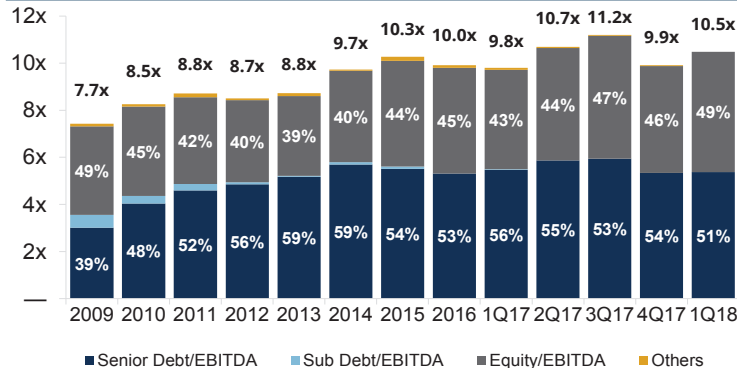
## Default Rates of Leveraged Loans



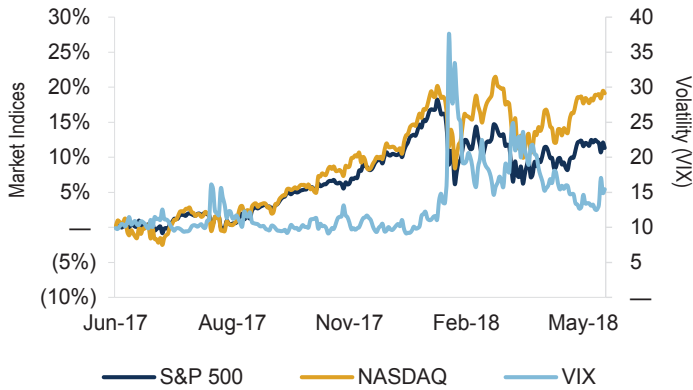
## Average Debt Multiples of Highly Leveraged Loans (% of Total)



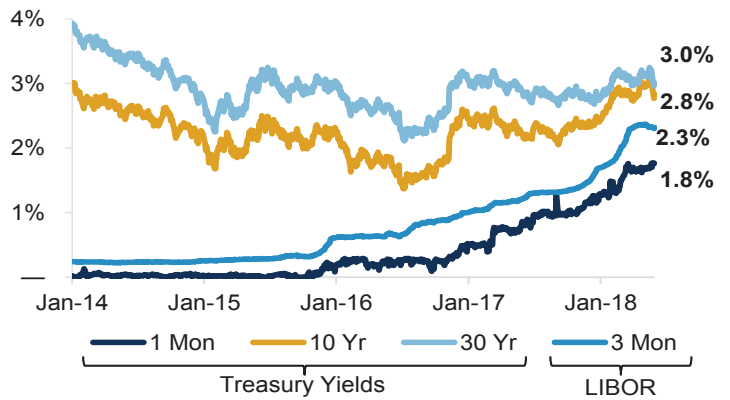
## LBO Purchase Price Multiples - All (% of Total Purchase Price)



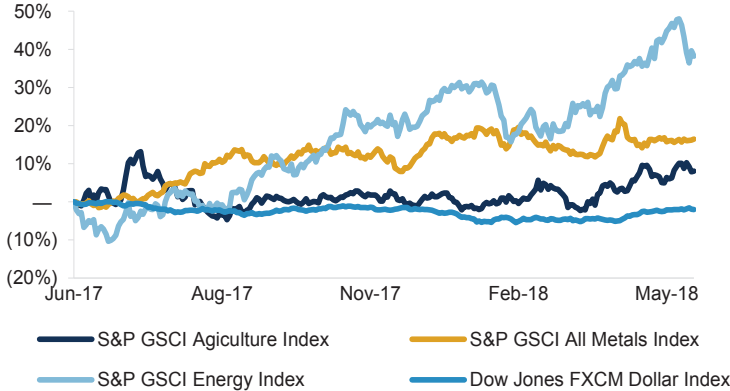
## Stock Market Indices



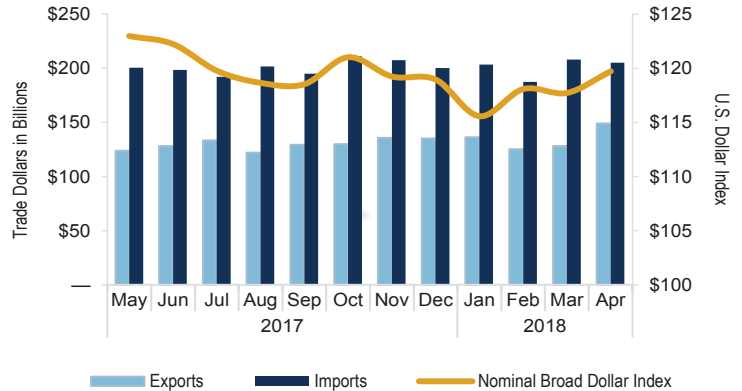
## U.S. Treasury Yields & LIBOR



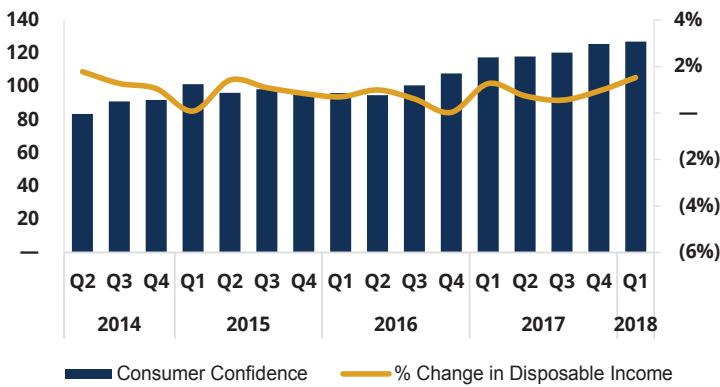
## Commodities Prices



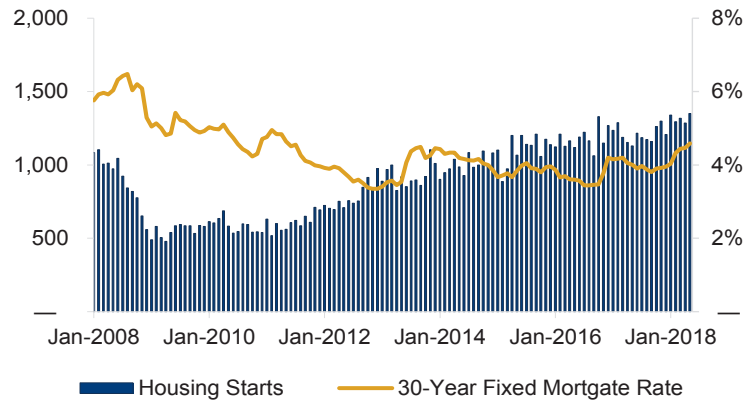
## U.S. Trade Deficit & Dollar Index



## Consumer Confidence Index & % Change in DPI



## Housing Starts & Mortgage Rates



Sources: S&P LCD, Capital IQ, US Census Bureau, TM Capital

## Recent TM Capital Financing Experience

 HAS COMPLETED A LEVERAGED RECAPITALIZATION WITH 	 HAS RECEIVED A \$10.5 MILLION SERIES A INVESTMENT FROM 	 HAS COMPLETED A MANAGEMENT-LED LEVERAGED RECAPITALIZATION USED TO FUND THE REPURCHASE OF STOCK OWNED BY  WITH SENIOR SECURED AND SENIOR SUBORDINATED DEBT FACILITIES PROVIDED BY 
---	--	--

## TM Capital's Leveraged Finance Contacts

 <b>Robert C. Grien</b> Managing Director rgrien@tmcapital.com (212) 809-1434	 <b>Jerome S. Romano</b> Managing Director jromano@tmcapital.com (617) 259-2206	 <b>David M. Felts</b> Managing Director dfelts@tmcapital.com (404) 995-6252	 <b>Vidur Kapur</b> Associate vkapur@tmcapital.com (212) 809-1422
---	---	--	---