

Leveraged Finance Monthly

November 2018



TM CAPITAL
SUCCESS. REALIZED.

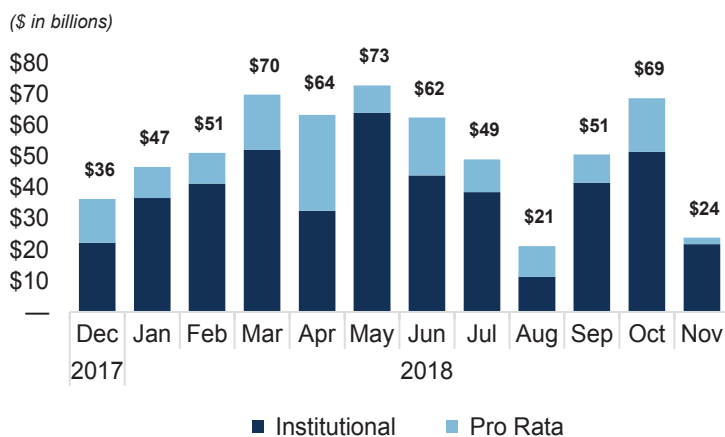
Key Market Indicators

| Indices | 2018 | | | | Nov 2017 |
|---------------------------------------|---------|---------|---------|--------|----------|
| | Nov | Oct | Sep | Aug | 2017 |
| 10-Year Treasury | 3.01% | 3.15% | 3.05% | 2.86% | 2.42% |
| DJIA | 25,538 | 25,116 | 26,458 | 25,965 | 24,272 |
| S&P 500 | 2,760 | 2,712 | 2,914 | 2,902 | 2,648 |
| NASDAQ | 7,331 | 7,306 | 8,046 | 8,110 | 6,874 |
| iShares HY Corporate Bond Fund | 83.4 | 84.1 | 86.1 | 86.2 | 87.5 |
| iShares Barclays Aggregate Bond Index | 104.9 | 104.5 | 105.5 | 106.4 | 109.0 |
| Total Return* | | | | | |
| 10-Year Treasury | 1.36% | (0.28%) | (1.29%) | 1.39% | (0.37%) |
| DJIA | 0.87% | (4.73%) | 1.64% | 2.40% | 3.32% |
| S&P 500 | 0.81% | (5.98%) | 0.47% | 2.80% | 2.42% |
| NASDAQ | (1.03%) | (7.55%) | (0.59%) | 4.47% | 2.10% |
| iShares HY Corporate Bond Fund | (0.71%) | (1.88%) | 0.44% | 0.51% | (0.23%) |
| iShares Barclays Aggregate Bond Index | 0.43% | (0.51%) | (0.52%) | 0.56% | (0.16%) |

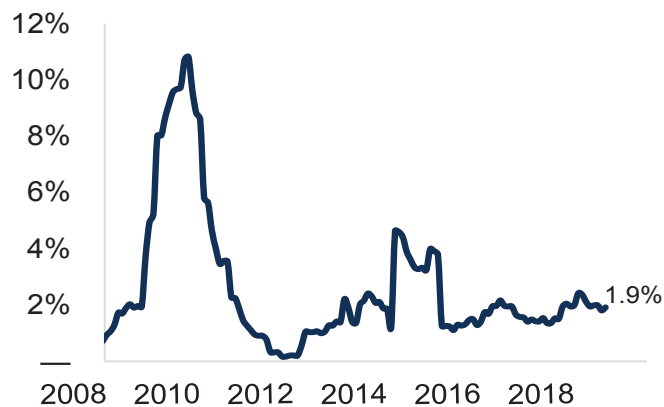
*Includes dividend / interest payments, when applicable

| Commodities | 2018 | | | | Nov 2017 |
|--|---------|---------|---------|---------|----------|
| | Nov | Oct | Sep | Aug | 2017 |
| Crude Oil | \$50.93 | \$65.31 | \$73.25 | \$69.80 | \$57.40 |
| Natural Gas | \$4.61 | \$3.30 | \$3.01 | \$2.92 | \$3.03 |
| Gold | \$1,226 | \$1,215 | \$1,196 | \$1,202 | \$1,277 |
| Currencies | | | | | |
| GBP in USD | \$1.28 | \$1.28 | \$1.30 | \$1.30 | \$1.35 |
| EUR in USD | \$1.13 | \$1.13 | \$1.16 | \$1.16 | \$1.19 |
| USD in JPY | 113.53 | 112.93 | 113.49 | 110.85 | 112.20 |
| USD in CNY | 6.96 | 6.98 | 6.87 | 6.83 | 6.61 |
| Average New-Issue Loan Pricing - B+B | | | | | |
| Total Spread | 388.0 | 368.0 | 400.0 | 387.0 | 383.0 |
| YTM | 6.51% | 6.20% | 6.43% | 6.30% | 5.30% |
| New-Issue Clearing Yields - Middle Market (last 90 days) | | | | | |
| Deal Count | 262 | 219 | 193 | 222 | 358 |
| Clearing Yield | 6.99% | 6.76% | 7.04% | 7.08% | 5.60% |

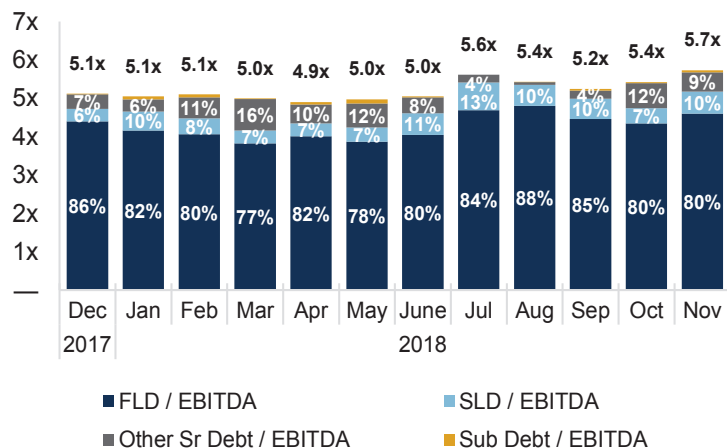
New-Issue Loan Volume by Month



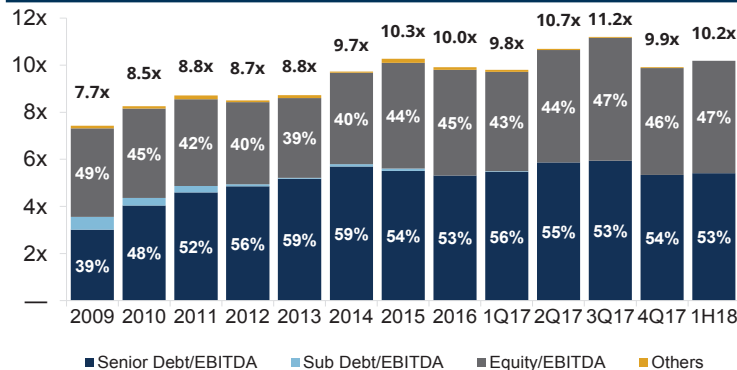
Default Rates of Leveraged Loans



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



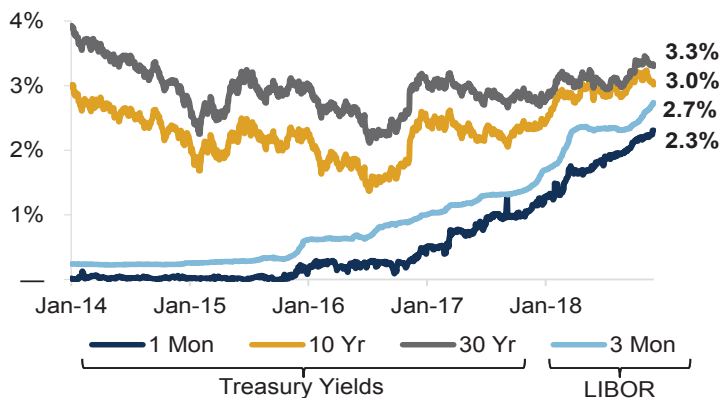
LBO Purchase Price Multiples - All (% of Total Purchase Price)



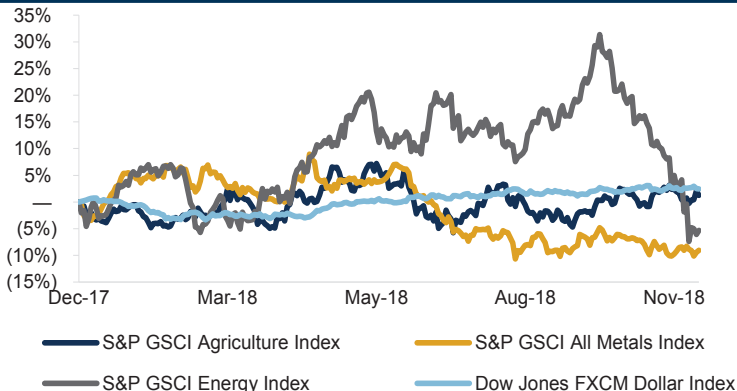
Stock Market Indices



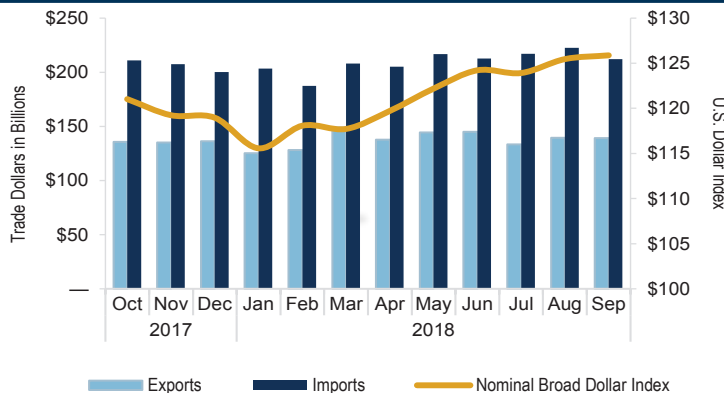
U.S. Treasury Yields & LIBOR



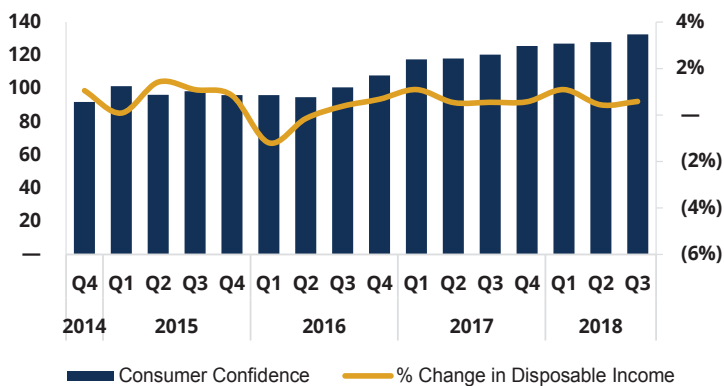
Commodities Prices



U.S. Trade Deficit & Dollar Index

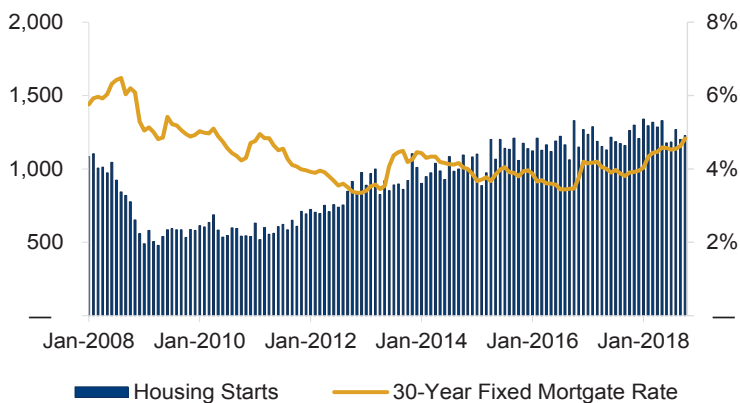


Consumer Confidence Index & % Change in DPI



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

Housing Starts & Mortgage Rates



Recent TM Capital Financing Experience

| | | |
|---|----------------------------|---|
| FINANCED THE ACQUISITION OF WITH SENIOR DEBT PROVIDED BY | HAS SOLD TO | A PORTFOLIO COMPANY OF HAS COMPLETED A DEBT FINANCING WITH |
|---|----------------------------|---|

TM Capital's Leveraged Finance Contacts

| | | | |
|---|---|--|---|
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