

LEVERAGED FINANCE MONTHLY

SEPTEMBER 2019

This report reviews the latest trends in the loan environment, covering the relationship between loan volume, leverage multiples and relevant macroeconomic indicators and benchmarks impacting the credit markets. It also includes a statistical update, providing a snapshot of activity across the leveraged finance space.

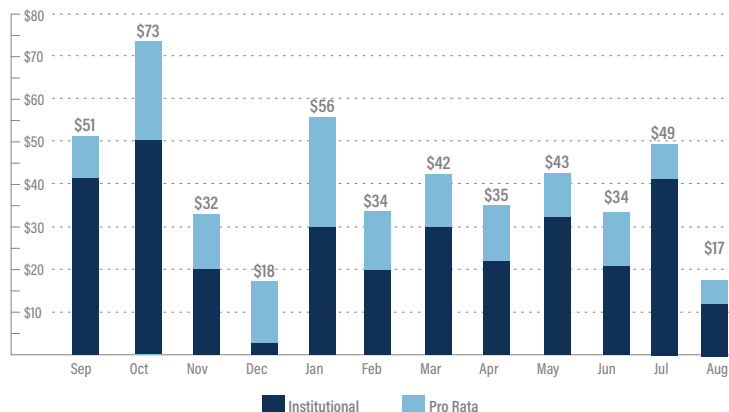
	AUGUST '19	JUL '19	JUN '19	MAY '19	AUGUST '18
Indices					
10-Year Treasury	1.50%	2.02%	2.00%	2.14%	2.86%
DJIA	26,403	27,198	26,600	24,815	25,987
S&P 500	2,926	3,013	2,942	2,752	2,901
NASDAQ	7,963	8,274	8,006	7,453	8,088
iShares HY Corporate Bond Fund	87.05	86.91	86.93	85.50	86.20
iShares Barclays Aggregate	114.05	111.28	111.37	110.30	106.40
Total Return					
10-Year Treasury	-25.74%	1.00%	-11.11%	-14.74%	-3.38%
DJIA	-1.72%	0.99%	5.86%	-6.69%	2.25%
S&P 500	-1.81%	1.31%	5.70%	-6.58%	3.01%
NASDAQ	-2.60%	2.11%	6.08%	-7.93%	5.43%
iShares HY Corporate Bond Fund	0.13%	0.01%	1.86%	-1.90%	0.24%
iShares Barclays Aggregate	2.29%	0.11%	1.64%	1.55%	0.36%
Commodities					
Crude Oil	\$56.71	\$58.58	\$58.47	\$53.50	\$70.25
Natural Gas	\$2.29	\$2.23	\$2.31	\$2.45	\$2.87
Gold	\$1,523	\$1,432	\$1,414	\$1,311	\$1,200
Currencies					
GBP in USD	\$1.22	\$1.22	\$1.27	\$1.26	\$1.33
EUR in USD	\$1.10	\$1.11	\$1.14	\$1.11	\$1.17
USD in JPY	106.22	108.60	107.79	108.69	108.76
USD in CNY	7.15	6.88	6.87	6.90	6.41
Average New-Issue Loan Pricing - B+/B					
Total Spread	441.0	421.0	422.0	430.0	350.0
YTM	6.73%	6.59%	6.84%	6.85%	5.95%
New-Issue Clearing Yields - Middle Market (last 90 days)					
Deal Count	131	158	148	150	222
Clearing Yield	6.79%	6.75%	6.85%	6.93%	7.08%

*Includes dividend / interest payments, when applicable

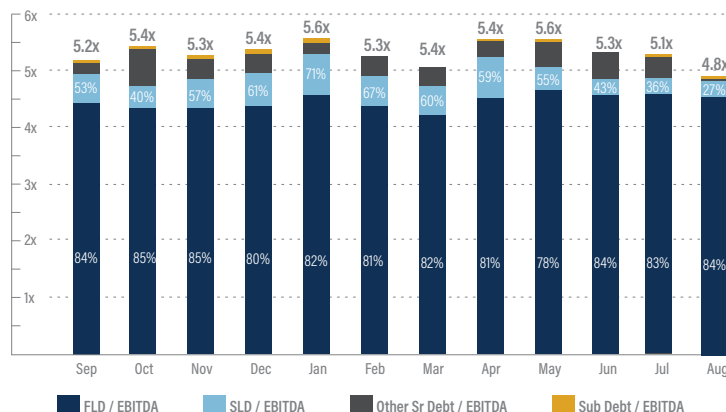
Sources: S&P LCD, Capital IQ, U.S. Census Bureau, St. Louis Fed, U.S. Bureau of Economic Analysis, Freddie Mac

LEVERAGED FINANCE GROWTH & VALUATION TRENDS

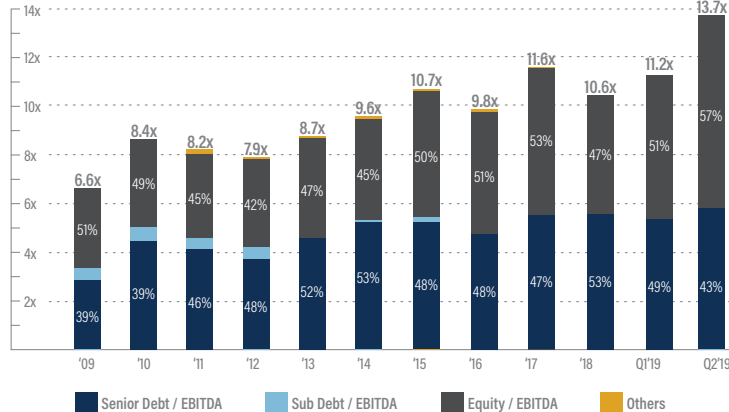
New-Issued Loan Volume by Month (\$ in billions)



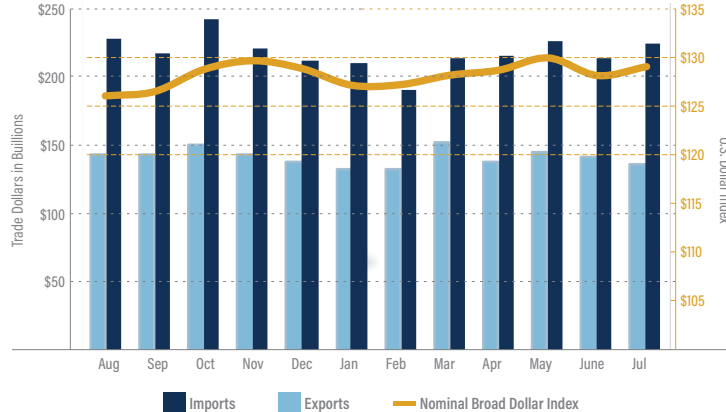
Average Debt Multiples of Highly Leveraged Loans (% of Total)



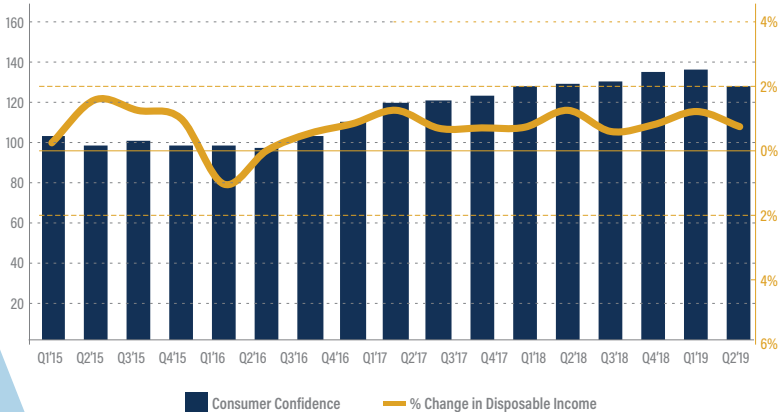
LBO Purchase Price Multiples - All (% of Total Purchase Price)



U.S. Trade Deficit & Dollar Index



Consumer Confidence Index and % Change in DPI

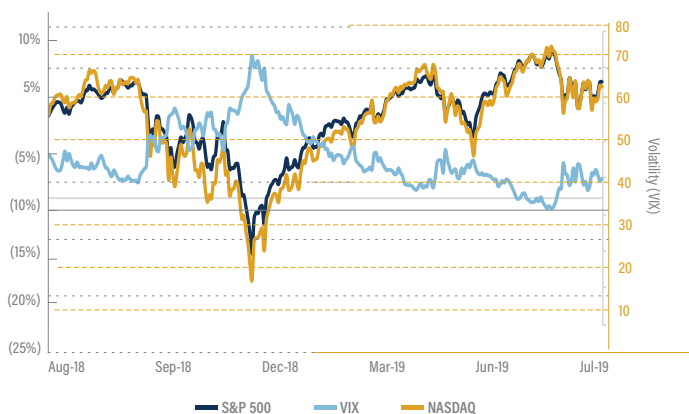


Default Rates of Leveraged Loans

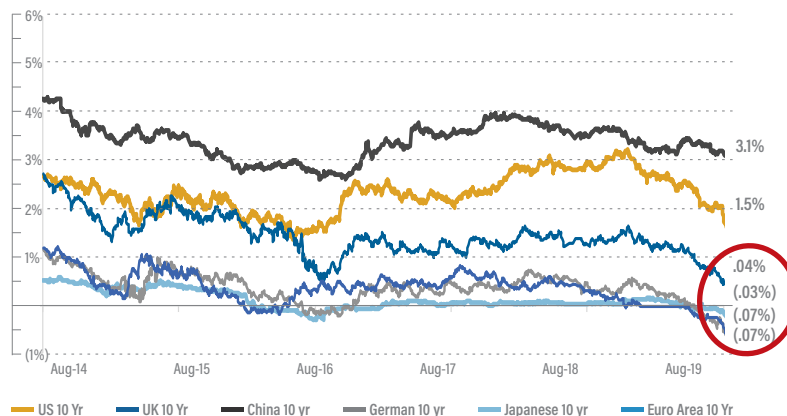


LEVERAGED FINANCE GROWTH & VALUATION TRENDS (CONTINUED...)

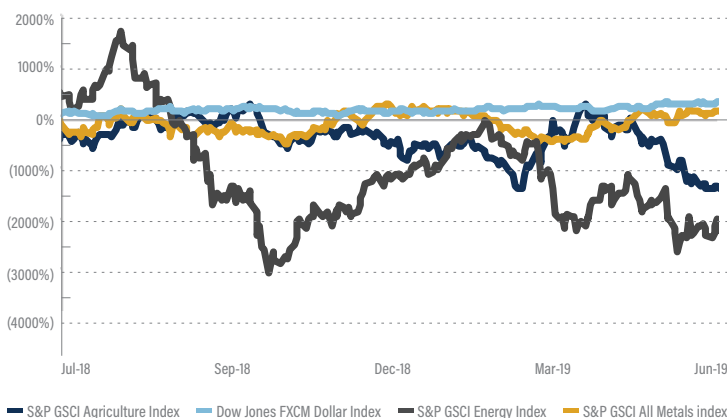
Stock Market Indices



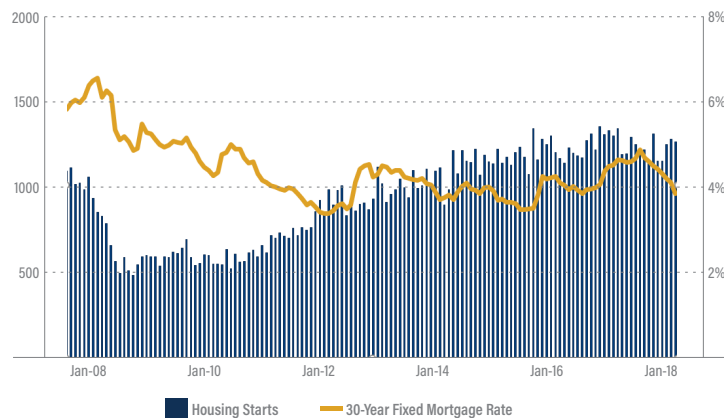
Sovereign Debt Yields



Commodities Prices



Housing Starts & Mortgage Rates



TM Capital's Financing Experience

FINANCED THE ACQUISITION OF

WITH SENIOR DEBT PROVIDED BY

SENIOR CREDIT FACILITY

PROVIDED BY

HAS COMPLETED A GROWTH EQUITY FINANCING AND ENTERED INTO A STRATEGIC PARTNERSHIP

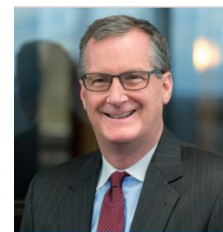
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Sources: S&P LCD, Capital IQ, U.S. Census Bureau, St. Louis Fed, U.S. Bureau of Economic Analysis, Freddie Mac