



LEVERAGED FINANCE MONTHLY

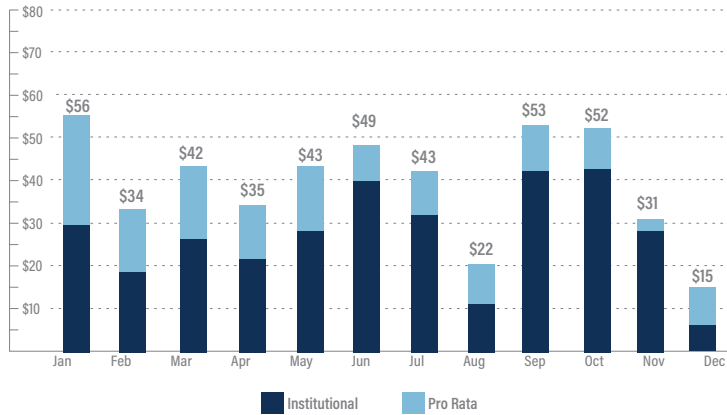
JANUARY 2020

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.

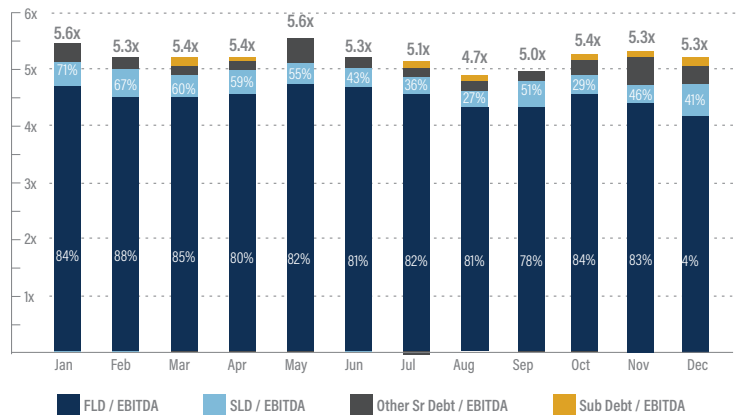
	DECEMBER '19	NOVEMBER '19	OCTOBER '19	SEPTEMBER '19	DECEMBER '18
Indices					
10-Year Treasury	1.92%	1.78%	1.69%	1.68%	2.69%
10-Year vs. 2-Year Spread (basis points)	0.34	0.21	0.17	0.05	0.21
DJIA	28,538	28,051	27,046	26,820	23,327
S&P 500	3,231	3,141	3,038	2,962	2,507
NASDAQ	8,973	8,665	8,292	7,940	6,635
iShares HY Corporate Bond Fund	87.77	86.76	86.83	86.88	80.82
iShares Barclays Aggregate	112.29	112.90	113.25	113.08	106.29
Total Return					
S&P 500	2.86%	3.40%	2.04%	1.21%	-9.18%
NASDAQ	3.54%	4.50%	3.66%	-0.29%	-9.48%
iShares HY Corporate Bond Fund	1.16%	-0.08%	-0.08%	-0.20%	-3.19%
iShares Barclays Aggregate	-0.54%	-0.32%	0.07%	-0.85%	1.32%
Commodities					
Crude Oil	\$61.06	\$55.17	\$54.18	\$54.07	\$45.41
Natural Gas	\$2.19	\$2.28	\$2.63	\$2.33	\$2.85
Gold	\$1,523	\$1,473	\$1,515	\$1,473	\$1,306
Currencies					
GBP in USD	\$1.32	\$1.29	\$1.29	\$1.23	\$1.27
EUR in USD	\$1.12	\$1.10	\$1.11	\$1.09	\$1.14
USD in JPY	\$108.68	\$109.51	\$108.08	108.09	\$109.72
USD in CNY	\$6.96	\$7.03	\$7.04	\$7.15	\$6.88
Average New-Issue Loan Pricing - B+/B					
Total Spread	378.0	460.0	487.0	476.0	579.0
YTM	5.76%	6.55%	6.94%	6.85%	8.44%
New-Issue Clearing Yields - Middle Market (last 90 days)					
Deal Count	135	184	150	155	192
Clearing Yield	5.85%	6.39%	6.71%	6.84%	7.24%

LEVERAGED FINANCE GROWTH & ECONOMIC TRENDS

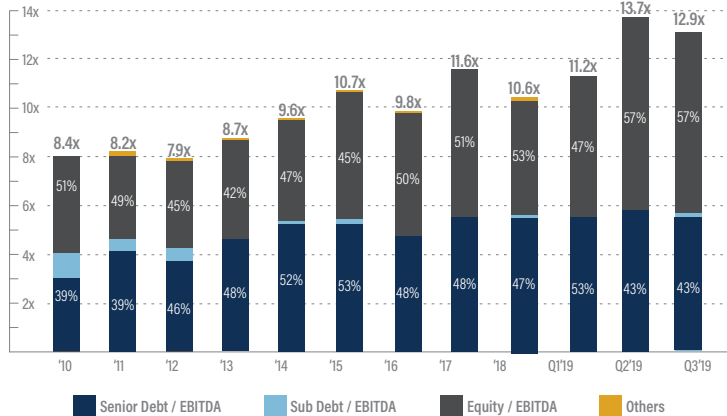
New-Issued Loan Volume by Month (\$ in billions)



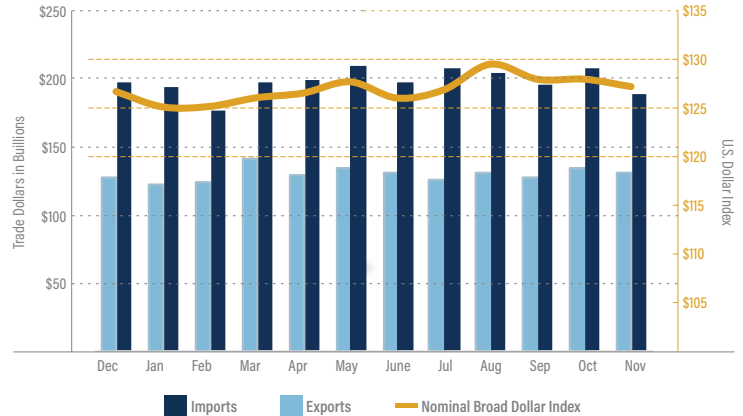
Average Debt Multiples of Highly Leveraged Loans (% of Total)



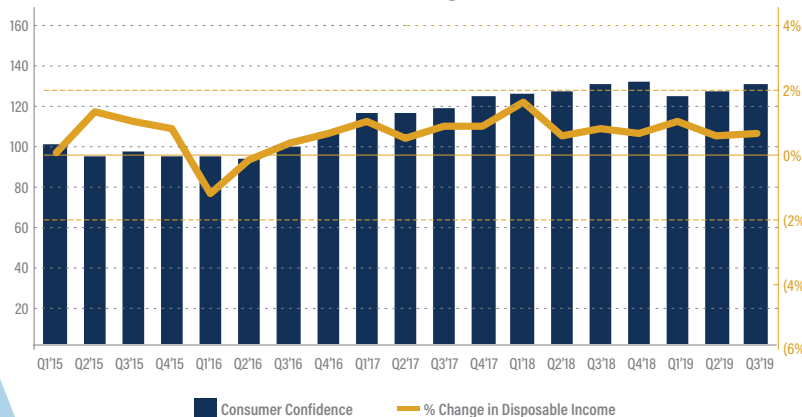
LBO Purchase Price Multiples - All (% of Total Purchase Price)



U.S. Trade Deficit & Dollar Index



Consumer Confidence Index and % Change in DPI

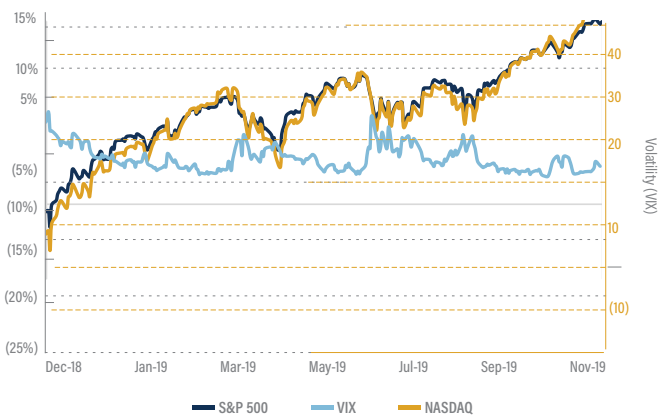


Default Rates of Leveraged Loans

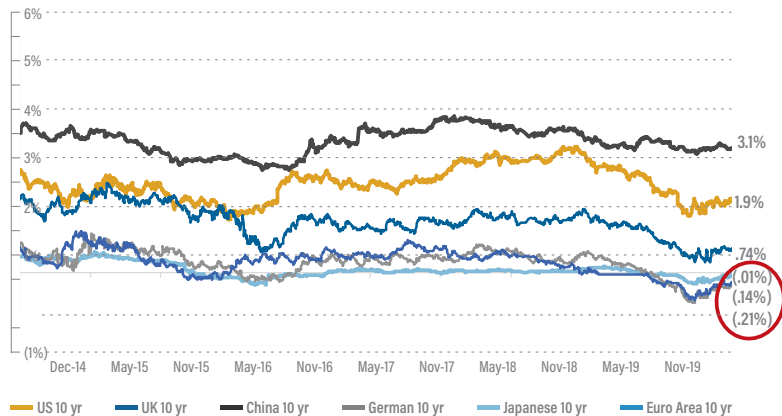


LEVERAGED FINANCE GROWTH & ECONOMIC TRENDS (CONTINUED...)

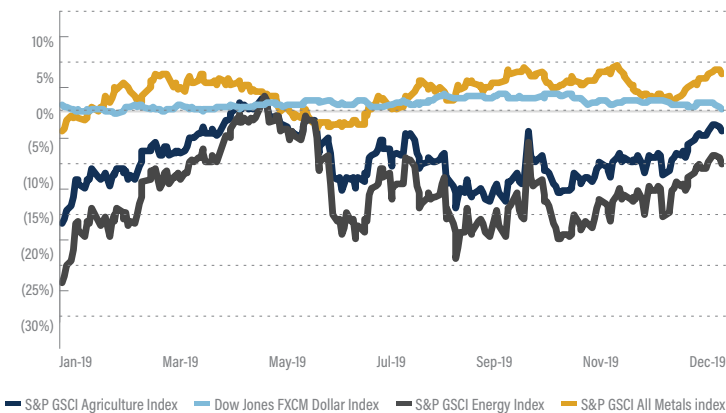
Stock Market Indices



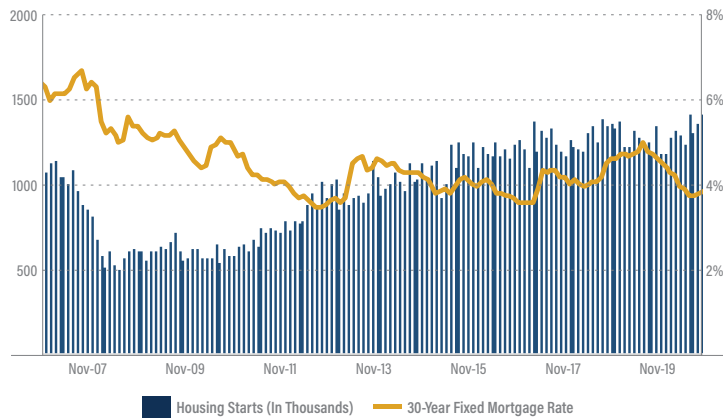
Sovereign Debt Yields



Commodities Prices



Housing Starts & Mortgage Rates



TM Capital's Financing Experience

VALLEY PROTEINS, INC.
HAS COMPLETED AN AMENDMENT TO ITS \$250 MILLION SENIOR REVOLVING CREDIT FACILITY

WEST SHORE HOME
FINANCED THE ACQUISITION OF AMERICA'S WINDOW
WITH SENIOR DEBT PROVIDED BY GARMARK PARTNERS

SENIOR CREDIT FACILITY

WILLIAMS
PROVIDED BY MIDCAP FINANCIAL

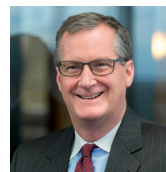
TM Capital's Leveraged Finance Contacts



Robert Griem,
Managing Director
rgriem@tmcapital.com
212.809.1434



Jerome Romano,
Managing Director
jromano@tmcapital.com
617.259.2206



David Felts,
Managing Director
dfelts@tmcapital.com
404.995.6252



Steve Hunter,
Managing Director - Sponsor Coverage
shunter@tmcapital.com
404.995.6232

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