

LEVERAGED FINANCE MONTHLY

APRIL 2021

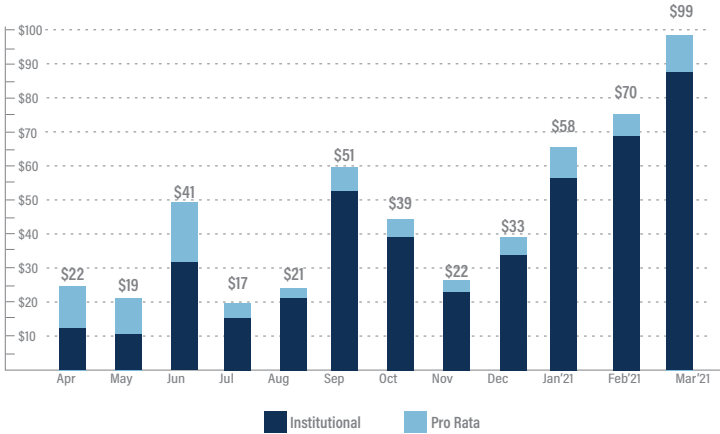
This report reviews the latest trends in the loan environment, covering the relationship between loan volume, leverage multiples and relevant macroeconomic indicators and benchmarks impacting the credit markets. It also includes a statistical update, providing a snapshot of activity across the leveraged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

| | MARCH '21 | FEBRUARY '21 | JANUARY '21 | DECEMBER '20 | MARCH '20 |
|--|-----------|--------------|-------------|--------------|-----------|
| Indices | | | | | |
| 10-Year Treasury | 1.74% | 1.44% | 1.11% | 0.93% | 0.70% |
| 10-Year vs. 2-Year Spread (basis points) | 1.58 | 1.30 | 1.00 | 0.80 | 0.47 |
| 3-Month LIBOR | 0.19% | 0.19% | 0.20% | 0.24% | 1.45% |
| DJIA | 32,982 | 30,932 | 29,983 | 30,410 | 21,917 |
| S&P 500 | 3,973 | 3,811 | 3,714 | 3,732 | 2,585 |
| NASDAQ | 13,247 | 13,192 | 13,071 | 12,870 | 7,700 |
| iShares HY Corporate Bond Fund | 86.75 | 86.73 | 86.99 | 86.93 | 76.83 |
| iShares Barclays Aggregate | 113.77 | 115.43 | 117.35 | 118.06 | 115.57 |
| Commodities | | | | | |
| Crude Oil | \$59.16 | \$61.50 | \$52.20 | \$48.40 | \$20.48 |
| Natural Gas | \$2.61 | \$2.81 | \$2.56 | \$2.42 | \$1.64 |
| Gold | \$1,716 | \$1,729 | \$1,850 | \$1,893 | \$1,597 |
| Currencies | | | | | |
| GBP in USD | \$1.38 | \$1.39 | \$1.37 | \$1.36 | \$1.25 |
| EUR in USD | \$1.17 | \$1.21 | \$1.21 | \$1.23 | \$1.10 |
| USD in JYP | ¥110.60 | ¥106.65 | ¥104.70 | ¥103.31 | ¥107.60 |
| USD in CNY | ¥6.55 | ¥6.47 | ¥6.43 | ¥6.52 | ¥7.08 |
| Average New-Issue Loan Pricing - B+/B | | | | | |
| Total Spread | 463.0 | 428.0 | 265.0 | 500.0 | 452.0 |
| YTM | 4.71% | 4.30% | 2.72% | 5.21% | 6.24% |

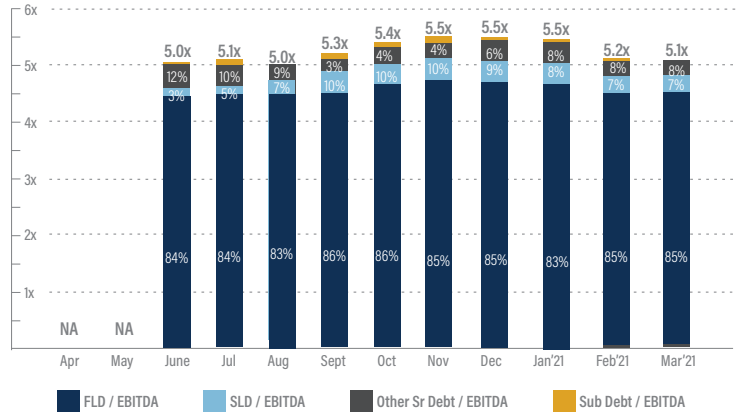
Sources: S&P LCD, Capital IQ, U.S. Census Bureau, St. Louis Fed, U.S. Bureau of Economic Analysis, Freddie Mac

LEVERAGED FINANCE GROWTH & ECONOMIC TRENDS

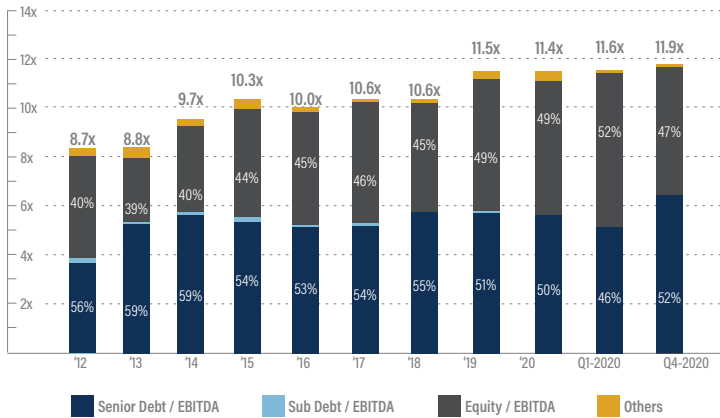
New-Issued Loan Volume by Month (\$ in billions)



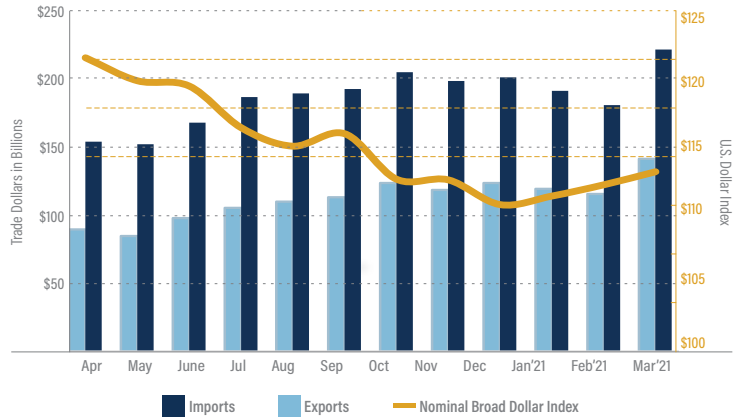
Average Debt Multiples of Highly Leveraged Loans (% of Total)



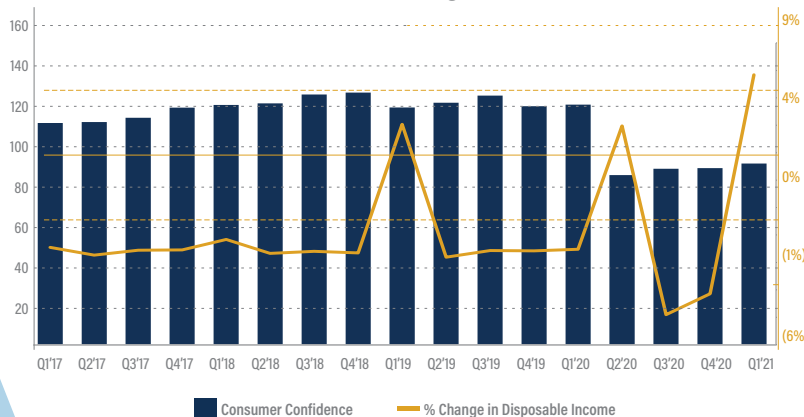
LBO Purchase Price Multiples - All (% of Total Purchase Price)



U.S. Trade Deficit & Dollar Index



Consumer Confidence Index and % Change in DPI



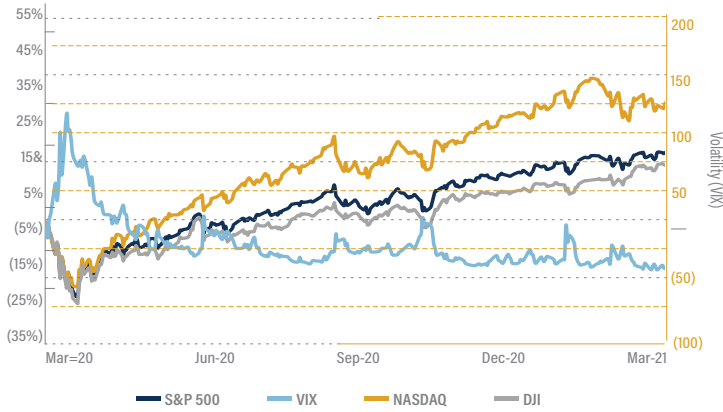
Default Rates of Leveraged Loans



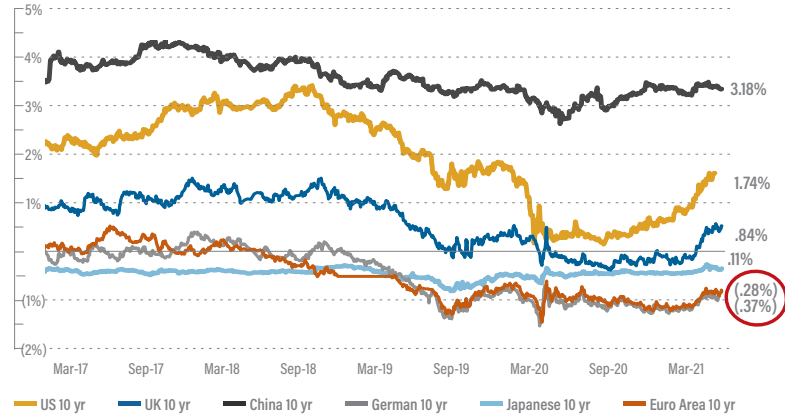
Sources: S&P LCD, Capital IQ, U.S. Census Bureau, St. Louis Fed, U.S. Bureau of Economic Analysis, Freddie Mac

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

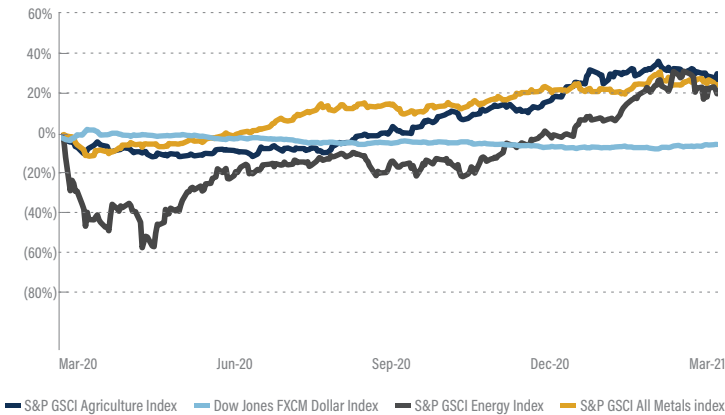
Stock Market Indices



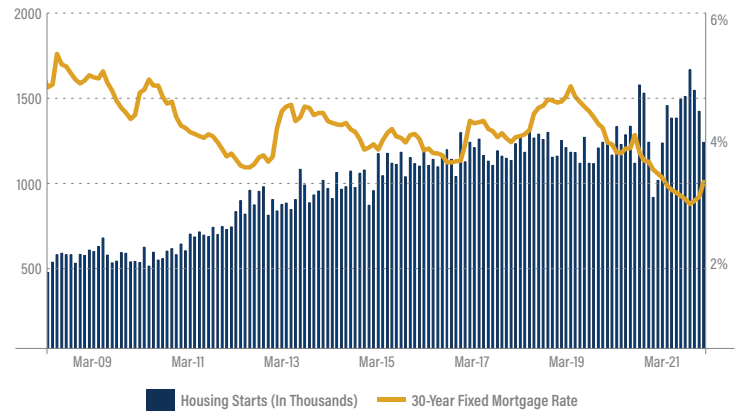
Sovereign Debt Yields



Commodities Prices



Housing Starts & Mortgage Rates



Selected TM Capital Leveraged Finance Experience

HAS COMPLETED A DEBT FINANCING TRANSACTION WITH A SPECIALTY LENDER

FINANCED THE ACQUISITION OF AMERICAN WINDOW WITH SENIOR DEBT PROVIDED BY GARMARK PARTNERS

SENIOR CREDIT FACILITY PROVIDED BY WILLIAMS midcap FINANCIAL

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

TM Capital's Leveraged Finance Contacts

| | | |
|---|--|---|
| <p>Robert Grien Managing Director rgrien@tmcapital.com 212.809.1434</p> | <p>Jerome Romano Managing Director jromano@tmcapital.com 617.259.2206</p> | <p>David Felts Managing Director dfelts@tmcapital.com 404.995.6252</p> |
| <p>Steve Hunter Managing Director, Sponsor Coverage shunter@tmcapital.com 404.995.6232</p> | <p>Jordan Cleare Vice President jcleare@tmcapital.com 404.661.7435</p> | <p>Patrick Pontani Analyst ppontani@tmcapital.com 404.995.6238</p> |