

LEVERAGED FINANCE MONTHLY

APRIL 2022

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.

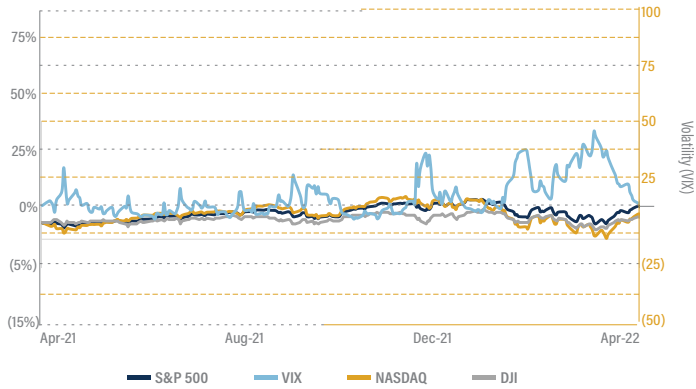
	APRIL '22	MARCH '22	FEBRUARY '22	JANUARY '22	APRIL '21
Indices					
10-Year Treasury	2.89%	2.32%	1.83%	1.79%	1.65%
10-Year vs. 2-Year Spread (basis points)	19	4	39	61	149
3-Month LIBOR	1.33%	0.96%	0.50%	0.31%	0.18%
DJIA	32,977	34,678	33,893	35,132	33,875
S&P 500	4,132	4,530	4,374	4,516	4,181
NASDAQ	12,335	14,221	13,751	14,240	13,963
iShares HY Corporate Bond Fund (ARCA:HYG)	79	82	83	84	87
iShares Barclays Aggregate (ARCA:AGG)	103	107	110	112	115
Commodities					
Crude Oil (\$/BBL)	\$104.69	\$100.28	\$95.72	\$88.15	\$63.58
Natural Gas (\$/MMCF)	\$7.36	\$5.64	\$4.42	\$4.87	\$2.93
Gold (\$/oz.)	\$1,912	\$1,954	\$1,901	\$1,796	\$1,768
Currencies					
GBP in USD	\$1.26	\$1.31	\$1.34	\$1.34	\$1.38
EUR in USD	\$1.05	\$1.11	\$1.12	\$1.12	\$1.20
USD in JYP	¥129.79	¥121.43	¥115.27	¥115.21	¥109.31
USD in CNY	¥6.61	¥6.34	¥6.31	¥6.36	¥6.48
Middle Market New Issue Loan Pricing (1)					
Total Spread (basis points)	600	622	574	548	482
YTM	6.79%	6.97%	6.91%	5.98%	5.73%
Large Corporate New Issue Loan Pricing (2)					
Total Spread (basis points)	480	507	452	413	425
YTM	5.49%	5.00%	4.89%	4.68%	4.53%

(1) "Middle Market" defined as syndicated loans in companies with <\$50 million of pro forma adjusted EBITDA

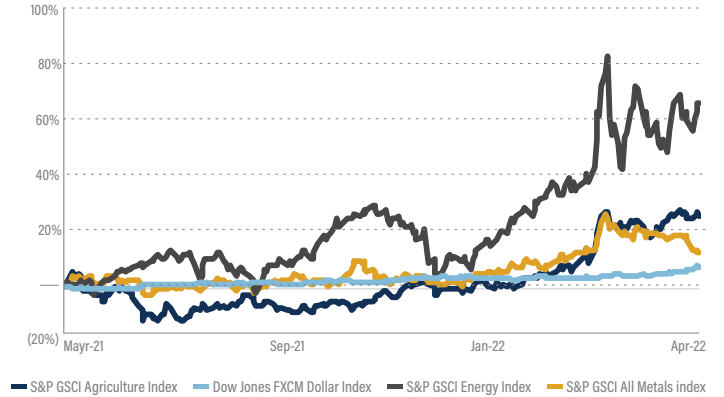
(2) "Large Corporate" defined as syndicated loans in companies with >\$50 million of pro forma adjusted EBITDA

LEVERAGED FINANCE GROWTH & ECONOMIC TRENDS

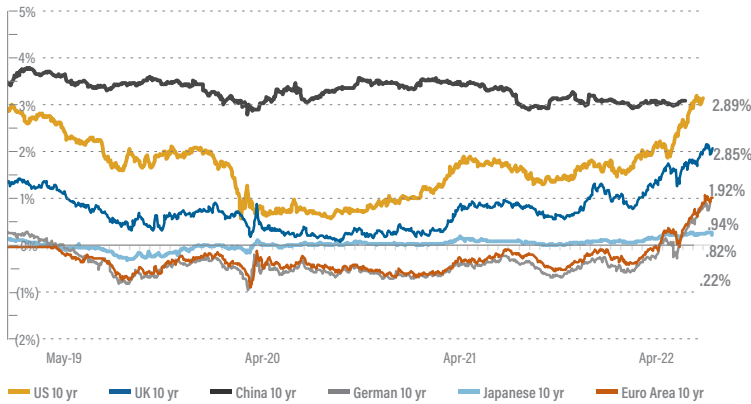
Stock Market Indices



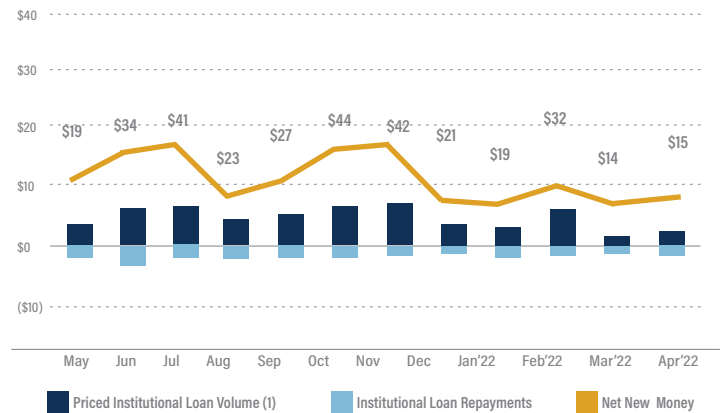
Commodities Prices



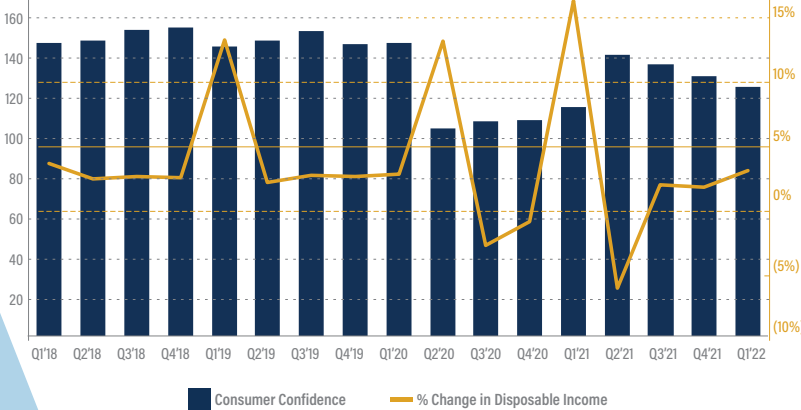
Sovereign Debt Yields



Supply of New Money (\$ in billions)



Consumer Confidence Index and % Change in DPI



Default Rates of Leveraged Loans



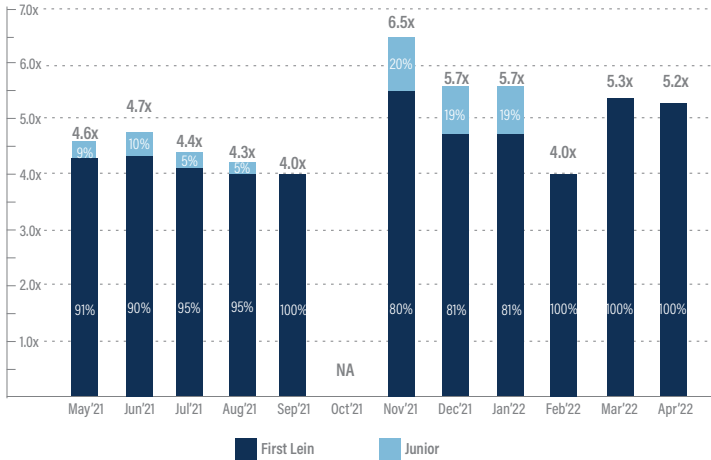
(1) "Institutional Issuances" is defined as debt sold primarily to investors (e.g., CLOs, mutual funds and certain non-traditional investors such as hedge funds)

(2) Default rates based on issuances of institutional debt only

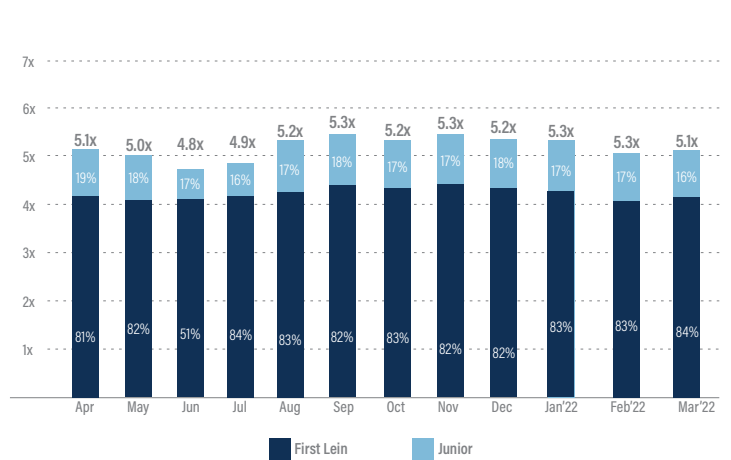
Sources: LevFin Insights, U.S. Census Bureau, St. Louis Fed, U.S. Bureau of Economic Analysis, Freddie Mac

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

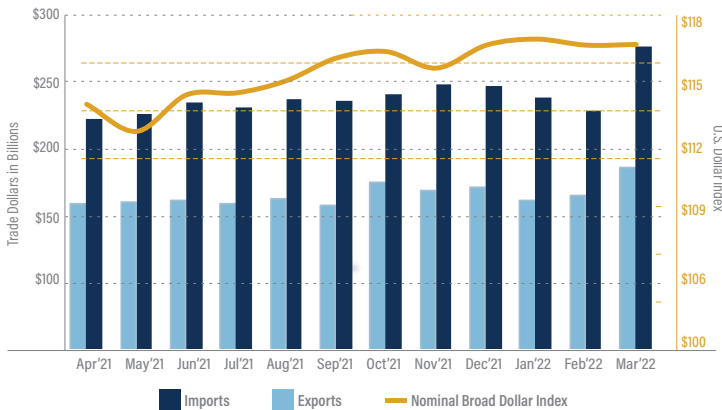
Average Debt Multiples - Middle Market (% of Cap Structure)



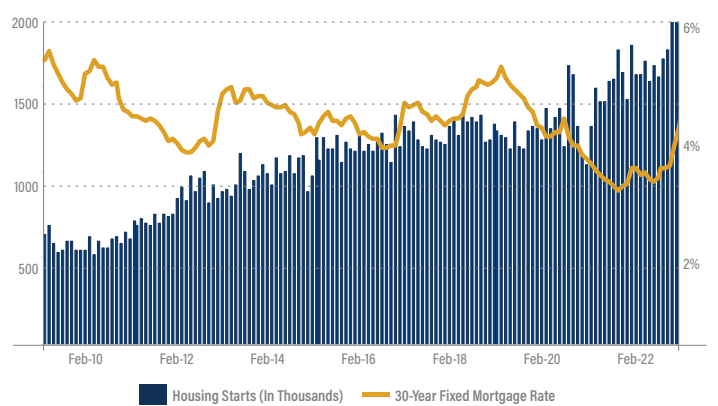
Average Debt Multiples - Large Corporate (% of Cap Structure)



U.S. Trade Deficit & Dollar Index



Housing Starts & Mortgage Rates



Selected TM Capital Leveraged Finance Experience

HAS COMPLETED A DEBT RECAPITALIZATION WITH SENIOR SECURED CREDIT FACILITIES PROVIDED BY

AND AN ASSET-BASED REVOLVING CREDIT FACILITY PROVIDED BY

HAS COMPLETED A DEBT FINANCING TRANSACTION WITH A SPECIALTY LENDER

FINANCED THE ACQUISITION OF

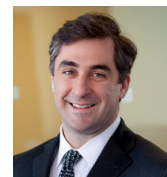
WITH SENIOR DEBT PROVIDED BY

Sources: LevFin Insights, U.S. Census Bureau, St. Louis Fed, U.S. Bureau of Economic Analysis, Freddie Mac

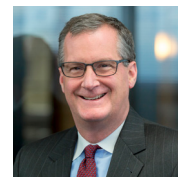
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