

LEVERAGED FINANCE MONTHLY

APRIL 2024

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.

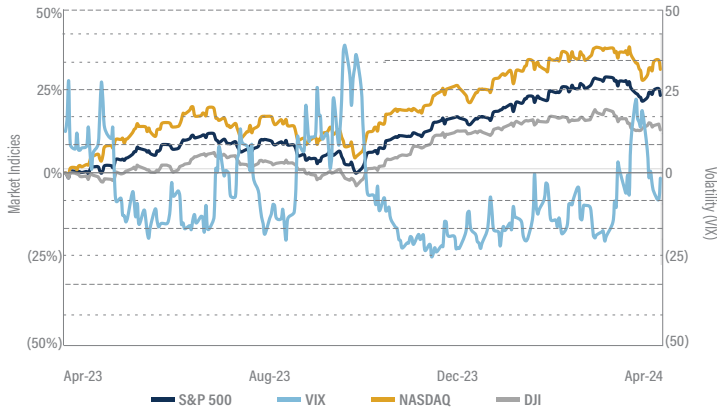
	APRIL '24	MARCH '24	FEBRUARY '24	JANUARY '24	DECEMBER '23	APRIL '23
Indices						
10-Year Treasury	4.69%	4.20%	4.25%	3.99%	3.88%	3.44%
10-Year vs. 2-Year Spread (basis points)	(35)	(39)	(28)	(39)	(35)	19
Secured Overnight Financing Rate (30 Day Average)	5.33%	5.32%	5.32%	5.33%	5.34%	4.82%
DJIA	37,816	39,807	38,996	38,150	37,690	34,098
S&P 500	5,036	5,254	5,096	4,846	4,770	4,169
NASDAQ	15,658	16,379	16,092	15,164	15,011	12,227
iShares HY Corporate Bond Fund (ARCX: HYG)	76	78	77	77	78	75
iShares Barclays Aggregate Bond Index (ARCX: AGG)	95	98	97	99	99	100
Commodities						
Crude Oil (\$ / bbl)	\$81.93	\$83.17	\$78.26	\$75.85	\$71.65	\$76.78
Natural Gas (\$ / MMCF)	\$1.99	\$1.76	\$1.86	\$2.10	\$2.33	\$2.58
Gold (\$ / oz.)	\$2,303	\$2,238	\$2,055	\$2,067	\$2,072	\$1,999
Currencies						
GBP in USD	\$1.25	\$1.26	\$1.26	\$1.27	\$1.27	\$1.26
EUR in USD	\$1.07	\$1.08	\$1.08	\$1.08	\$1.11	\$1.10
USD in JYP	¥157.45	¥151.30	¥149.84	¥146.30	¥140.96	¥136.12
USD in CNY	¥7.24	¥7.23	¥7.19	¥7.13	¥7.09	¥6.91
New Issue Loan Pricing						
Total Spread (basis points)	436	436	444	458	459	516
YTM	9.82%	9.82%	9.93%	10.10%	10.13%	10.37%

⁽¹⁾ "Large Corporate" defined as syndicated loans in companies with >\$50 million of pro forma adjusted EBITDA

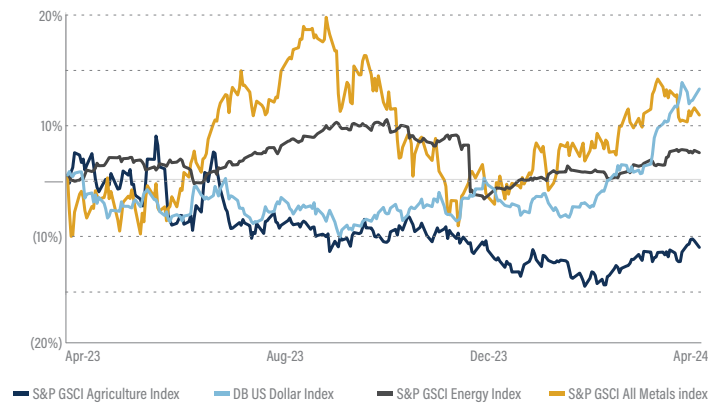
Sources: LevFin Insights, U.S. Census Bureau, St. Louis Fed, U.S. Bureau of Economic Analysis, Freddie Mac

LEVERAGED FINANCE GROWTH & ECONOMIC TRENDS

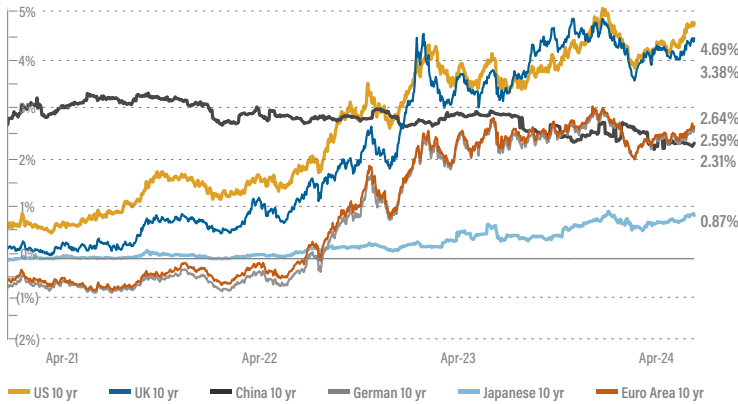
Stock Market Indices



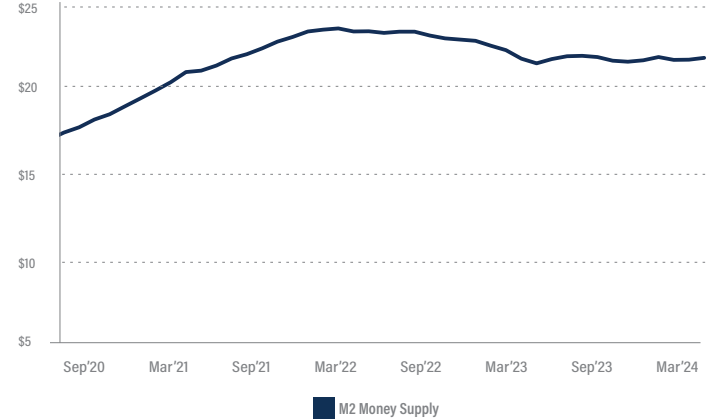
Commodities Prices



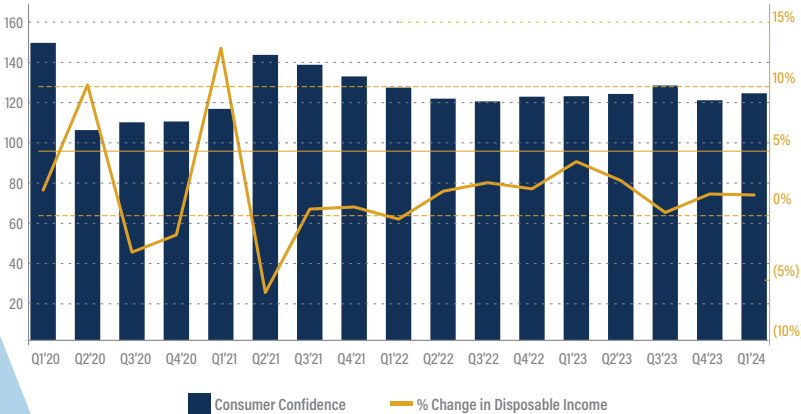
Sovereign Debt Yields



M2 Money Supply (\$ in trillions)



Consumer Confidence Index and % Change in DPI



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

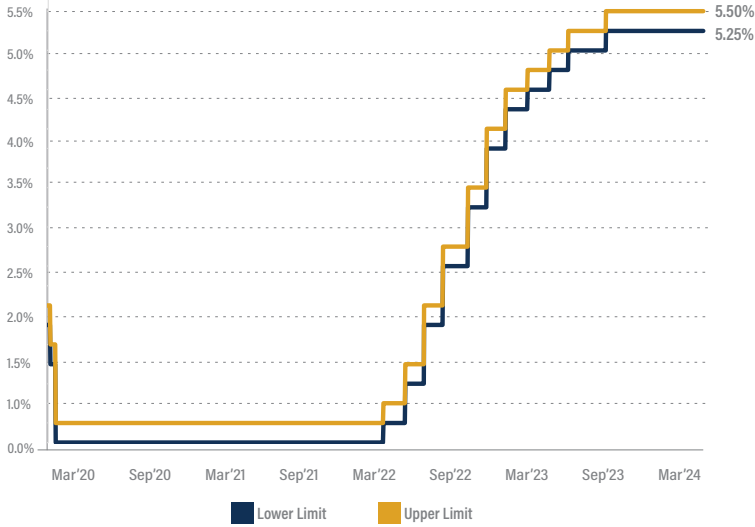
Sources: LevFin Insights, U.S. Census Bureau, St. Louis Fed, U.S. Bureau of Economic Analysis, Freddie Mac

Default Rates of Leveraged Loans (1)

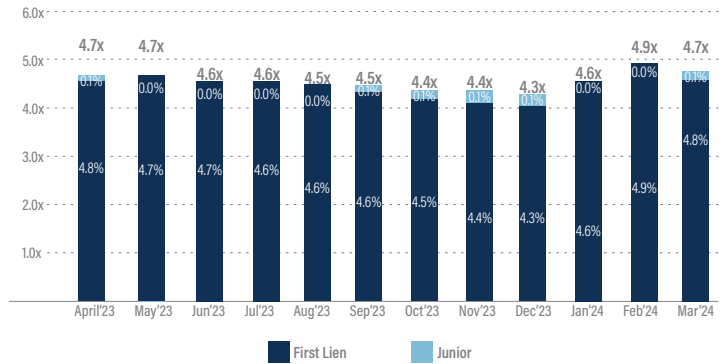


LEVERAGED FINANCE GROWTH & ECONOMIC TRENDS (CONTINUED...)

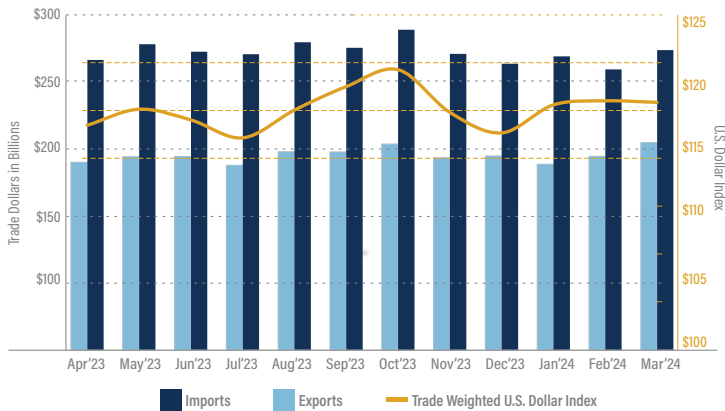
Target Fed Funds Rate



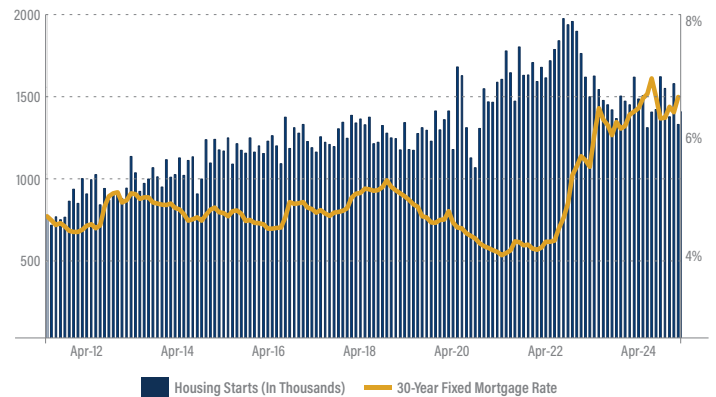
Average Debt Multiples - Large Corporate (% of Cap Structure)



U.S. Trade Deficit & Dollar Index



Housing Starts & Mortgage Rates



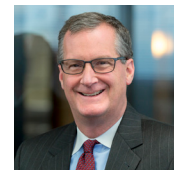
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Selected TM Capital Leveraged Finance Experience

TCK
SOCKS SINCE 1961®
A PORTFOLIO COMPANY OF
HURON
CAPITAL
HAS COMPLETED A DEBT FINANCING WITH
Boathouse

A SPECIALTY CONSUMER FINANCE COMPANY
HAS SECURED A \$220 MILLION CREDIT FACILITY FROM
CapitalOne **BMO**
FIRST HORIZON **United Community Bank**

A LEADING PROVIDER OF HOME DÉCOR
HAS SECURED A \$15.5 MILLION JUNIOR CAPITAL INVESTMENT
HAS RECEIVED A SECOND LIEN NOTE FROM
Tokarz Group

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