LSTA

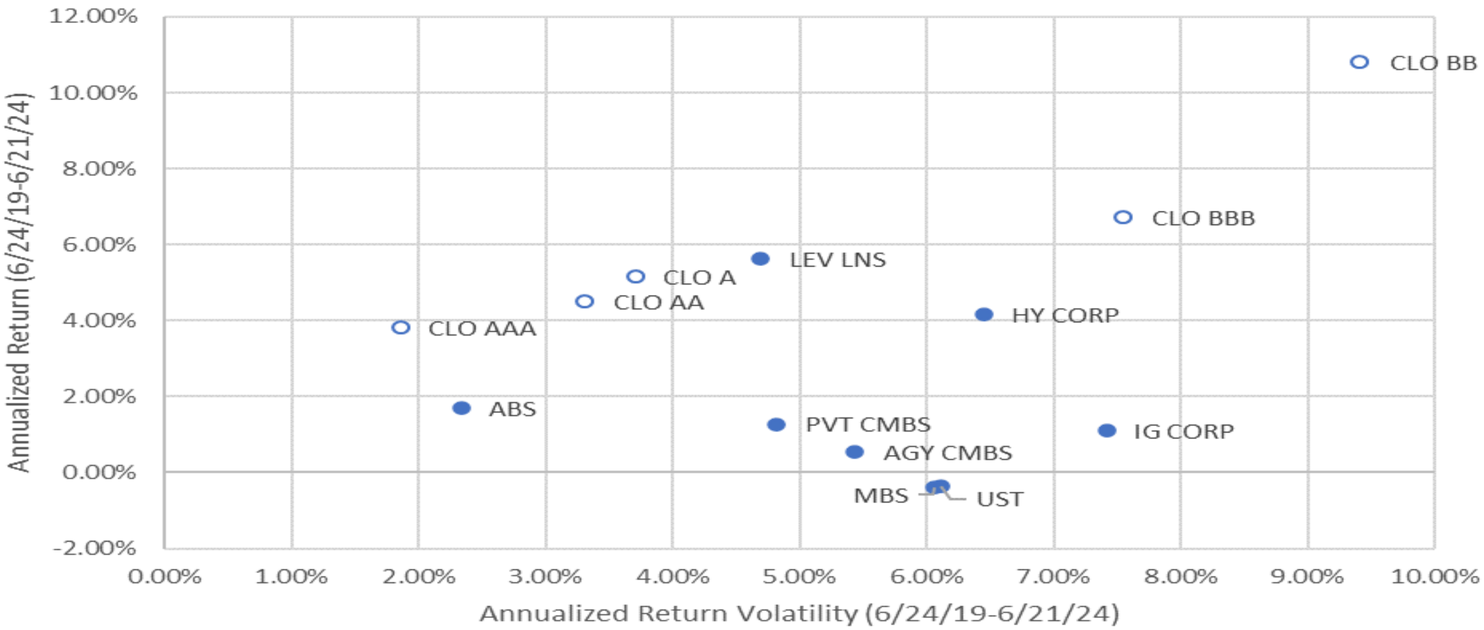
CLO Returns and Investment Strategies

Moderator:
Tess Virmani, Deputy General Counsel and EVP, Head of Policy – LSTA, Inc.

Speakers:
Steven Abrahams, Head of Investment Strategy, Santander US Capital Markets
Edward Lawless, Vice President, Portfolio Manager, Macquarie Asset Management
David Preston, Head of Structured Credit Research, AGL Credit Management
Jonathon Siatkowski, MD, Head of CLO Capital Markets at Marathon Asset Management
Daniel Strong, CFA, Executive Director, Structured Credit Group, SMBC Nikko Securities America

Tuesday, November 19, 2024

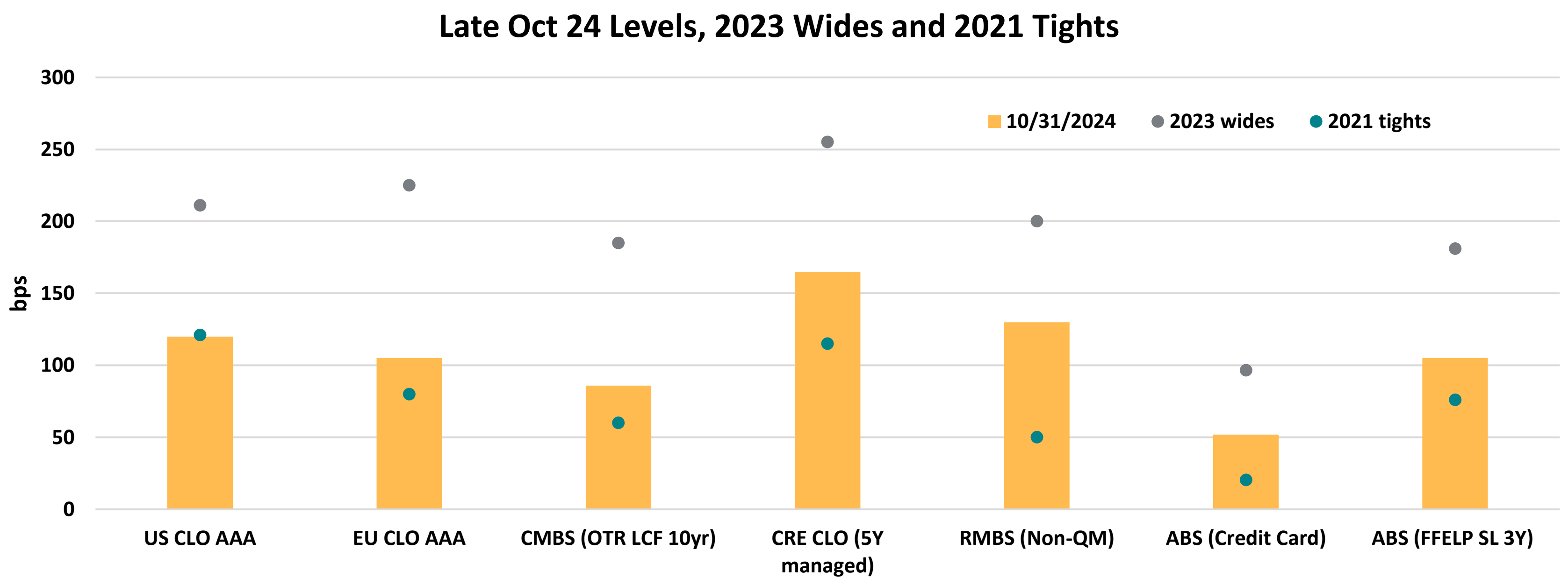
Risk/Reward Analysis Across Asset Classes



Note: Returns calculated as (Average Daily Return)*252, risk as (Standard Deviation of Daily Return)*SQRT(252). All returns calculated from Bloomberg indices except for loans, which use the Morningstar/LSTA index, and CLOs, which use the Palmer Square indices.

Source: Santander US Capital Markets

Current Secondary Cross Asset AAA Spreads



Source: Bofa Global Research, Bloomberg, LCD

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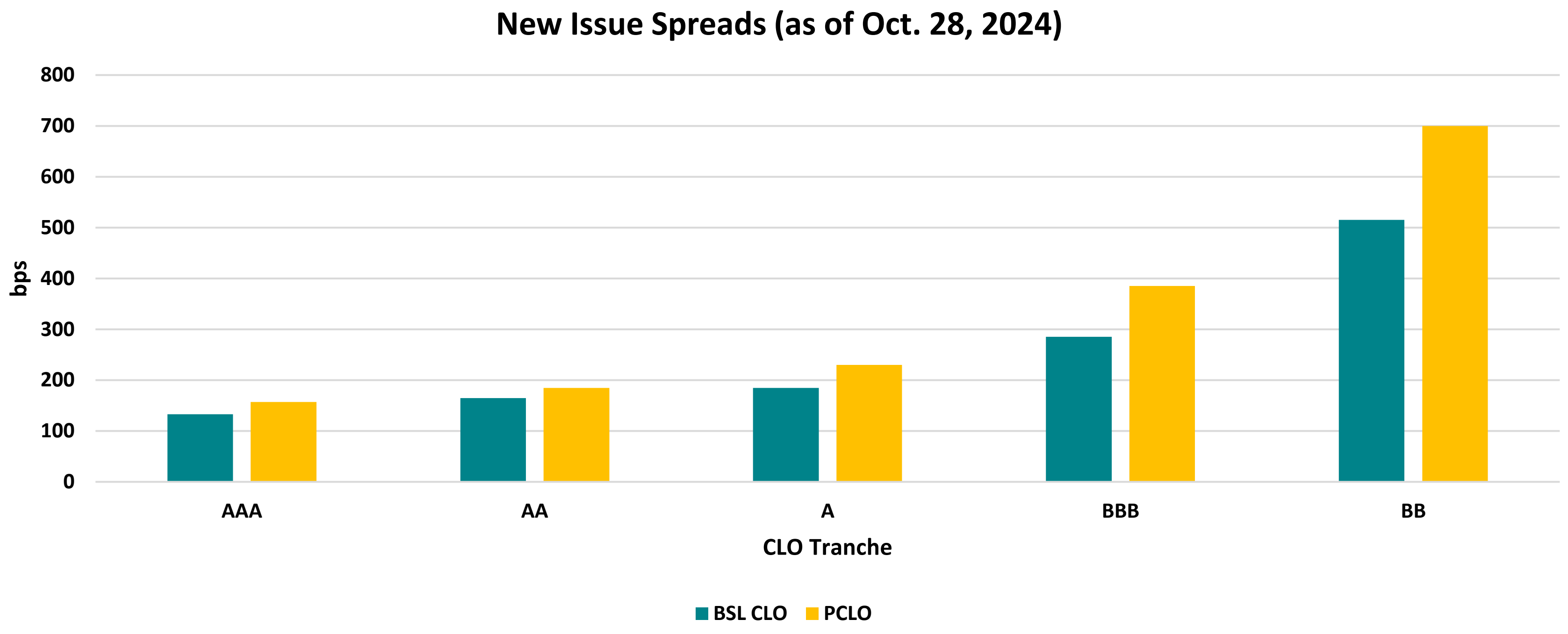
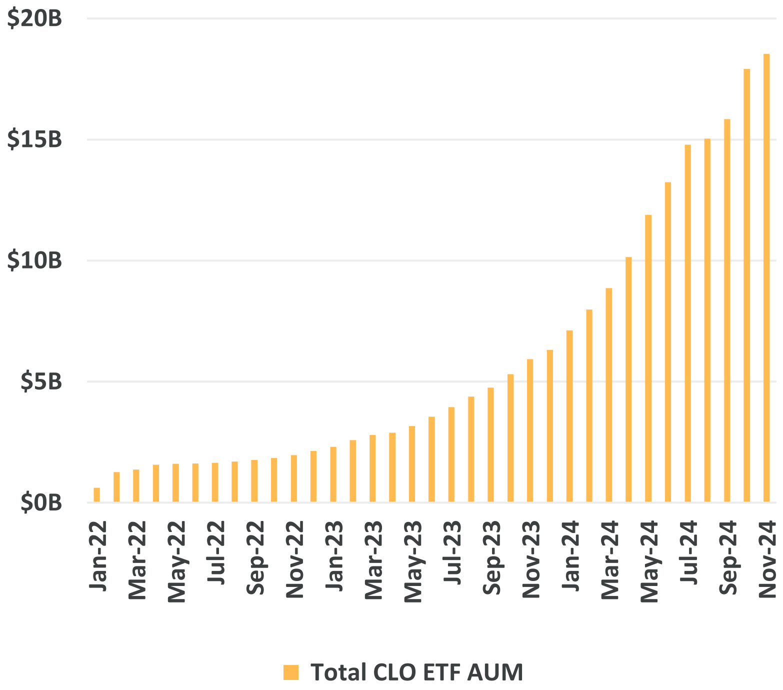
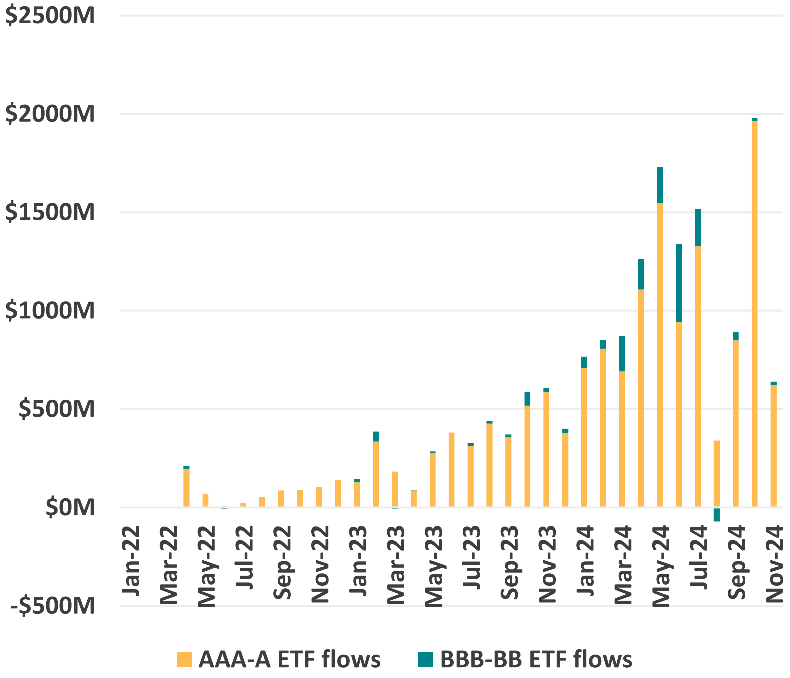
New Issue CLO Spreads Across Capital Stack



CLO ETF AUM Now Totals $18B After Increasing More Than $11B This Year

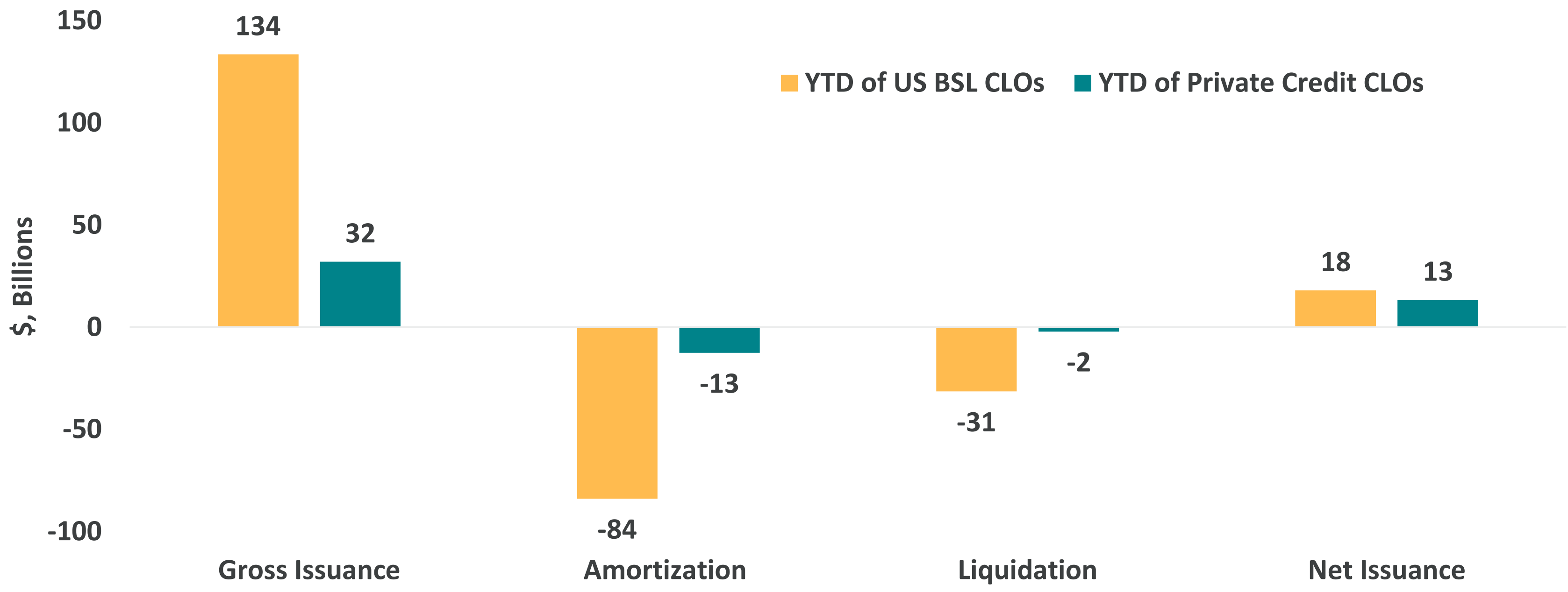




As of November 8, 2024

Source: Bofa Global Research

YTD Net New Issuance of US CLOs



Outlook