



The Credit Cycle and Outlooks for 2025

Moderator:

Hugo Pereira, VP, Analytics & Strategy, LSTA

Speakers:

Mohamed Basma, Voya Investment Management

Ronnie Kaplan, Oaktree Capital Management

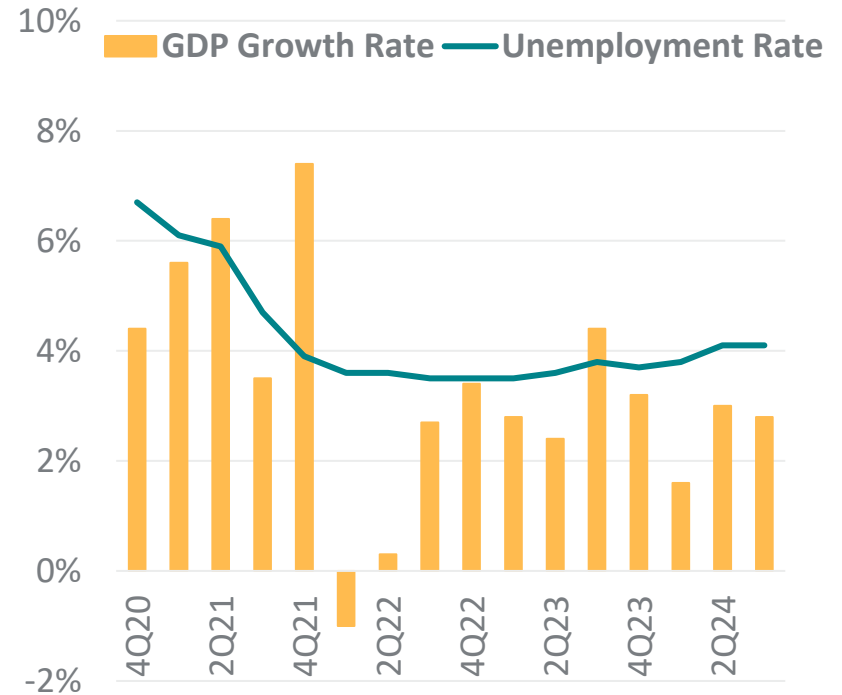
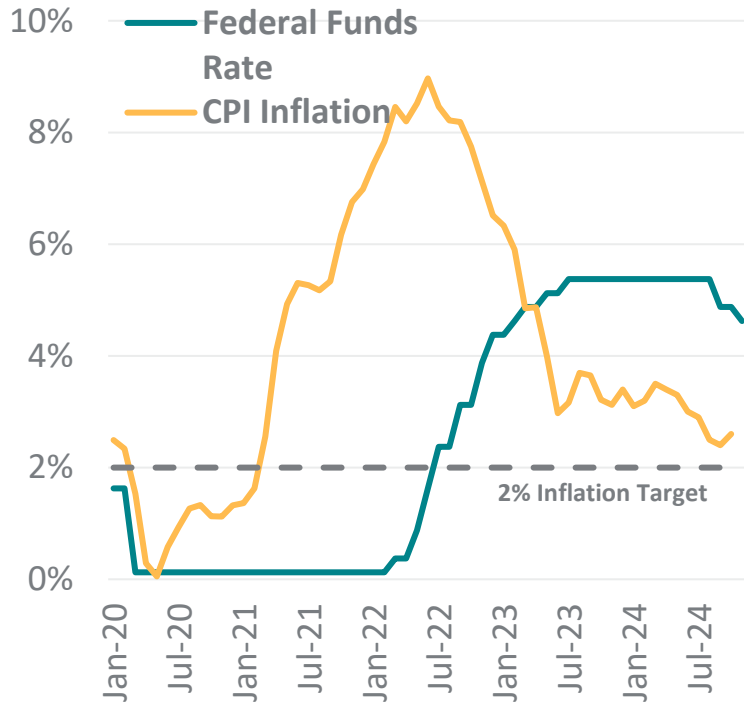
Matt Persohn, Golub Capital

Daire Wheeler, BSP- Alcentra

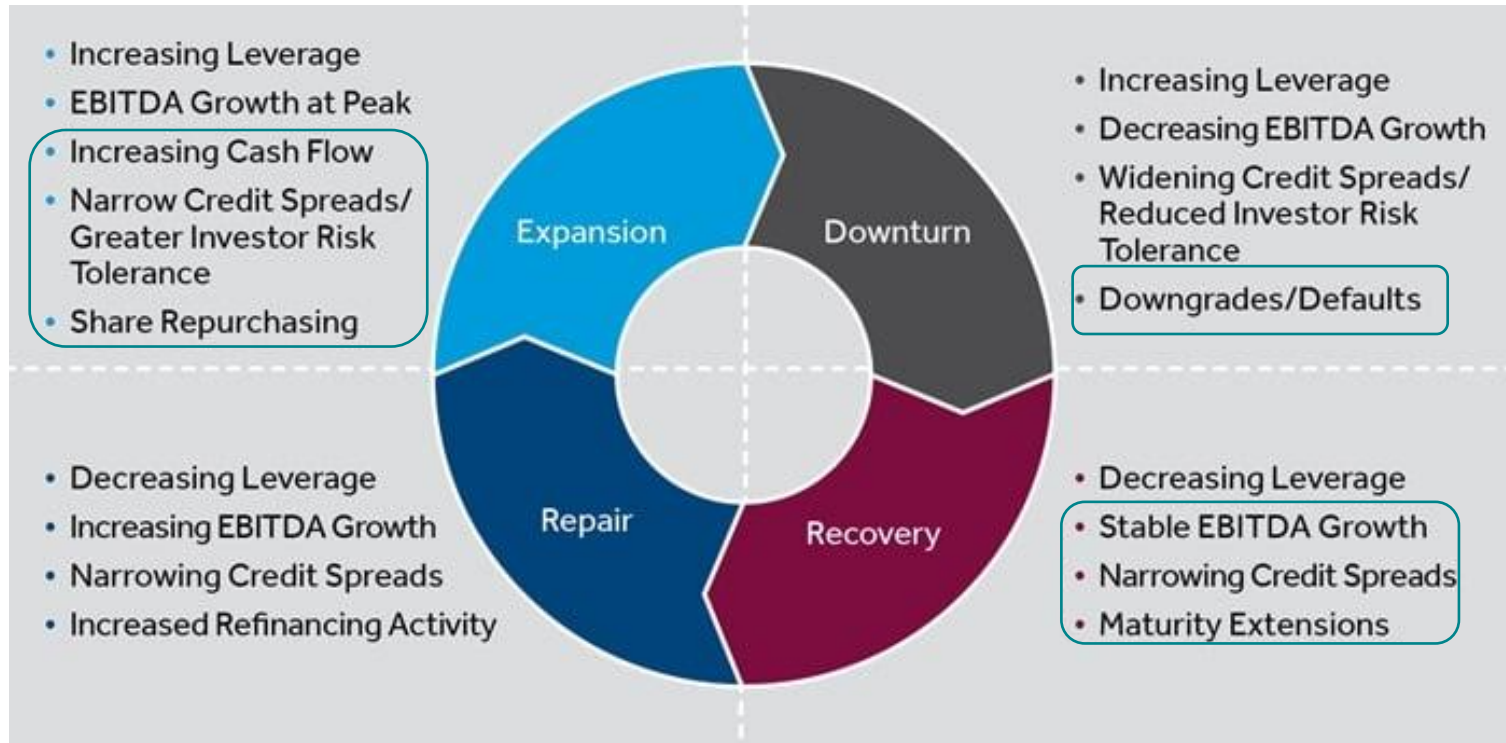
Jared Worman, HPS Investment Partners

Tuesday, November 19, 2024

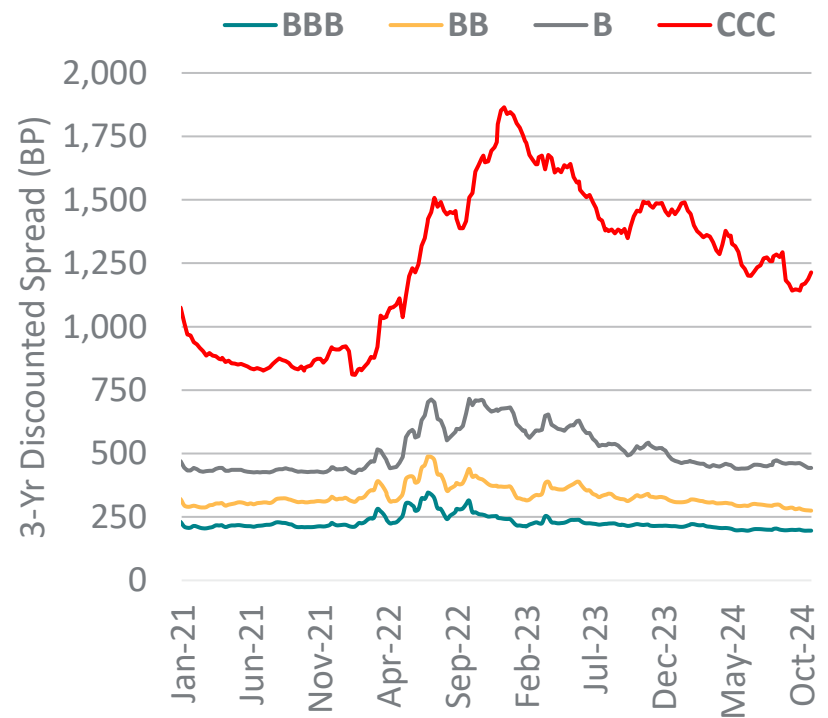
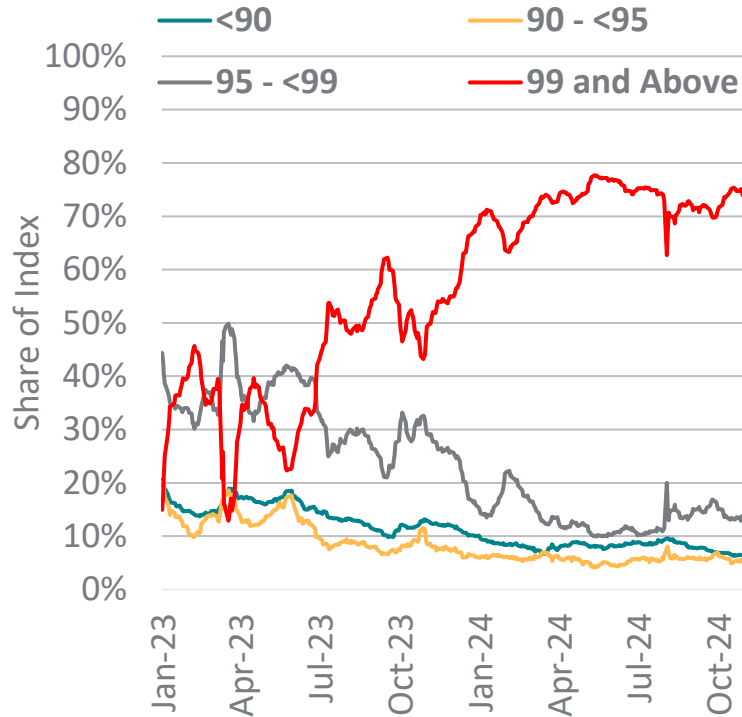
A “Soft Landing”? Progress On Inflation Leads Fed to Cut Interest Rates



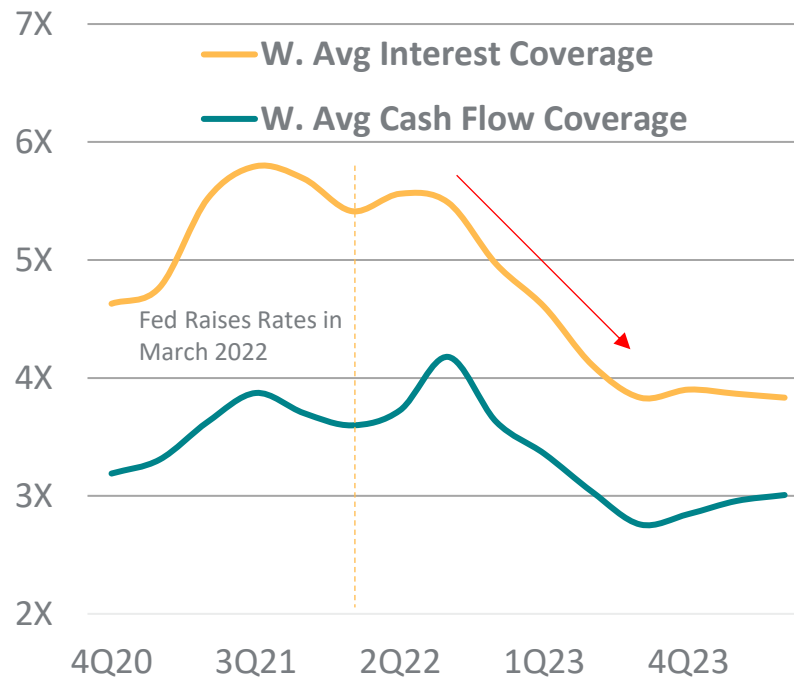
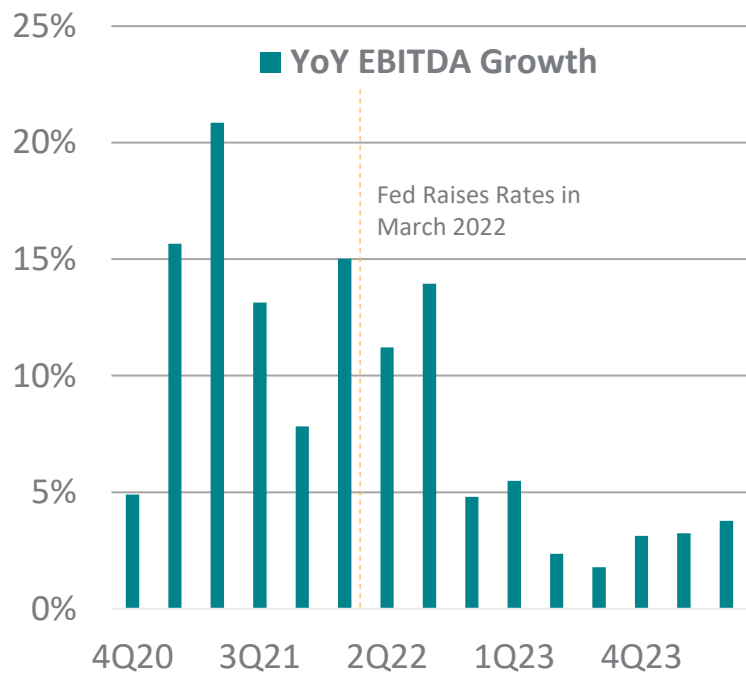
Where are we in the Credit Cycle?



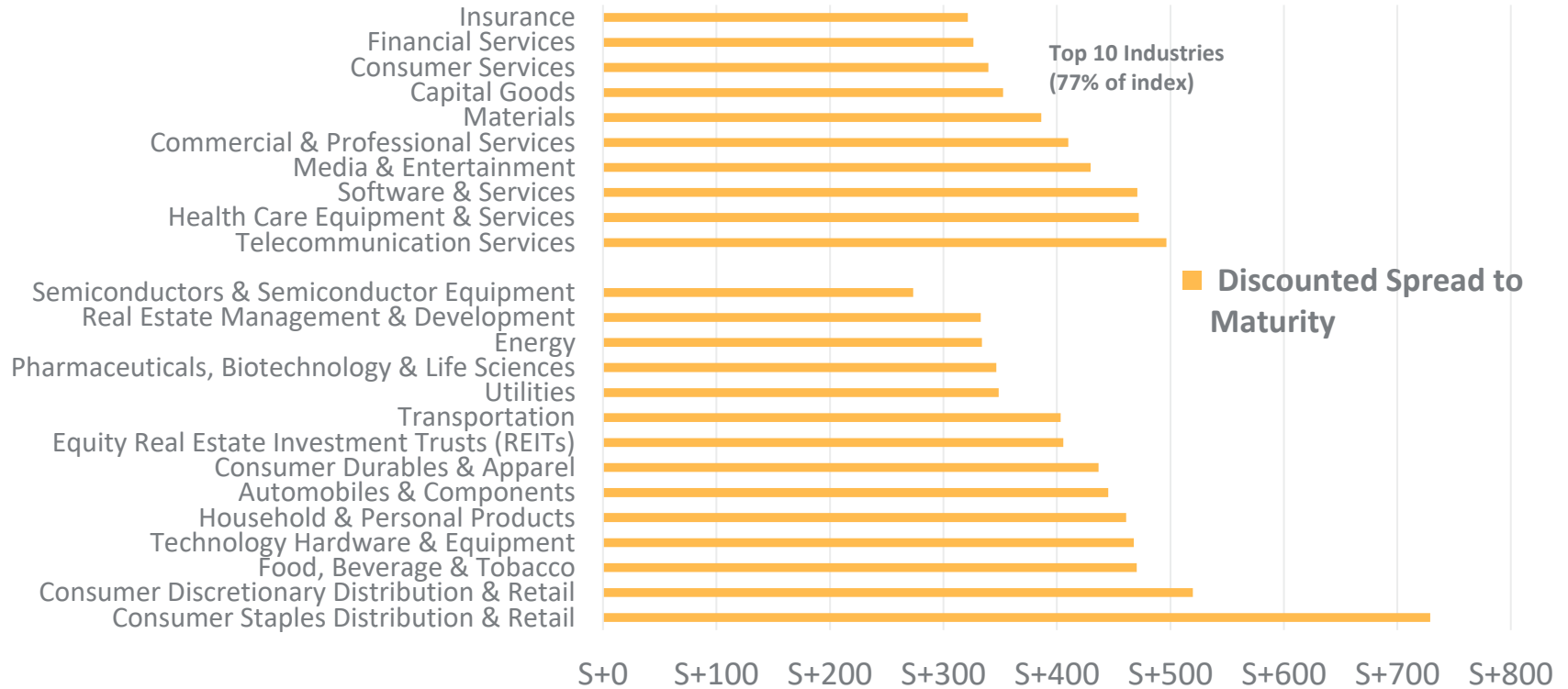
Strong Demand for BSL Leveraged Loans Have Driven Spreads Lower This Year



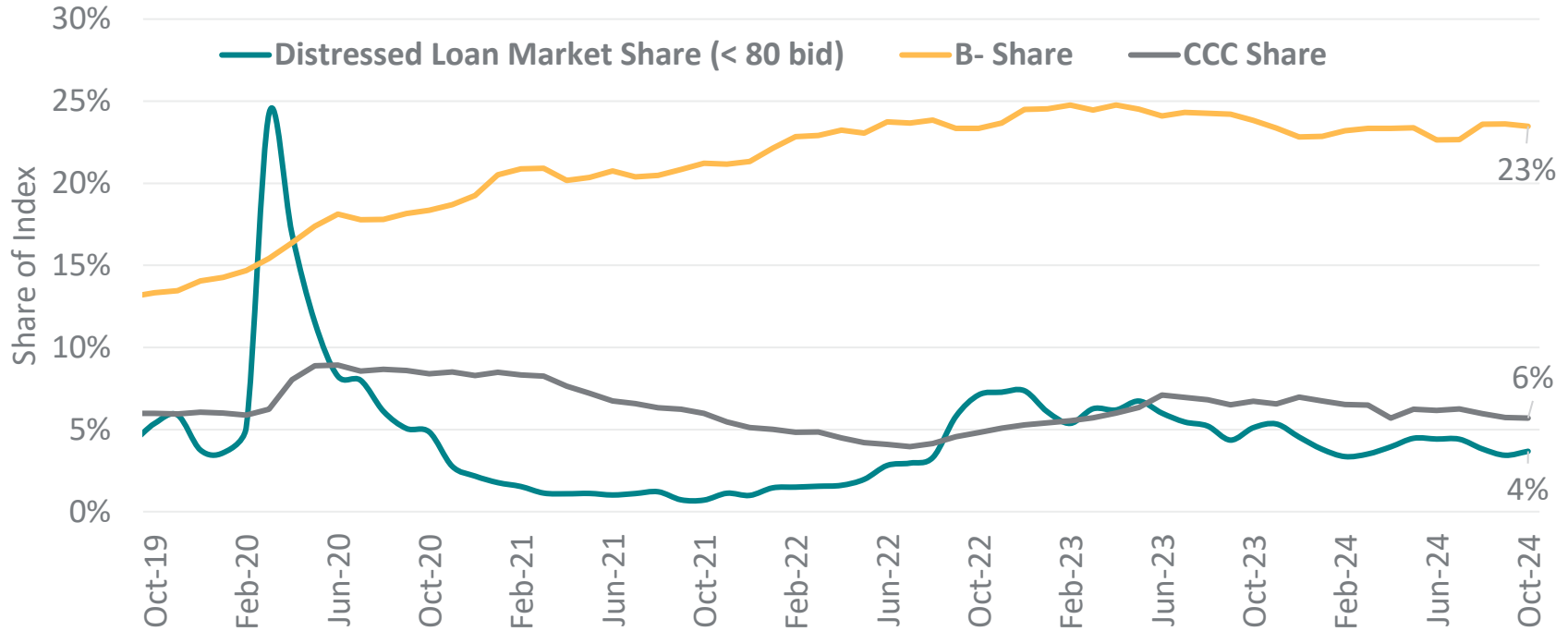
EBITDA and Coverage Ratios for BSL Leveraged Loans



There is a Wide Dispersion Across Industries



While the Percentage of B- Rated Loans Has Increased, Stress Indicators Have Remained Flat This Year



Distressed Exchanges Make Up Around 75% of Default Activity Over the Last Twelve Months

