Monthly Letter July 2026

BANKLOANS

AlphaFixe Capital

Volume[1]		Change	
	(US$ billion)	(US$ billion)	(%)
Jul-2026	78	-137	-64%
Jul-2025	215		
2026 (YTD)	529	-139	-21%
2025 (YTD)	668		
2026 (12M)	852	-337	-28%
2025 (12M)	1190		

Important transactions

Proofpoint	Extension	B2/B
$ 4.3 billion	Technology	S+450
QTS Data Centers	Other	Baa3/NR
$ 3.25 billion	Telecommunications	S+225

CLO (issuance volume)		Change	
	(US$ billion)	(US$ billion)	(%)
Jul-2026	11.2	-7.3	-39%
Jul-2025	18.5		
2026 (YTD)	67.8	-27.4	-29%
2025 (YTD)	95.2		

Capital Inflow/Outflow (Retail Investment Fund)		Change	
	(US$ billion)	(US$ billion)	(%)
Jul-2026	-0.1	-0.8	N/A
Jul-2025	0.7		
2026 (YTD)	-4.8	-5.4	N/A
2025 (YTD)	0.6		

Highlights

The bank loan market remained in line with June, as concerns over persistent inflation continued to exert downward pressure on bank loan prices. Primary and secondary market activity began the month on a quiet note due to the July 4th holiday. Activity subsequently picked up, albeit at a slower pace than in June. One development that attracted attention during the month was the migration of certain bank loans from the private credit market to the syndicated market. For the issuers involved, this transition allows them to benefit from a substantial reduction in the credit spread paid.

Refinancing transactions dominated the month, accounting for 62% of total volume. Mergers and acquisitions transactions accounted for 8% of total volume, a historically low level for the month of July.

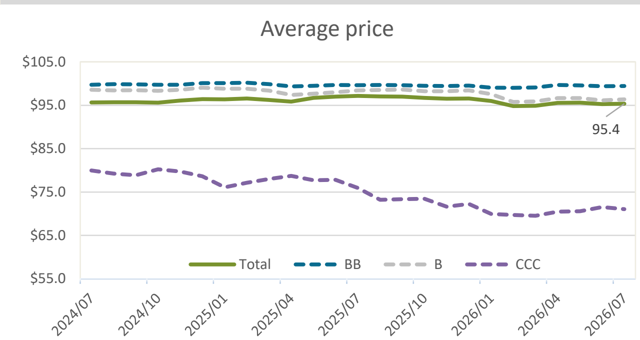
CLO (Collateralized Loan Obligations) issuance totaled $11.2 billion, down 39% from July 2025. Lastly, retail loan funds recorded slight net outflows, down from July 2025.

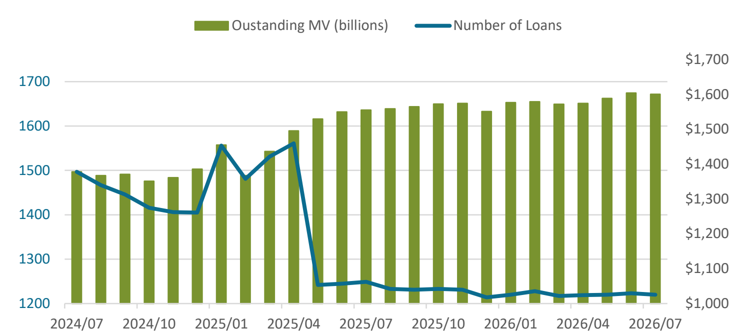
Performance[2]	1 mth	3 mths	2026 to date	12 mths		3-Y. Yield[4]
J.P. Morgan Leveraged Loan Index[2]	0.5%	1.1%	1.5%	3.0%		7.5%

Industry[2]	1 mth	3 mths	2026 to date	12 mths	Weight	3-Y. Yield
Automotive	0.2%	1.3%	2.4%	-0.6%	3.0%	7.1%
Broadcasting	0.5%	0.9%	3.7%	6.4%	1.0%	8.0%
Cable & Satellite	-1.1%	-1.6%	0.0%	2.4%	1.6%	7.8%
Chemicals	0.6%	1.4%	4.7%	2.1%	3.5%	8.0%
Consumer Products	0.6%	2.7%	5.1%	6.5%	2.6%	7.2%
Diversified Media	0.2%	2.3%	4.6%	7.7%	4.2%	7.2%
Energy	0.5%	1.3%	3.2%	6.0%	2.7%	5.5%
Financial	0.9%	0.5%	1.5%	3.8%	9.9%	6.0%
Food & Beverage	0.6%	2.0%	3.1%	4.5%	4.6%	6.6%
Gaming / Lodging / Leisure	0.4%	1.3%	2.8%	4.8%	5.4%	5.9%
Healthcare	0.7%	1.3%	2.4%	4.5%	11.6%	7.3%
Housing	-0.2%	0.8%	0.1%	1.5%	3.4%	8.3%
Industrial	0.4%	1.1%	2.3%	4.7%	7.3%	6.0%
Metals & Mining	0.6%	1.4%	3.3%	5.8%	0.5%	5.6%
Paper & packaging	0.1%	1.6%	1.4%	2.3%	3.7%	7.4%
Retail	0.7%	1.7%	3.4%	6.4%	2.5%	6.9%
Service	0.4%	1.0%	1.3%	2.3%	11.0%	7.8%
Technology	1.1%	1.0%	-3.5%	-2.0%	14.1%	10.8%
Telecommunications	-0.9%	-2.1%	3.5%	3.9%	1.4%	11.7%
Transportation	0.5%	1.2%	2.4%	4.9%	3.0%	5.7%
Utility	0.5%	1.1%	2.8%	5.4%	2.9%	5.2%

Credit Rating[2]	1 mth	3 mths	2026 to date	12 mths	Weight	3-Y. Yield
BBB (split)	0.3%	0.6%	1.9%	3.9%	6.9%	4.4%
BB	0.4%	0.9%	2.1%	4.1%	22.4%	5.1%
BB (split)	0.4%	1.6%	3.1%	4.6%	3.7%	5.9%
B	0.6%	1.2%	1.3%	3.1%	59.4%	7.4%
B (split)	0.0%	1.6%	-1.6%	-5.9%	5.2%	22.2%
Other (below CCC/non-rated)					2.4%	
Bank Loans Quality Index[3]	**0.4%**	**0.9%**	**1.9%**	**3.7%**		**5.0%**

J.P. Morgan Leveraged Loan Index[2]





[1] Source : CreditSights
[2] Before April 1st, 2025: Global Credit Suisse Index (CAD Hedged) - Data by Credit Suisse Fixed Income Research
Since April 1st, 2025: J.P. Morgan Leveraged Loan Index (CAD Hedged) - Data by J.P. Morgan Securities LLC
[3] Before April 1st, 2025: 5% T-bills (91 days) / 76% Credit Suisse BB ex Energy, Metals & Minerals / 19% Credit Suisse B+ ex Energy, Metals & Minerals (CAD Hedged)
Since April 1st, 2025: 5% T-bills (91 days) / 76% J.P. Morgan Leveraged Loan BB ex Energy, Metals & Mining / 19% J.P. Morgan Leveraged Loan B+ ex Energy, Metals & Mining (CAD Hedged)
[4] Yield 3-year life (or less depending on maturity), floating rates swapped to fixed rates and hedged in CAD

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