Monthly Letter October 2025

BANKLOANS

AlphaFixe Capital

Volume[1]	(US$ billion)	Change (US$ billion)	(%)
Oct-2025	44	-51	-54%
Oct-2024	95		
2025 (YTD)	886	-165	-16%
2024 (YTD)	1051		
2025 (12M)	1177	+57	+5%
2024 (12M)	1121		

Important transactions

Opella	Refinancing	B1/B+
$ 3,8 billion	Healthcare	S+300
Pro Mach	Extension	B2/B
$ 2,193 billion	Paper & packaging	S+275

CLO (issuance volume)	(US$ billion)	Change (US$ billion)	(%)
Oct-2025	13,7	-2,2	-14%
Oct-2024	15,9		
2025 (YTD)	128,2	+4,7	+4%
2024 (YTD)	123,5		

Capital Inflow/Outflow (Retail Investment Fund)	(US$ billion)	Change (US$ billion)	(%)
Oct-2025	-1,3	-4,1	N/A
Oct-2024	2,8		
2025 (YTD)	-1,8	-13,5	N/A
2024 (YTD)	11,6		

Highlights

New bank loan issuances slowed sharply in October due to more volatile market conditions. A stronger flight to quality emerged during the final weeks of the month, as investors remained cautious toward companies that could be affected by the rise of artificial intelligence.
The decline in issuance volumes is mainly explained by the absence of so-called opportunistic transactions. Refinancing activity remained dominant, accounting for nearly 43% of monthly issuances. There was also a rebound in mergers and acquisitions activity, which represented around 30% of the total. Lastly, maturity-extension operations followed, making up nearly 12% of the monthly volume.
CLO (Collateralized Loan Obligation) issuances nearly doubled compared to the previous month, supported by lower financing costs and an increase in merger and acquisition transactions that generated new capital. Retail investment funds recorded their largest net outflow since Liberation day.

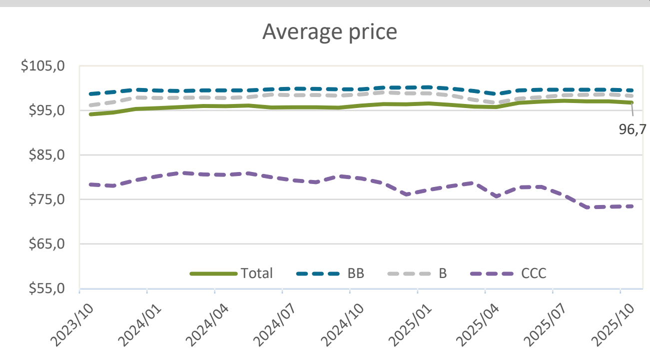
Performance[2]	1 mth	3 mths	2025 to date	12 mths	3-Y. Yield[4]
J.P. Morgan Leveraged Loan Index[2]	0,3%	0,9%	0,1%	5,2%	7,3%

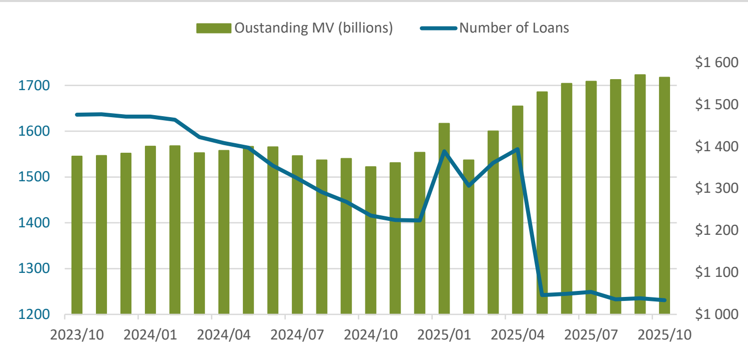
Industry[2]	1 mth	3 mths	2025 to date	12 mths	Weight	3-Y. Yield
Automotive	0,1%	-0,7%			2,8%	7,4%
Broadcasting	0,6%	8,7%			1,0%	10,1%
Cable & Satellite	0,3%	5,6%			2,2%	8,0%
Chemicals	-1,7%	0,1%			3,4%	8,8%
Consumer Products	0,6%	4,3%			2,2%	7,9%
Diversified Media	-0,4%	3,4%			3,9%	8,4%
Energy	0,4%	3,3%			2,6%	6,4%
Financial	0,6%	4,0%			9,3%	6,0%
Food & Beverage	0,4%	3,4%			4,6%	6,8%
Gaming / Lodging / Leisure	0,2%	3,7%			5,4%	6,3%
Healthcare	0,5%	3,9%			11,1%	7,5%
Housing	0,4%	6,6%			3,4%	6,9%
Industrial	0,5%	3,9%			6,9%	6,4%
Metals & Mining	0,6%	4,4%			0,4%	5,9%
Paper & packaging	0,0%	4,3%			3,2%	7,2%
Retail	0,8%	3,6%			2,5%	7,4%
Service	0,4%	3,8%			11,9%	7,2%
Technology	0,4%	3,2%			15,8%	8,3%
Telecommunications	-0,2%	3,6%			2,0%	9,3%
Transportation	0,5%	3,9%			2,5%	6,1%
Utility	0,5%	4,0%			2,9%	5,7%

Credit Rating[2]	1 mth	3 mths	2025 to date	12 mths	Weight	3-Y. Yield
BBB (split)	0,4%	1,1%	0,7%	4,9%	5,2%	4,7%
BB	0,4%	1,1%	0,5%	5,3%	22,0%	5,4%
BB (split)	-0,1%	0,5%	0,0%	4,4%	4,0%	6,3%
B	0,3%	1,0%	-0,2%	5,5%	60,2%	7,0%
B (split)	-0,5%	-1,7%	-3,9%	-3,1%	5,3%	19,1%
Other (below CCC/non-rated)					3,3%	
Bank Loans Quality Index[3]	**0,4%**	**0,9%**	**3,6%**	**4,8%**		**5,2%**

Note:
The data provider changed in April 2025, which prevents the reconciliation of performance by industry.

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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