Monthly Letter August 2026

BANKLOANS

AlphaFixe Capital

Volume[1]		Change	
	(US$ billion)	(US$ billion)	(%)
Aug-2026	24	-28	-53%
Aug-2025	53		
2026 (YTD)	554	-167	-23%
2025 (YTD)	721		
2026 (12M)	824	-413	-33%
2025 (12M)	1238		

Important transactions

Gainwell Technologies	Extension	B2/B-
2.64 billion	Healthcare	S+450
Fidelis Partnership	Other	Ba3/B+
2.04 billion	Financial	S+275

CLO (issuance volume)		Change	
	(US$ billion)	(US$ billion)	(%)
Aug-2026	13.3	+1.2	+10%
Aug-2025	12.1		
2026 (YTD)	81.1	-26.2	-24%
2025 (YTD)	107.3		

Capital Inflow/Outflow (Retail Investment Fund)		Change	
	(US$ billion)	(US$ billion)	(%)
Aug-2026	0.7	+1.0	N/A
Aug-2025	-0.3		
2026 (YTD)	-4.1	-4.4	N/A
2025 (YTD)	0.4		

Highlights

The bank loan market reverted to historical seasonal trends in August, with limited primary and secondary market activity. Repayments driven by prepayments attracted attention during the month, totaling $14.3 billion. Jane Street alone accounted for $5.5 billion of that total. One must go back to xAI's (Twitter) prepayment in April to find a monthly prepayment total this high. Primary and secondary market activity is expected to pick up after Labor Day; rumors are already circulating about certain companies looking to take advantage of continued demand for bank loans once the holiday ends.

Refinancing activity largely dominated the month, accounting for 72% of total volume. Mergers and acquisitions transactions, meanwhile, accounted for 5% of total volume; August is historically not a month that sees a large number of mergers and acquisitions transactions.

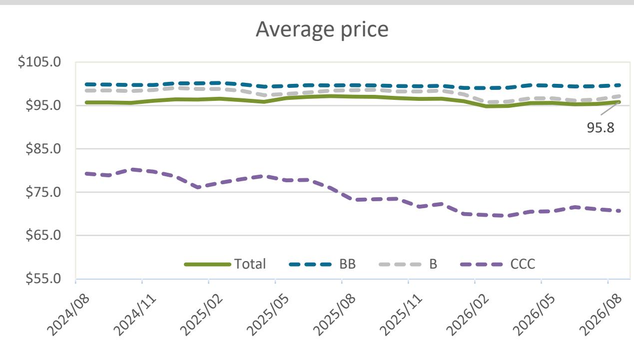
CLO (Collateralized Loan Obligations) issuance totaled $13.3 billion, up 10% from August 2025. Lastly, retail loan funds recorded slight net inflows, a marked improvement compared to the outflow seen last year.

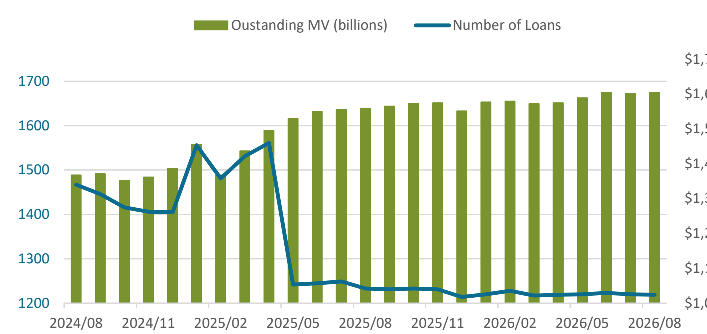
Performance[2]	1 mth	3 mths	2026 to date	12 mths		3-Y. Yield[4]
J.P. Morgan Leveraged Loan Index[2]	0.8%	1.5%	2.3%	3.6%		7.4%

Industry[2]	1 mth	3 mths	2026 to date	12 mths	Weight	3-Y. Yield
Automotive	0.6%	1.2%	3.0%	-0.5%	3.2%	7.0%
Broadcasting	0.5%	1.4%	4.1%	6.2%	1.0%	8.1%
Cable & Satellite	1.6%	0.9%	1.6%	3.1%	1.5%	7.7%
Chemicals	0.9%	1.7%	5.7%	3.3%	3.6%	7.9%
Consumer Products	0.9%	2.4%	6.0%	7.6%	2.6%	7.0%
Diversified Media	1.0%	1.8%	5.7%	8.0%	4.2%	7.2%
Energy	0.5%	1.4%	3.8%	6.0%	2.7%	5.5%
Financial	0.1%	0.6%	1.6%	3.5%	9.6%	6.2%
Food & Beverage	0.4%	1.5%	3.5%	4.7%	4.6%	6.7%
Gaming / Lodging / Leisure	0.2%	1.1%	3.0%	4.7%	5.4%	6.0%
Healthcare	1.0%	2.2%	3.4%	5.2%	11.7%	7.2%
Housing	0.4%	0.9%	0.5%	0.6%	3.4%	8.4%
Industrial	0.5%	1.4%	2.8%	4.7%	7.1%	6.0%
Metals & Mining	0.6%	1.5%	4.0%	6.1%	0.5%	5.6%
Paper & packaging	1.6%	2.4%	3.0%	4.0%	3.8%	7.0%
Retail	0.4%	1.7%	3.8%	6.7%	2.5%	6.9%
Service	1.0%	1.5%	2.3%	3.3%	11.1%	7.5%
Technology	1.8%	2.2%	-1.7%	-0.2%	14.3%	10.3%
Telecommunications	-0.7%	-2.6%	2.7%	2.8%	1.4%	12.5%
Transportation	0.7%	1.7%	3.1%	5.2%	3.0%	5.6%
Utility	0.4%	1.2%	3.2%	5.1%	2.9%	5.3%

Credit Rating[2]	1 mth	3 mths	2026 to date	12 mths	Weight	3-Y. Yield
BBB (split)	0.5%	1.0%	2.4%	4.2%	6.9%	4.4%
BB	0.6%	1.2%	2.7%	4.3%	22.0%	5.1%
BB (split)	0.6%	1.6%	3.6%	4.8%	3.8%	6.0%
B	1.0%	1.7%	2.3%	3.8%	59.4%	7.1%
B (split)	0.8%	1.7%	-0.8%	-4.4%	5.4%	22.1%
Other (below CCC/non-rated)					2.4%	
Bank Loans Quality Index[3]	**0.5%**	**1.1%**	**2.4%**	**4.0%**		**4.9%**

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

1800 McGill College Ave. | Suite 2420 | Montreal (QC) | H3A 3J6 514-861-3493 www.alphafixe.com s.corriveau@alphafixe.com