Monthly Letter July 2025

BANKLOANS

AlphaFixe Capital

Volume[1]

	(US$ billion)	Change (US$ billion)	Change (%)
Jul-2025	215	+121	+128%
Jul-2024	94		
2025 (YTD)	668	-153	-19%
2024 (YTD)	821		
2025 (12M)	1190	+166	+16%
2024 (12M)	1023		

Important transactions

UKG	Refinancing	B2/B-
$ 6,272 billion	Technology	S+250
Sedwick CMS	Refinancing	B2/B+
$ 5,621 billion	Financial	S+250

CLO (issuance volume)

	(US$ billion)	Change (US$ billion)	Change (%)
Jul-2025	18.5	+7.5	+68%
Jul-2024	11.0		
2025 (YTD)	94.8	+8.2	+10%
2024 (YTD)	86.6		

Capital Inflow/Outflow (Retail Investment Fund)

	(US$ billion)	Change (US$ billion)	Change (%)
Jul-2025	0.7	-2.1	-75%
Jul-2024	2.7		
2025 (YTD)	0.6	-12.5	-96%
2024 (YTD)	13.1		

Highlights

July set a new record for bank loan issuance, surpassing the previous record set six months earlier. As a result, 2025 will have the two most active months ever observed for this type of financing. Companies have been opportunistic, taking advantage of strong demand for this asset class, leading to a predominance of refinancing activities, which accounted for 84% of the volume issued. In contrast, activities related to mergers and acquisitions represented only a modest 7% of the issuances for the month.

Collateralized Loan Obligation (CLO) issuances reached a peak in July 2025, recording one of the highest volumes in the last eight months. At the same time, investment funds targeting retail investors saw net capital inflows, restoring a positive balance for the year.

Performance[2]

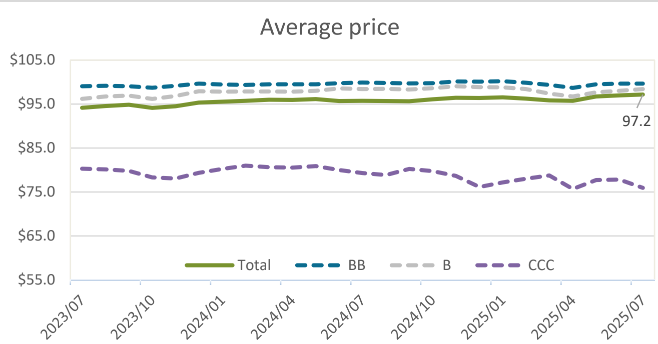
Performance[2]	1 mth	3 mths	2025 to date	12 mths		3-Y. Yield[4]
J.P. Morgan Leveraged Loan Index[2]	0.7%	2.9%	3.0%	6.3%		7.7%

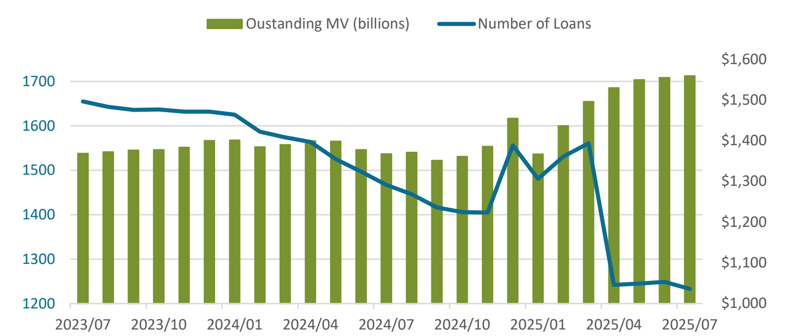
Industry[2]	1 mth	3 mths	2025 to date	12 mths	Weight	3-Y. Yield
Automotive	1.2%	3.0%			3.1%	8.0%
Broadcasting	2.4%	6.0%			0.9%	10.8%
Cable & Satellite	0.9%	3.8%			2.4%	8.2%
Chemicals	-0.3%	1.5%			3.4%	8.4%
Consumer Products	0.6%	3.2%			2.1%	8.5%
Diversified Media	0.9%	2.0%			3.9%	8.7%
Energy	0.6%	1.6%			2.6%	7.1%
Financial	0.6%	2.5%			9.8%	6.6%
Food & Beverage	0.6%	2.4%			4.4%	7.2%
Gaming / Lodging / Leisure	0.8%	2.7%			5.3%	6.6%
Healthcare	0.6%	2.6%			11.0%	8.0%
Housing	0.7%	4.1%			3.9%	7.7%
Industrial	0.6%	2.4%			6.7%	7.1%
Metals & Mining	0.8%	2.8%			0.5%	6.5%
Paper & packaging	0.7%	2.6%			3.3%	7.5%
Retail	0.4%	2.9%			2.4%	8.6%
Service	0.5%	2.0%			11.9%	7.5%
Technology	0.9%	2.5%			15.3%	8.5%
Telecommunications	1.5%	2.8%			1.8%	9.2%
Transportation	0.7%	3.4%			2.5%	6.5%
Utility	0.2%	2.5%			2.9%	6.4%

Credit Rating[2]	1 mth	3 mths	2025 to date	12 mths	Weight	3-Y. Yield
BBB (split)	0.4%	1.9%	2.6%	5.2%	5.5%	5.2%
BB	0.4%	2.4%	2.9%	5.8%	20.9%	6.0%
BB (split)	0.7%	3.1%	3.1%	6.0%	3.7%	6.4%
B	0.8%	3.1%	2.9%	6.8%	61.6%	7.5%
B (split)	0.1%	3.4%	-0.6%	0.9%	4.8%	18.2%
Other (below CCC/non-rated)					3.5%	
Bank Loans Quality Index[3]	**0.4%**	**2.1%**	**2.6%**	**5.5%**		**5.7%**

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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