Monthly Letter October 2026

BANKLOANS

AlphaFixe Capital

Volume[1]		Change	
	(US$ billion)	(US$ billion)	(%)
Oct-2026	36	-8	-18%
Oct-2025	44		
2026 (YTD)	683	-203	-23%
2025 (YTD)	886		
2026 (12M)	789	-389	-33%
2025 (12M)	1177		

Important transactions

Volta Infrastructure	Extension	NR/NR
2.64 billion	Healthcare	S+650
Everllence	Other	B1/B+
2.04 billion	Financial	S+325

CLO (issuance volume)		Change	
	(US$ billion)	(US$ billion)	(%)
Oct-2026	10.5	-3.2	-23%
Oct-2025	13.7		
2026 (YTD)	100.9	-27.2	-21%
2025 (YTD)	128.2		

Capital Inflow/Outflow (Retail Investment Fund)		Change	
	(US$ billion)	(US$ billion)	(%)
Oct-2026	0.5	+1.8	N/A
Oct-2025	-1.3		
2026 (YTD)	-2.6	-0.8	N/A
2025 (YTD)	-1.8		

Highlights

The bank loan market had a difficult October, as shown by the index price, which fell to an 18-month low before recovering slightly in the final week. This sharp pullback in the secondary market was driven mainly by the rebound in oil prices and by rising interest rates. These factors dampened investor appetite and weighed on primary market activity. Demand for higher-quality loans nonetheless held firm in October, a trend that has characterized 2026 as a whole.

M&A and LBO activity totaled $18 billion, or 50% of monthly volume. Conversely, refinancings remained limited, as market conditions were unfavourable: they amounted to $5.9 billion, or 17% of total volume, versus $18.9 billion (43% of the total) a year earlier.

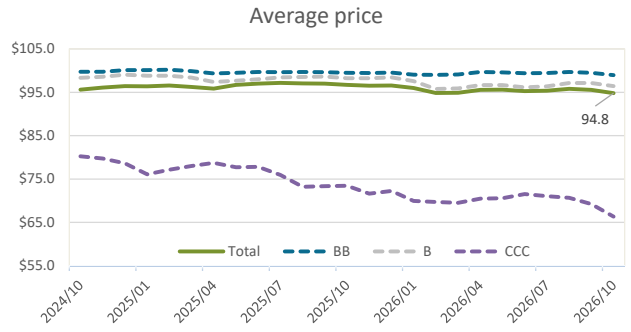
CLO (Collateralized Loan Obligation) issuance came in at $10.5 billion, down 23% from October 2025. Finally, retail loan funds recorded modest net inflows, compared with net outflows over the same period last year.

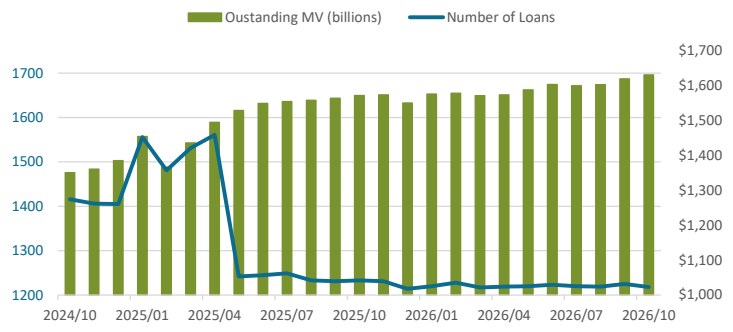
Performance[2]	1 mth	3 mths	2026 to date	12 mths		3-Y. Yield[4]
J.P. Morgan Leveraged Loan Index[2]	-0.4%	0.6%	2.0%	2.7%		8.0%

Industry[2]	1 mth	3 mths	2026 to date	12 mths	Weight	3-Y. Yield
Automotive	-0.8%	-0.3%	2.1%	2.9%	3.1%	8.2%
Broadcasting	-2.0%	-2.0%	1.6%	1.8%	0.9%	9.9%
Cable & Satellite	-2.5%	-2.6%	-2.6%	-2.0%	1.4%	10.1%
Chemicals	-1.8%	-0.3%	4.4%	3.3%	3.5%	9.0%
Consumer Products	-0.1%	1.0%	6.1%	6.4%	2.5%	7.3%
Diversified Media	-0.2%	1.2%	5.9%	7.6%	3.7%	8.2%
Energy	0.2%	1.1%	4.3%	5.3%	2.7%	5.8%
Financial	0.1%	0.4%	1.9%	2.8%	9.9%	6.6%
Food & Beverage	-0.6%	-0.3%	2.8%	3.2%	4.7%	7.5%
Gaming / Lodging / Leisure	-0.8%	-0.9%	1.9%	2.8%	5.3%	6.9%
Healthcare	0.0%	1.3%	3.8%	4.6%	11.6%	7.6%
Housing	-1.2%	-2.1%	-2.0%	-2.9%	3.3%	9.9%
Industrial	0.1%	0.9%	3.2%	4.1%	7.4%	6.3%
Metals & Mining	0.2%	1.2%	4.6%	5.5%	0.5%	5.9%
Paper & packaging	0.0%	1.9%	3.3%	3.6%	3.7%	7.6%
Retail	0.1%	0.6%	4.0%	5.1%	2.4%	6.9%
Service	-0.3%	0.9%	2.2%	2.6%	11.5%	8.1%
Technology	-0.2%	2.4%	-1.1%	-0.4%	14.8%	11.0%
Telecommunications	-4.9%	-8.9%	-5.8%	-5.9%	1.2%	13.1%
Transportation	-1.3%	-0.6%	1.8%	2.8%	2.9%	6.4%
Utility	-0.1%	0.5%	3.2%	4.1%	3.0%	5.7%

Credit Rating[2]	1 mth	3 mths	2026 to date	12 mths	Weight	3-Y. Yield
BBB (split)	0.1%	0.9%	2.8%	3.7%	6.6%	4.8%
BB	-0.2%	0.5%	2.6%	3.4%	22.4%	5.6%
BB (split)	-0.3%	0.4%	3.4%	4.4%	4.1%	6.8%
B	-0.3%	1.0%	2.3%	3.1%	59.2%	7.6%
B (split)	-3.2%	-3.7%	-5.3%	-7.8%	4.9%	26.0%
Other (below CCC/non-rated)					2.7%	
Bank Loans Quality Index[3]	**-0.1%**	**0.5%**	**2.4%**	**3.3%**		**5.5%**

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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