

Briefing Global Economic & Credit Market Week 3 Ending - January 19, 2024

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Economic Calendar

- o Thursday, January 25: Initial Jobless Claims
- Friday, January 26: Personal Spending

Kev Market Metrics

- S&P 500: +1.17% WoW; +1.47% YTD; +24.13% YoY; 13.4x LTM EBITDA; 13.2x NTM
- Dow Jones: +0.72% WoW; +0.46% YTD; +14.58% YoY; 10.6x LTM EBITDA; 13.0x NTM **EBITDA**
- Nasdaq: +2.26% WoW; +2.00% YTD; +41.09% YoY
- Ten Year US Treasury Yield: 4.17% +19 bps YTD; +75 bps YoY
- - British Pound per USD: \$1.27; (0.4%) WoW; (0.2%)YTD; 2.5% YoY
 - Euro per USD: \$1.09; (0.5%) WoW; (1.4%)YTD; 0.6% YoY
 - USD per Yen: ¥148.10; 2.2% WoW; 5.1% YTD; 15.3% YoY
 - Swiss franc per EUR: 1.06 CHF; (1.3%)WoW; (1.8%)YTD; 4.9% YoY

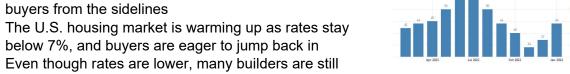
U.S. News

Retail Sales

- Sales at retailers jumped 0.6% in December to cap off a fairly robust holiday-shopping season
- Sales rose 3% in December at department stores, 1.5% at internet retailers and clothing stores, and 1.1% at auto dealers
- Sales fell at stores that sell furniture and appliances, likely because of slower home buying

Home Builders Confidence Index

- The Home Builders Confidence Index surged 8 points to 44 in January as falling mortgage rates drew in home buyers from the sidelines
- The U.S. housing market is warming up as rates stay below 7%, and buyers are eager to jump back in
- cutting prices to attract buyers and boost sales. About 31% of builders cut prices in January, down from 36% in December, with the average price cut at 6%



Industrial Production

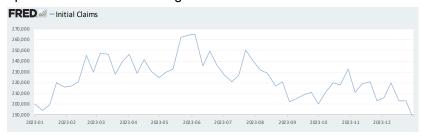
- Industrial production rose 0.1% in December, the Federal Reserve reported Wednesday
- o Motor vehicles and parts output rose 1.6% after a 7.4% jump in the prior month due to the return of striking auto workers
- Excluding autos, total industrial output was flat and manufacturing output was down 0.1%

Home Builders Confidence Index



Jobless Claims

- o Initial jobless claims, a measure of how many workers were laid off across the U.S., decreased to 187,000 in the week ended January 12, down 16,000 from the prior week
- The four-week moving average was 203,250, down 4,750 from the prior week
- Continuing claims those filed by workers unemployed for longer than a week decreased by 26,000 to 1.806 million in the week ended January 5. This figure is reported with a one-week lag



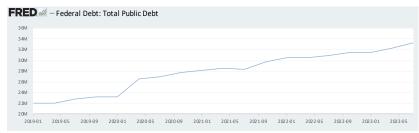
Fed's Balance Sheet

- The Federal Reserve's assets totaled \$7.674 trillion in the week ended January 19, down \$13.0 billion from the prior week
- Treasury holdings totaled \$4.743 trillion, down \$9.0 billion from the prior week
- Holdings of mortgage-backed securities (MBS) were \$2.43 trillion in the week, down \$0.0 billion from the prior week



Total Public Debt

- Total public debt outstanding was \$34.07 trillion as of January 19, an increase of 8.3% from the previous year
- Debt held by the public was \$24.60 trillion, and intragovernmental holdings were \$7.06 trillion



Inflation Factors

- o CPI:
 - The consumer-price index rose 3.4% in December year over year
 - On a monthly basis, the CPI increased 0.3% in December on a seasonally adjusted basis, after increasing 0.1% in November
 - The index for all items less food and energy (core CPI) rose 0.3% in December, after rising 0.3% in November
 - Core CPI increased 3.9% for the 12 months ending December
- Food & Beverages:
 - The food at home index increased 1.3% in December from the same month a year earlier, and increased 0.1% in December month over month
 - The food away from home index increased 5.2% in December from the same month a year earlier, and increased 0.3% in December month over month
- Commodities:
 - The energy commodities index decreased (0.1%) in December after decreasing
 - The energy commodities index fell (2.9%) over the last 12 months
 - The energy services index 0.4% in December after increasing 0.7% in November
 - The energy services index fell (1.1%) over the last 12 months
 - The gasoline index fell (1.9%) over the last 12 months
 - The fuel oil index fell (14.7%) over the last 12 months
 - The index for electricity rose 3.3% over the last 12 months
 - The index for natural gas fell (13.8%) over the last 12 months
- Supply Chain:
 - Drewry's composite World Container Index increased to \$3,776.78 per 40ft
 - Drewry's composite World Container Index has increased by 81.7% over the last 12 months
- Housing Market:
 - The shelter index increased 0.5% in December after increasing 0.4% in November
 - The rent index increased 0.4% in December after increasing 0.5% in November
 - The index for lodging away from home decreased (1.1%) in December after decreasing (4.5%) in November

Federal Funds Rate

The effective Federal Funds Rate is at 5.33%, flat 0.00% year to date





World News

Israel

- Israel's prime minister Benjamin Netanyahu has told the Biden White House that he rejects any moves to establish a Palestinian state when Israel ends its offensive against Gaza, and that all territory west of the Jordan River would be under Israeli security control.
- His public statement on Thursday represents a rebuttal of US foreign policy. The White
 House responded by saying the US would continue working towards a two-state solution
 and that there could be no Israeli reoccupation of Gaza when the war concluded.

Yemen

- The U.S. military said it struck Houthi weaponry in Yemen that threatened merchant and U.S. Navy vessels in the Red Sea, America's fourth strike on Houthi-held territory in recent weeks, as rising tensions across the region threaten to pull more parties into a widening war.
- A Pentagon official said it estimates that about a fourth of the Houthi arsenal has now been destroyed.
- President Biden said Thursday that the U.S. would continue to target Houthi weaponry until the group ceases its attacks on shipping vessels, after being asked whether the strikes were working.

Russia

- Russia has rejected an American proposal to reopen an arms-control dialogue with Washington, saying the U.S. was pursuing a hostile policy toward Moscow, U.S. officials said Thursday.
- The absence of talks between the two sides on reducing nuclear risks and potential armscontrol steps comes during the worst downturn in U.S.-Russia relations since the end of the Cold War and has raised fears of a new arms race.
- U.S. national security adviser Jake Sullivan said in a speech in June that the U.S. was
 prepared to begin the talks without preconditions. And the Biden administration followed
 up with a confidential paper a few months later proposing such talks and outlining ideas
 on how to manage nuclear risks.
- But Moscow responded with its own diplomatic paper in late December, saying that it
 wasn't interested in resuming arms-control talks, complaining that the U.S. was seeking
 the strategic defeat of Russia through its support of Ukraine, U.S. officials say.

China

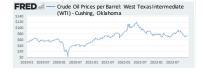
- Births in China dropped by more than 500,000 last year to just over 9 million in total, accelerating the decline in the country's population.
- The number of newborns has gone into free fall over the past several years. Official figures released Wednesday showed that China had fewer than half the number of births in 2023 than the country did in 2016, after China abolished the one-child policy.
- The worsening demographic gloom has taken on increasing urgency for Beijing. The country hit a historic turning point in 2022, marking the first year the population shrank since the starvation years in the early 1960s.



Commodities

Oil Prices

- WTI: \$73.77 per barrel
 - +1.50% WoW; +2.96% YTD; (8.17%) YoY
- o Brent: \$78.82 per barrel
 - +0.68% WoW; +2.31% YTD; (8.52%) YoY



US Production

 U.S. oil production amounted to 13.3 million bpd for the week ended January 12, up 0.1 million bpd from the prior week

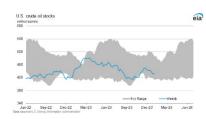
Rig Count

The total number of oil rigs amounted to 620, up 1 from last week

Inventories

Crude Oil

- Total U.S. crude oil inventories now amount to 429.9 million barrels, down (4.0%) YoY
- Refiners operated at a capacity utilization rate of 92.6% for the week, down from 92.9% in the prior week
- U.S. crude oil imports now amount to 6.241 million barrels per day, down 8.1% YoY



Gasoline

- Retail average regular gasoline prices amounted to \$3.09 per gallon in the week of January 19, down (9.0%) YoY
 - Gasoline prices on the East Coast amounted to \$3.15, down (6.3%) YoY



- Gasoline prices in the Midwest amounted to \$2.90, down (11.5%) YoY
- Gasoline prices on the Gulf Coast amounted to \$2.76, down (9.6%) YoY
- Gasoline prices in the Rocky Mountain region amounted to \$2.85, down (16.5%) YoY
- Gasoline prices on the West Coast amounted to \$4.11, up 0.6% YoY
- Motor gasoline inventories were up by 3.1 million barrels from the prior week
- Motor gasoline inventories amounted to 248.1 million barrels, up 7.7% YoY
- Production of motor gasoline averaged 9.37 million bpd, up 5.6% YoY
- Demand for motor gasoline amounted to 8.269 million bpd, up 2.7% YoY

Distillates

- Distillate inventories decreased by 2.4 million in the week of January 19
- Total distillate inventories amounted to 134.8 million barrels, up 16.4% YoY
- Distillate production averaged 4.902 million bpd, up 6.5% YoY
- Demand for distillates averaged 3.645 million bpd in the week, down (9.4%)

Natural Gas

- Natural gas inventories decreased by 154 billion cubic feet last week
- Total natural gas inventories now amount to 3,182 billion cubic feet, up 12.8% YoY





Geopolitical Hotspots

Nicaragua

 Nicaragua released 19 clergymen from prison, including Bishop Rolando Álvarez, the country's most prominent political prisoner, and expelled them to the Vatican.

Ecuador

 Ecuador is at war with drug gangs, President Daniel Noboa said, as troops patrolled the country's largest city, Guayaquil, a day after gunmen took over a TV studio and launched a series of attacks against the Andean nation's new government.

Argentina

 Argentines long battered by galloping inflation were hit even harder in December as food, fuel and drug prices skyrocketed during President Javier Milei's first month in office as he embarked on pro-market shock therapy to revive an economy in shambles.

Canada

Armed with a multibillion-dollar war chest, Canada is offering money to cities to ditch
zoning restrictions that thwart residential construction as the country deals with an acute
housing shortage.

South Korea

 South Korea's opposition party leader was stabbed in the neck in an attack that left him hospitalized in an incentive care unit.

North Korea

 North Korea has fired more than 200 rounds of artillery shells of its west coast, towards the South Korea's Yeonpyeong Island, Seoul's military has said.

Indonesia

At a Chinese nickel smelter in Indonesia, workers were undertaking routine maintenance at dawn when a massive explosion rocked the facility. Waste from a furnace had flowed out and hit flammable material, resulting in the deaths of at least 19 workers and injuring dozens more as hot steam hissed out and fire ripped through the building.

Credit News

High yield bond yields increased 11bps to 7.9% and spreads widened 7bps to 372bps. Leveraged loan yields increased 5bps to 9.15% and spreads widened 2bps to 526bps. WTD Leveraged loan returns were positive 16bps. WTD high yield bond returns were negative 16bps. 10yr treasury yields increased 20bps+ during the week hurting fixed rate instruments. Loans again outperformed bonds as investors debated the timing and scale of Fed rate cuts in the face of generally better economic data.

High-yield:

Week ended 1/19/2024

Yields & Spreads1

Current	Current Week		Prior Week		ops)
Yield	Spread	Yield	Spread	Yield	Spread
7.90%	372	7.79%	365	11	7

Pricing & Returns1

Pricing			Returns			
Current Week	Prior Week	Δ (bps)	WTD	MTD	YTD	2023
\$92.57	\$92.93	-36	-0.21%	-0.56%	-0.56%	13.5%

Fund Flows²

Total Flows (\$) \$1,000mm

New Issue²

Week			YTD				
	# New Deals	Total (\$)	Total (\$)	Prior Year YTD	CY vs PY		
	10	\$7.2bn	\$12.5bn	\$2.3bn	+443%		

Distressed Level (trading in excess of 1,000 bps)²

12/30/23 11/30/23 10/31/23 6.60% 7.80% 8.70%

Total HY Defaults

12/30/23 11/30/23 10/31/23 2.08% 2.08% 1.76%

¹ Source: Credit Suisse High Yield and Leveraged Loan Index

² Source: JP Morgan



Leveraged loans:

Week ended 01/19/2024

Yields & Spreads¹

Current	Week	Prior Week		Δ (k	ps)
Yield	Spread	Yield	Spread	Yield	Spread
9.15%	526	9.10%	524		2

Leveraged Loan Index¹

Pricing			Returns			
Current Week	Prior Week	Δ (bps)	WTD	MTD	YTD	2023
\$95.60	\$95.65	-4	0.16%	0.54%	0.54%	12.9%

Fund Flows²

Total Flows (\$) (\$3mm)

New Issue²

Week			YTD			
# New Deals	Total (\$)	Total (\$)	Prior Year YTD	CY vs PY		
37	\$39.9bn	\$60.0bn	\$0.2bn	+29900%		

Distressed Level (loan price below \$80)¹

12/30/23	11/30/23	10/31/23	
7.10%	7.80%	7.20%	

Total Loan Defaults

12/30/23	11/30/23	10/31/23
2.10%	2.01%	2.01%

Default activity:

Most recent defaults include: Ligado Networks (\$4.2bn, 11/1/23), Air Methods (\$1.7bn, 10/24/23), WeWork (\$1.6bn, 10/15/23), Rite Aid (\$3.0bn 10/16/23)

CLOs:

Week ended 01/19/2024

New U.S. Cl.O. Issuance²

11011 0101 020 100441100							
# Priced	Total (\$)	New Issue	Refis/Resets				
3	\$1.3bn	\$1.3bn	\$0.0bn				

New U.S. CLO YTD Issuance²

Total U.S. CLOs	Total (\$)	New Issue	Refis/Resets	Prior Year YTD	CY vs. PY
7	\$3.0bn	\$3.0bn	\$0.0bn	\$0.0bn	N/A

Note: High-yield and leveraged loan yields and spreads are swap-adjusted

¹ Source: Credit Suisse High Yield and Leveraged Loan Index

² Source: JP Morgan

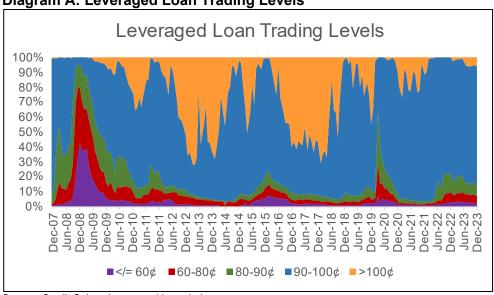
Ratings activity:

S&P and Moody's High Yield Ratings

	S&P			Moody's		
	Downgrades	Upgrades	Ratio	Downgrades	Upgrades	Ratio
Full Year 2023	546	304	1.8x	488	288	1.7x
Week Ending 01/05/24	1	2	0.5x	0	2	0.0x
Week Ending 01/12/24	8	6	1.3x	3	7	0.4x
Week Ending 01/19/24	2	6	0.3x	12	6	2.0x
YTD 2024	11	14	0.8x	15	15	1.0x
Source: Bloomberg						

Appendix:

Diagram A: Leveraged Loan Trading Levels



Source: Credit Suisse Leveraged Loan Index

Diagram B: High Yield and Leveraged Loan LTM Price

High Yield and Leveraged Loan Data [1]							
	LTM Price						
	Avg. Price	High [2]	Low [3]	LTM High vs. Low A			
High Yield	88.1	93.2	85.4	7.8			
Leveraged Loans	93.9	95.7	92.0	3.7			

^[1] Data is from Credit Suisse High Yield Market Index and Credit Suisse Leveraged Loan Index

Diagram C: Leveraged Loan and High Yield Returns

Leveraged Loan and High Yield Returns							
	Leveraged L	oan Indices	High Yield Indices				
	Credit Suisse [1]	S&P/LSTA [2]	Credit Suisse [1]	S&P [2]			
Weekly Return	0.16%	0.06%	(0.21%)	(0.42%)			
MTD Return	0.54%	0.44%	(0.56%)	(0.16%)			
YTD Return	0.54%	0.44%	(0.56%)	(0.16%)			

^[1] Credit Suisse Total Return information is calculated weekly. Yield data is as of 01/19/2024

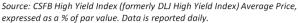
^[2] HY high price as of 1/12/24. LL high price as of 1/11/24

^[3] HY low price as of 3/15/23. LL low price as of 3/24/23

^[2] Yield data as of 01/19/2024

Diagram D: Average Bid Price of High Yield Bonds & Loans





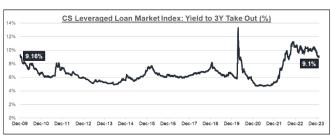


Source: CSFB Leveraged Loan Index Average Price, expressed as a % of par value. Data is reported daily.

Diagram E: Leveraged Loans Spreads & Yields

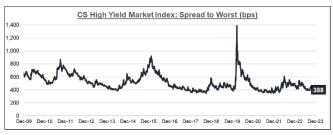


Source: CSFB Leveraged Loan Index Discount Margin to 3Y take-out, expressed in basis points. Data is reported daily.



Source: CSFB Leveraged Loan Index Yield to 3Y take-out, expressed as a percentage. Data is reported daily.

Diagram F: High Yield Bonds Spreads & Yields

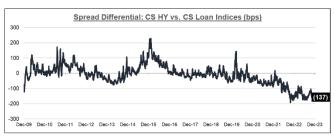


Source: CSFB High Yield Index (formerly DLJ High Yield Index) Spread-to-Worst, expressed in basis points. Data is reported daily.



Source: CSFB High Yield Index (formerly DLJ High Yield Index) Yield-to-Worst, expressed as a percentage. Data is reported daily.

Diagram G: Spread between High Yield Bonds and Leveraged Loans



Source: CSFB HY Index and CSFB LL Index. Data is reported daily.

Diagram H: Percentage of Leveraged Loan and High Yield Market Trading at Distressed





Source: CSFB. Data is reported monthly.

Source: JPM. Data is reported monthly.

Diagram I: High Yield Upgrades and Downgrades

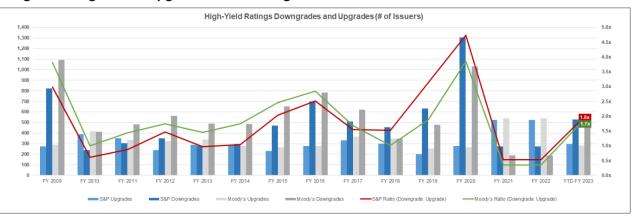
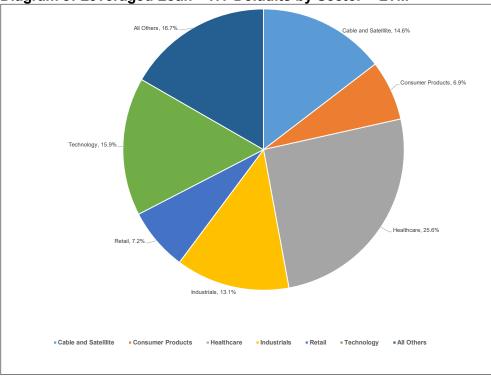


Diagram J: Leveraged Loan + HY Defaults by Sector - LTM



Source: JP Morgan Default Monitor.

Diagram L: CLO Economics

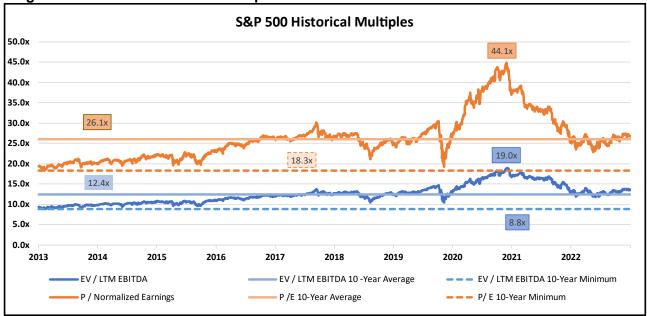
CLO Economics								
AAA Coupons	AAA DMs	WAC Liabilities	DM Liabilities	Leverage	Asset WAS	All In WAS [1]	IRR est.	Cash on Cash est.
L+135-150	L+135-150	L+200-240	L+220-280	9-11x	L+300-360	L+330-390	9-12%	10-14%

^{*}Assumptions: 2% Default / 65% Recovery / 4 year Reinvestment Period

Diagram N: Developed Country GovBond Yields (%)

Ву	12/29/23	1/5/24	1/12/24	1/19/24	Change				
					Weekly	Q4 2023	Q3 2023	Q2 2023	Q1 2023
France - 10 year	2.56%	2.70%	2.68%	2.83%	15 bps	(84 bps)	47 bps	14 bps	(32 bps)
Germany - 10 year	2.02%	2.16%	2.18%	2.34%	16 bps	(82 bps)	45 bps	10 bps	(28 bps)
Italy - 10 year	3.70%	3.85%	3.73%	3.88%	15 bps	(108 bps)	71 bps	(3 bps)	(62 bps)
Japan - 10 year	0.61%	0.61%	0.61%	0.67%	6 bps	(16 bps)	37 bps	1 bps	(3 bps)
UK - 10 year	3.54%	3.79%	3.79%	3.93%	14 bps	(90 bps)	6 bps	93 bps	(18 bps)
US					· ·			•	
US - 2 year	4.25%	4.38%	4.14%	4.41%	26 bps	(85 bps)	17 bps	97 bps	(46 bps)
US - 5 year	3.85%	4.01%	3.83%	4.07%	24 bps	(86 bps)	52 bps	69 bps	(50 bps)
US - 10 year	3.88%	4.05%	3.94%	4.15%	21 bps	(80 bps)	82 bps	44 bps	(46 bps)
US - 30 year	4.03%	4.20%	4.18%	4.36%	18 bps	(76 bps)	93 bps	23 bps	(33 bps)
Source: Bloomberg	•				•		•		



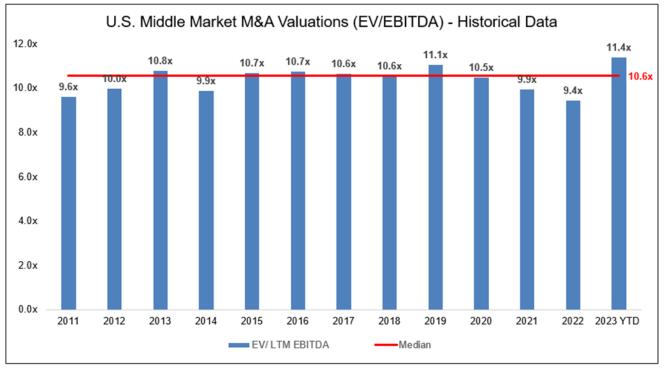


Source: S&P Capital IQ

^[1] Spread includes OID benefit based on 4 year repayment

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Diagram P: U.S. Middle-Market M&A Valuations (EV/EBITDA)



Source: Pitchbook

Diagram Q: U.S. Large Cap M&A Valuations (EV/EBITDA

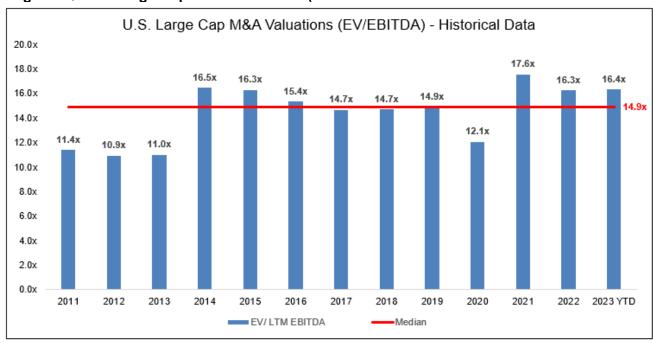
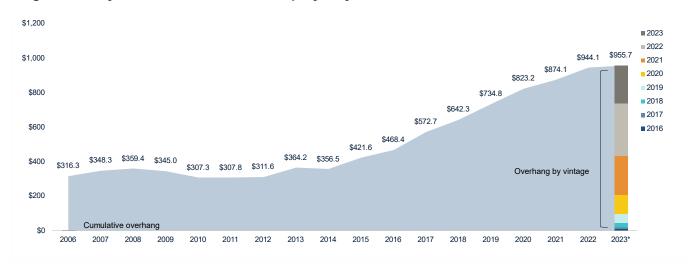
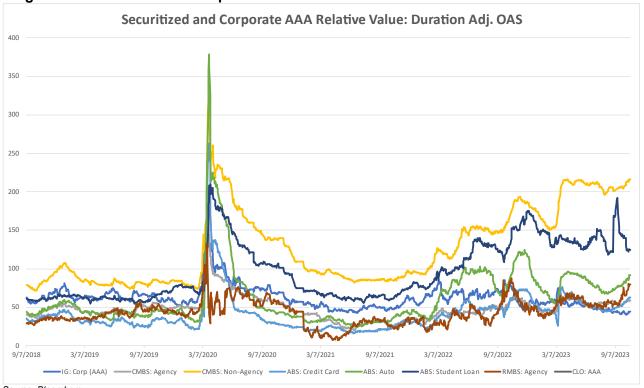


Diagram R: Dry Powder for All Private Equity Buyouts



Source: Pitchbook

Diagram S: Structured Credit Spreads

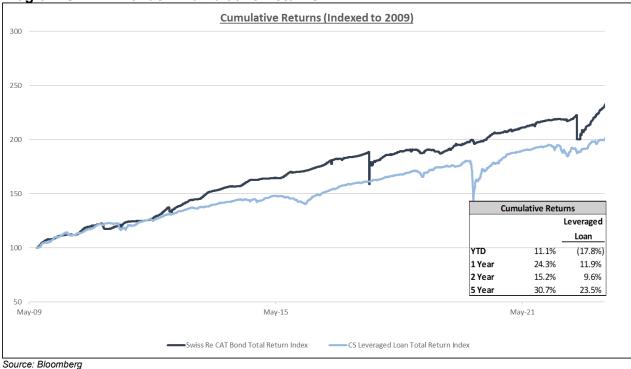


Source: Bloomberg



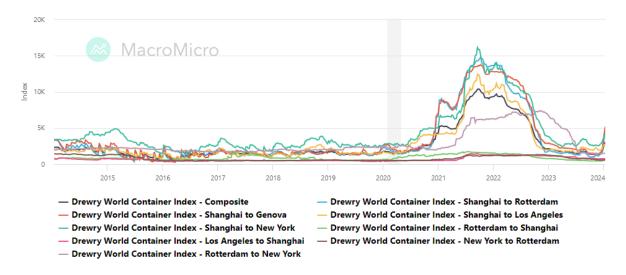


Diagram U: CAT Bonds - Cumulative Returns

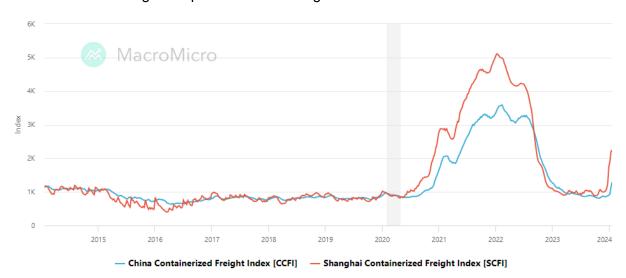


Freight Rates

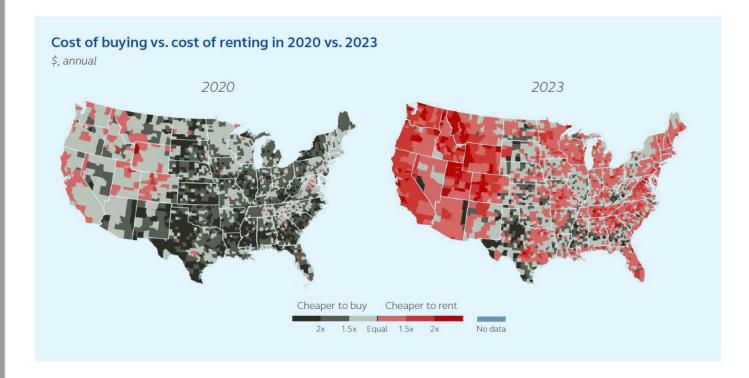
Drewry World Container Index



China-Global & Shanghai Export Container Freight Index



Real Estate Views & Trends:





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AUM is Gross Pro-Forma as of May 31, 2023, and reflects certain transactions set to close prior to the end of Q3 2023.

Week Ending PERFORMANCE Market Indices YTD Change WoW Change Market Indices 19-Jar 12-Jan YTD Change YoY Change 19-Jai 12-Jan WoW Chang YoY Change S&H/LSTA Leveraged Lo Barclays High Yield Index Barclays Aggregate DJIA S&P 500 NASDAQ MSCI - EAFE MSCI - Emerging Markets US Dollar Index 4,839.81 15,310.97 2,179.25 970.91 103.29 4,783.83 14,972.76 2,226.88 996.30 102.40 14.98% 27.09% 48.57% 11.11% 1.17% 2.26% (2.14%) (2.55%) 0.86% 1.47% (2.54%) (5.16%) 1.93% S&P Flow Name Index S&P 100 Name Index 13.30 12.70 4.72% 6.83% 96.69 96.82 99.63 (0.14%) (0.03%) 0.01% US Equities Avg Daily Dollar Volume (\$ in Billions) 269.19 279.71 S&P BB's Index 99.60 S&P B's Index 98.09 98.07 0.02% 0.15% S&P CCC's Index 88.03 86.60 1.65% 5.12% Market Ratios TED Spread 19-Jar 12-Jan W Change TD Change YoY Change 3 Month LIBOR - 3 Month T-Bills YTD Change Loan Market Sprea 19-Jan 12-Jan Change Put/Call Ratio Equities 0.59 0.83 (28.92%) (9.23%) (31.40%) S&P B's Index S&P CCC's Index L+431 L+434 22 bps 66 bps Commodities Indices (\$ USD) Metric 19-Jan 12-Jan WoW Change YTD Change YoY Change L+1706 L+1684 Credit Default Swap - Volatility Indices
Investment Grade CDS
High Yield CDS Index 19-Jan 12-Jan W Change YTD Change Gasoline - Pump Gallor 3.08 3.07 (6.32%) 54.69 354.99 Gasoline - Pump
Gasoline - Futures
Crude Oil - WTI
Crude Oil - Brent
Natural Gas
Coal (1 contract = 1,000 tons) 3.08 2.16 73.41 78.56 2.52 210.29 2.00% 1.00% 0.34% 2.86% 2.46% 1.97% (4.60% (0.35% (0.17% 32.28% 6.82% 0.12% WoW Change YOY Change (3.97%) (0.28%) 18.19% 31.13% US Treasury 2-Yr US Treasury 3-Yr US Treasury 5-Yr US Treasury 7-Yr 4.38% 4.16% 4.00% 4.02% 4.32% 4.04% 3.88% 3.91% Aluminum Copper Iron Ore Steel - Hot Rolled Coil 6 bps 12 bps 6 bps 12 bps Metric Ton Metric Ton 135.88 1,070.00 137.22 1,076.00 (0.36%) 12 bps 11 bps 12 bps 11 bps Steel - Cold Rolled Coil Metric Ton 1,300.00 1,300.00 0.00% 3.17% 42.86% 6.67% US Treasury 10-Y 4.03% 3.90% 13 bps 13 bps Ferrous Scrap Metric Ton 480.00 495.00 Troy Ounce 2,029.49 2,049.06 (0.96%) (2.47%) (1.62%) (4.93%) 10.73% Silver Troy Ounce 22.62 US CLO Spreads - New Issue 19-Jan S+183 12-Jan S+180 W Change YTD Change AA S+250 Cotton Pound 78.69 77.54 1.48% 2.31% (0.89%) S+255 (5 bps (23 bps (10 bps S+295 S+318 Butter 2.57 (4.50% 6.93% BBB S+460 S+480 0.33% S+775 S+800 0 bps 6.01% (0.34% (0.27% 9.22% (5.46%) (0.10%) Pound Bushe 1.96 80.79% Market Rates 19-Jan YTD Change (11.68% Milk Non Fat Dry Fed Fund Rate Prime Rate Broker Call Rat 1M SOFR 3M SOFR 1M Libor 3M Libor 6M Libor 5.31% 8.50% 7.25% 5.31% 5.39% 5.45% 5.58% 5.59% 0.62% 9.07% (0.46% 1.75% 8.50% 7.25% 5.31% 5.30% 5.45% 5.58% 14.53% 21.87% (5.53% 0.40% 4.08% 2.00% 0.00% (1.60%) 2.16% 4.92% 15.07% (0 bps 1 bps (2 bps) 0 bps Short Interest - Billions of shares NYSE Mkt Short Interest 19-Jan 148.120 7 193 0.00% Currencies
Japanese Yen
Chinese Renminbi Metric USDJPY USDCNY High 138.570 WoW Change YTD Change 7.193 7.168 6.990 6.041 7.179 Fed Corp Primary Dealer Positions - \$ USD in Billions 10-Jan 3-Jan Swiss Franc USDCHF 0.852 0.870 0.880 0.721 1.030 British Pound GBPUSD 1.270 1.275 1.300 1.290 1.130 1.717 Euro Zone Euro EURUSD 1.090 1.095 1.150 1.120 0.986 1.483 Margin Debt - \$ USD in Billions Margin Debt 31-Oct 30-Sep 693.05 MoM Change 1.76% YTD Change 0.00% Canadian Dollar USDCAD 1.343 1.341 1.270 1.310 0.943 1.458 TECHNICALS (Supply / Demand) Bank Loan & High Yield, Inflows (O Mutual Fund, \$ USD in Millions, (Source: LCD News) Leveraged Finance Primary Volume - \$ USD in Billions YoY Week Ending 17-Jan-24 **High Yield** Year To Date Year End 1/19/2024 2023 Change 2024 2022 10-Jan-24 523 15.00% 3-Jan-24 156 Bank Debt 23.0 20.0 588.4 27-Dec-23 72 20-Dec-23 1.064 Senior Secured Bonds 20.0 13.0 147.9 53.85% 13-Dec-23 83 759 Unsecured Bonds 66.67% 6-Dec-23 29-Nov-23 82 124 2,051 295 25.0 16.0 56.25% 22-Nov-23 Totals 48.0 36.0 1.050.1 33.33% 325 1,212 Year To Date 2024 Year Ended December 31, 2023 Year Ended December 31, 2022 240 NEW ISSUE SUMMARY - BI-WEEKLY DEFAULT ACTIVITY Institutional Loans Launched Forward Calendar Deals 12 4 Amt (\$mm) 8,233 7,437 YE 2022 1/19/2024 Prior Two Weeks Total Loan Defaults - as of: Default Rate by Total Amount of All Loans Out 31-Aug Default Rate by Total Number of All Loan Issuers 1.89% 1.62% 0.98% 1/19/2024 Prior Two Weeks Amt (\$mm) 6,532 4,711 High Yield Launched ECONOMIC DATA RECAP Employment - Labor Participation Rates Civilian Employment as % of Total Labor For Labor Force Participation Rate 31-Oct 60.4% Key Economic Indicators Period Actual 218K Expected 218K 30-Nov YTD Change Continuing Claims
Change in Non-Farm Payrolls
Change in Private Payrolls 1,927K 223K 220K 62.6% 62.6% YTD Change YTD Change Average Work Week 34.3 34.7 34.4 3.79M 3.90M 3.96M YTD Change Existing Home Sales US Home Foreclosures and Delinquencies 30-Nov 31-Oct Housing Starts Jan Jan 1,372K 19.1% 1,350K 1,358K S&P/Case-Shiller Composite Delinquency Rate 0.17% 0.34% YoY MoM 18.6% 18.6% (2.72pp) S&P/Case-Shiller Composite 1.8% 1.5% 1.5% U.S. Rig Count - Active Drilling Rigs, Exploring or Developing Oil & Natural Gas YTD Change Consumer Confidence 91.3 90.0 88.9 Peak- 1/1/00 to Date 10/10/2014 19-Jan 12-Jar QoQ-Annualized 3Q23 2.4% 1.8% 2.0% 150 9/12/2008 1,606 152 0.67% Durable Goods Orders 2.0% 1.9% 1.9% Rail & Truck Volume
Total Rail Carloads
Total Intermodal
Truck Tonnage Index Total Vehicle Sales Jan 15.32M 15.50M 15.50M 30-Nov 31-Oct YTD Change 1,054.58 1,010.15 132.35 3.01% (6.58%) 9.97% Capacity Utilization Jan 79.0% 77.0% 76.8% Fed & Treasury Balance She 17-Jar \$ in Billions \$ in Billions Public Debt 34.060.2 34.002.4 11 3% YoY Change QoQ Change YoY Change 3Q23 69.511.9 2Q23 2,613 2,240 3,425 1,030 Freight Rates
Freightos Baltic Index
Shanghai - Los Angeles Spot Rates
Shanghai - NY Spot Rates
Shanghai Containerized Freight Index W Change YTD Change \$ in Billions YoY Change Shared National Credit Total Co Special Mention Commitments Classified Commitments ECONOMIC / GDP DATA International Monetary Fund Growth Rates (Source: IMF "World Economic Outlook") Actual Country
United States
Brazil
China
Germany
India
Japan
United Kingdom Region World Advanced Economies 3.0% 1.4% 1.4% 4.2% 5.1% 2.5% 2.2% 1.6% 0.9% 5.2% 2.1% 2.9% 3.0% 1.8% 6.8% 1.1% 4.0% Euro Area
Emerging Mkts and Developing Ecc
Emerging and Developing Asia
Emerging and Developing Europe
Latin America and the Caribbean 2.3% 5.9% 1.3% 7.3% 6.7% 6.8%

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Data Scan