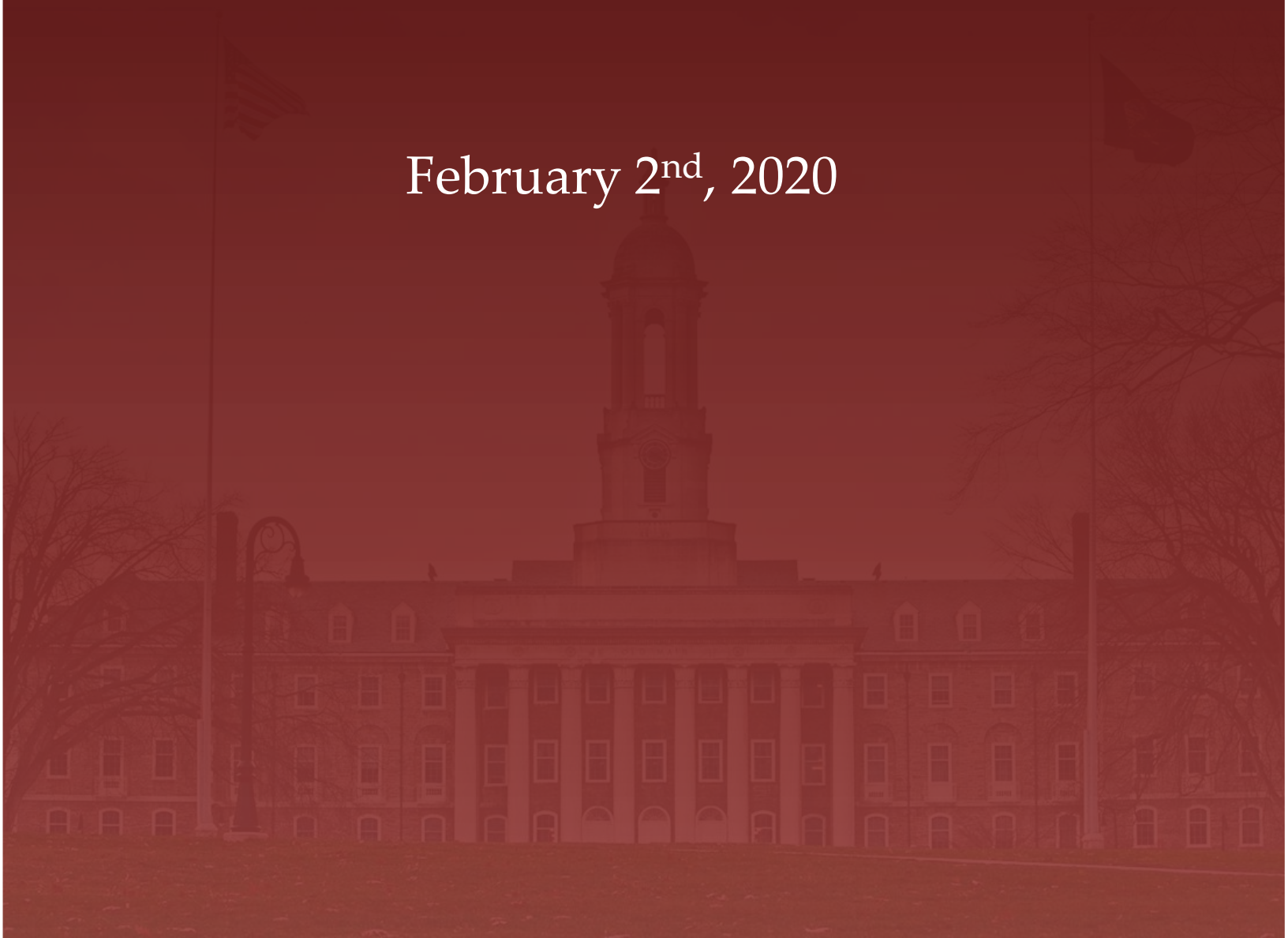


Leveraged Lion Capital Weekly Report

February 2nd, 2020



Weekly Portfolio Analysis

LLC

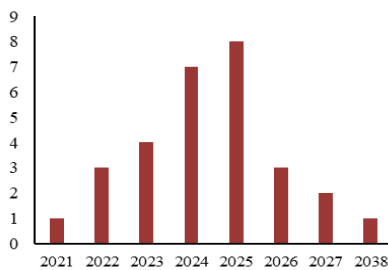
CURRENT HOLDINGS (as of 1/31/2020)

Company Name	Sector	Maturity	LIBOR Spread	Size (\$mm)	Yield (End of Wk.)	Buy-In Date	Buy-In Amount	Opening Price	Closing Price	Price Apr. (%)	Facility Rating ¹
YUM Brands, Inc	Consumer	4/03/2025	L + 175	\$1,935.00	3.41%	10/10/2017	\$5,084.40	\$100.56	\$100.44	-0.12%	Ba1/BBB-
Winnebago	Consumer	11/08/2023	L + 350	\$257.25	5.05%	12/19/2018	\$6,101.40	\$100.69	\$100.63	-0.06%	B2/BB
Chefs' Warehouse	Consumer	6/22/2022	L + 400	\$236.93	5.11%	3/19/2018	\$4,271.00	\$101.00	\$100.31	-0.68%	B2/B+
GameStop	Consumer	3/15/2021	6.75%	\$421.36	8.92%	10/11/2019	\$10,421.41	\$97.83	\$97.74	-0.10%	Ba2/BB-
Par Pacific	Energy	1/11/2026	L + 675	\$240.63	8.30%	10/1/2019	\$1,893.04	\$100.81	\$100.81	0.00%	B1/BB-
California Resources	Energy	12/31/2022	L + 475	\$1,300.00	9.44%	2/1/2019	\$3,842.23	\$92.75	\$92.56	-0.20%	B2/B
Equitrans	Energy	1/31/2024	L + 450	\$594.00	6.73%	3/1/2019	\$3,842.23	\$99.81	\$98.38	-1.44%	Ba3/BB+
Cryolife	Healthcare	12/01/2024	L + 325	\$220.51	4.83%	2/19/2018	\$4,044.00	\$100.63	\$100.75	0.12%	B2/B
Indivior	Healthcare	12/18/2022	L + 450	\$265.00	8.67%	11/15/2017	\$4,350.50	\$94.00	\$93.88	-0.13%	B3/B+
Lantheus	Healthcare	6/27/2024	L + 175	\$197.50	4.80%	2/1/2019	\$2,977.19	\$95.13	\$94.88	-0.26%	B2/BB
Tutor Perini	Industrials	5/01/2025	6.88%	\$500.00	8.08%	10/1/2019	\$4,865.77	\$95.07	\$94.93	-0.15%	B2/B+
Tesla	Industrials	8/15/2025	5.30%	\$1,800.00	5.01%	11/1/2019	\$13,310.04	\$100.57	\$101.40	0.82%	Caa1/B-
CVGI	Industrials	4/12/2023	L + 600	\$157.19	7.66%	3/5/2018	\$2,473.00	\$100.25	\$100.25	0.00%	B2/B
Ducommun Incorporated	Industrials	11/21/2025	L + 400	\$225.80	5.75%	2/1/2019	\$5,037.38	\$100.00	\$100.00	0.00%	B2/B+
Lattice Semiconductor	IT	5/17/2024	L + 175	\$166.25	4.11%	4/9/2018	\$5,153.14	\$98.38	\$98.13	-0.25%	B2/B
Dell	IT	4/15/2038	6.50%	\$387.82	5.48%	11/29/2019	\$2,600.00	\$110.89	\$111.67	0.70%	Ba2/BB-
Casa Systems	IT	12/20/2023	L + 400	\$291.00	11.80%	11/29/2019	\$4,000.00	\$81.63	\$81.63	0.00%	B3/B-
Maxar Technologies	IT	10/05/2024	L + 275	\$1,955.00	5.18%	11/29/2019	\$1,750.00	\$97.75	\$97.25	-0.51%	B2/B
Cerence	IT	10/01/2024	L + 600	\$270.00	8.70%	11/29/2019	\$1,750.00	\$96.63	\$96.50	-0.13%	Ba2/BB-
U.S. Silica	Materials	5/01/2025	L + 400	\$1,257.60	8.33%	2/1/2019	\$5,082.00	\$89.50	\$89.31	-0.21%	Ba2/BB-
Hexion	Materials	7/01/2027	7.88%	\$450.00	7.20%	2/1/2019	\$5,082.00	\$104.98	\$103.86	-1.06%	Ba2/BB-
Boise Cascade	Materials	3/30/2026	L + 213	\$45.00	3.74%	2/1/2019	\$5,082.00	\$100.56	\$100.50	-0.06%	Ba2/BB-
Sprint	Media & Comm.	2/02/2024	L + 250	\$3,890.00	4.53%	11/29/2017	\$5,289.75	\$99.38	\$98.69	-0.69%	Ba2/BB-
CenturyLink	Media & Comm.	1/31/2025	L + 275	\$4,630.00	4.39%	10/16/2017	\$7,053.00	\$100.56	\$100.50	-0.06%	Ba3/BBB-
Virtu Financial	REGAL-FIG	3/01/2026	L + 350	\$1,954.57	5.11%	10/1/2019	\$2,148.86	\$100.94	\$100.69	-0.25%	Ba3/B+
Walker & Dunlop	REGAL-FIG	11/07/2025	L + 225	\$297.00	3.91%	1/1/2019	\$1,453.94	\$100.56	\$100.44	-0.12%	Ba2/BBB-
Lindblad Expeditions	REGAL-FIG	3/27/2025	L + 350	\$157.60	4.78%	11/8/2017	\$3,000.00	\$101.00	\$101.00	0.00%	B1/BB
MGM Resorts	REGAL-FIG	12/21/2023	L + 225	\$270.00	3.22%	10/1/2019	\$3,136.38	\$101.25	\$101.19	-0.06%	Ba3/BB+
Realogy	REGAL-FIG	4/01/2027	9.38%	\$550.00	8.57%	10/9/2019	\$3,113.90	\$104.75	\$104.22	-0.51%	B3/B

CREDIT QUALITY² (as of 1/31/2020)

Bank Loans	74.53%
BBB-	13.04%
BB+	8.70%
BB	13.04%
BB-	13.04%
B+	17.39%
B	26.09%
High Yield Corporates	24.56%
BB-	42.86%
B+	14.29%
B	14.29%
B-	14.29%
CCC-	14.29%
Cash & Cash Equivalents	0.90%

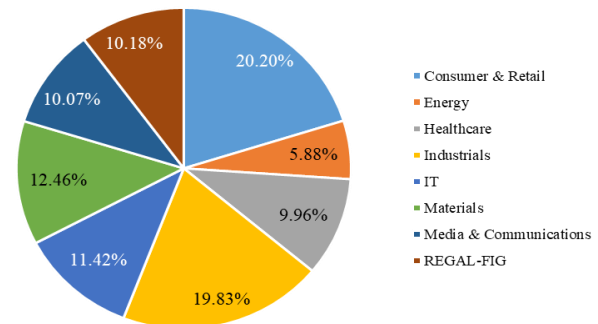
MATURITY DISTRIBUTION



NOTES

¹ Most recent available ratings. ² Percentage of LLC portfolio.

PORTFOLIO BREAKDOWN (as of 1/31/2020)



Leveraged Lion Capital Weekly Report

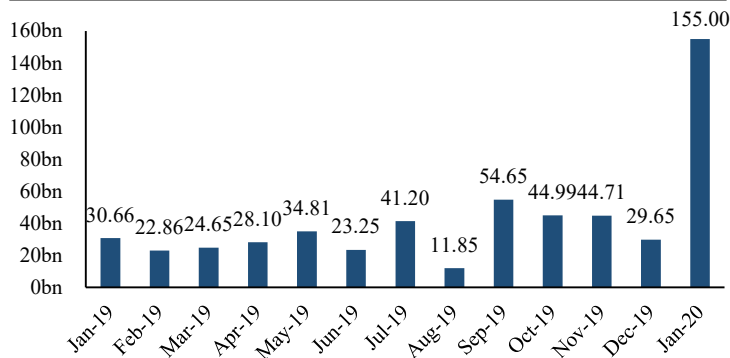
Equity Wrap:

Last week, the World Health Organization declared the coronavirus outbreak a public-health emergency of international concern. The S&P 500 and the DJIA both fell over (2.00%) last week, making it the worst week since October. The Dow is down (1.00%) for the year and the S&P is down (0.20%). The Fed announced during last week's FOMC meeting that the target funds rate will remain 1.50%-1.75% and the IOER got raised by 5 bps to 1.60%. The Fed will continue buying \$60.00 bn worth of treasury bills per month "at least into the second quarter" of this year. The U.K. formally left the EU, starting its transition period where they seek to reach a new trade agreement.

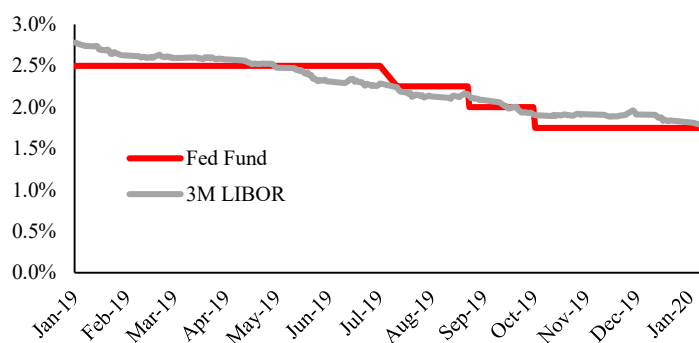
Credit Wrap:

The volume of leveraged loan deals launched in January topped \$158.00 bn resulting in the market's biggest month since January 2017. New issuances for high yield bonds this week slowed down to only \$3.94 bn from only 8 deals, as investors are beginning to have a risk-off sentiment. U.S. Treasury yields also declined as the Federal Reserve continued to keep rates steady after the FOMC meeting. The yield curve is now inverted again, with the U.S. 10-year Treasury bond yielding 1.53% and the 3-month Treasury bill yielding 1.55%.

New Money Launched Volume



Major Borrowing Rates



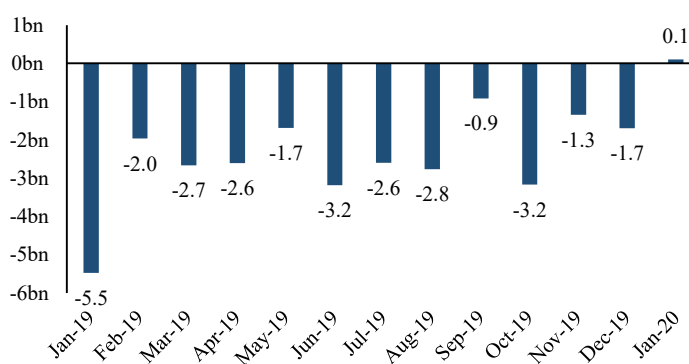
Upcoming HY Bond & Leveraged Loan Presentations

Company	Type	Spread	Corp Ratings	Price	Yield
PLAYA HOTELS & RESORTS	TLB	L + 275	B+/B2	99.29	4.38%
genesis	Unsecured Bond	6.50%	B1/B+	98.03	6.87%
Mallinckrodt	TLB	L + 275	Caa1/B-	84.65	8.53%
CANADA GOOSE	TLB	L + 350	N/A	95.63	7.38%

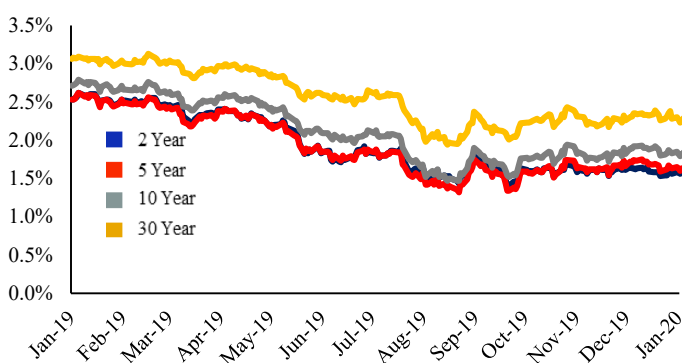
Recent HY Bond & Leveraged Loan Presentations

Company	Type	Spread	Corp Ratings	Price	Yield
CONSOL ENERGY	TLB	L + 450	B1/B+	93.00	8.12%
Berry	Unsecured Bond	4.50%	BB+/Ba3	100.84	4.09%
THE MEET GROUP	TLA	L + 300	N/A	96.00	7.60%
GLOBALSCAPE	TL 1L	L + 375	N/A	95.58	6.81%

Loan Fund Flows



US Treasury Yields



Leveraged Lion Capital Consumer & Retail





Consumer Specific:

- The Consumer & Retail sector saw 4 new loan deals priced last week for a total of \$2.50 bn. Mister Car Wash issued an \$836.00 mm Term Loan B at L+325. The purpose of the issuance was repricing on its original \$840.00 mm. Mister Car Wash is a car wash franchise that differentiates itself from others with the latest technological advances and services
- The Fed decided to keep the federal funds rate range unchanged at this week's FOMC meeting. The Consumer Sentiment has been on the rise since August and does not show any sign of slowing due to no significant announcement by the Fed

Price Performance:

- The Consumer & Retail sector's best performing holding was GameStop's Senior Secured Notes, commencing the week quoted at 97.580 and closing the week at 97.350
- This happened after Moody's downgraded the Company's corporate family rating to B2
- The Consumer & Retail sector's worst performing holding was Yum! Brands Term Loan B, commencing the week quoted at 100.500 and closing the week at 99.290
- This was due to negative sentiment surrounding the coronavirus
- Additionally, Winnebago Term Loan B commenced the week quoted at 100.130 and closed the week at 99.500, and Chefs' Warehouse Term Loan B commenced the week quoted at 101.000 and closed the week at 100.250

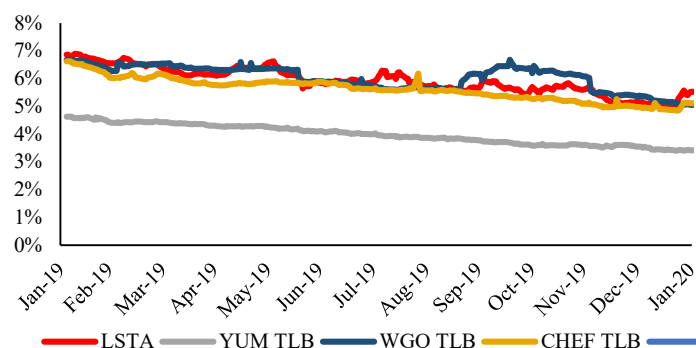
Current Holdings

Company	Amount Invested	Spread	Corp Ratings	Price	Yield
 Yum!	\$5,084.40	L + 175	BB/Ba3	99.29	4.07%
 WINNEBAGO	\$6,101.40	L + 350	BB-/B2	99.50	5.82%
 CHEFS WAREHOUSE	\$4,271.00	L + 350	B+/B2	100.25	6.32%
 GameStop	\$10,421.41	L + 350	BB-/Ba2	97.35	9.29%

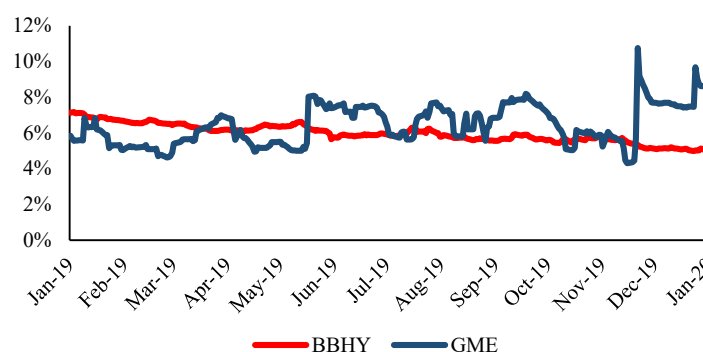
Recent Consumer & Retail Loan Deals

Date	Company	Size (\$mm)	Spread	Corp Ratings	OID	Yield
Jan-20	BJ's	\$1,319.00	L+225	Ba3/B+	100.00	3.97%
Jan-20	Stubhub	\$1,475.00	L+400	Ba3/BB-	99.00	4.04%
Dec-20	Herbalife	\$742.50	L+275	Ba3/BB-	100.00	4.72%
Nov-20	Portillo's Holdings	\$382.40	L+525	B3/B-	99.25	7.54%
Nov-20	Refresco	\$150.00	L+325	B2/B+	99.75	5.32%
Nov-20	Polyconcept	\$183.00	L+450	B2/B	99.00	6.76%
Nov-20	Restaurant Brands International	\$4,570.00	L+175	Ba3/BB	99.75	3.76%
Oct-20	Allsup's Convenience Stores	\$525.00	L+563	B2/B	98.00	8.19%

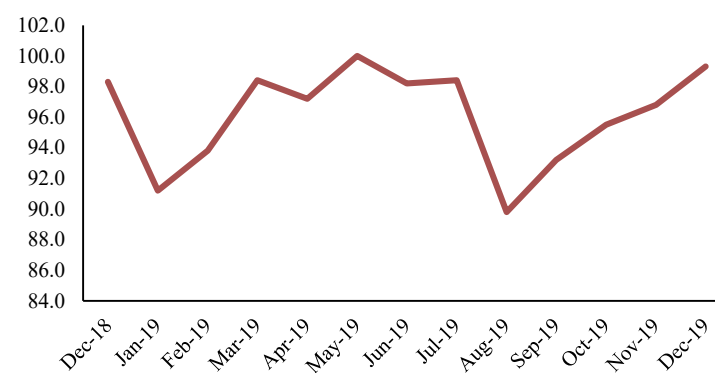
LSTA 100 Index vs Loan Holdings



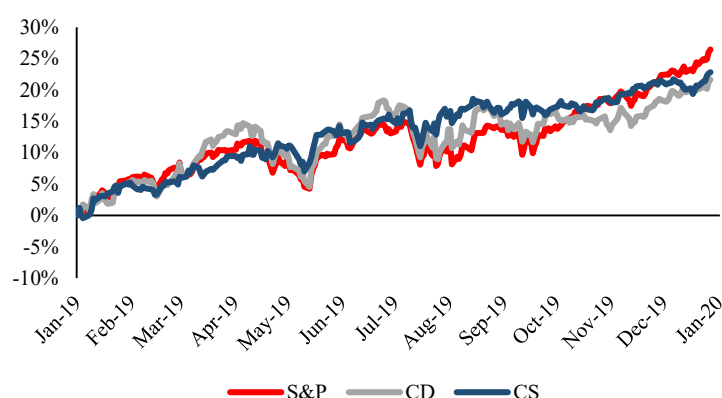
Bloomberg Barclay's Index vs Bond Holdings



Consumer Sentiment



S&P 500 vs Sector



Leveraged Lion Capital Materials



Materials Specific:

- The Materials sector saw 3 new loan deals priced last week for a total of \$1.88 bn
- Solenis, a specialty chemicals company, issued a \$150.00 mm add-on to its existing 1L Term Loan at L+400 in order to refinance debt
- Copper fell (5.00%) this week and is down over (9.00%) over the past month
- Gold prices traded higher this week, up from \$1,570.00 an ounce at the end of last week to \$1,593.00 at the end of this week as fears over the economic impact of the coronavirus increase
- Housing starts jumped in December 2019 to a seasonally adjusted rate of 1.61 mm, its highest level since December 2006

Price Performance:

- The Materials sector's best performing holding was Boise Cascade's 1L Term Loan, remaining flat at 100.500
- Boise Cascade remained flat, however, housing starts surged to their highest level in 13 years last December possibly indicating strong earnings in 4Q2019
- The sector's worst performing holding was Hexion's Senior Unsecured Bond, trading down from 104.580 to 104.360
- Hexion announced that it will increase pricing for epoxy resins by \$0.10 per pound in both North and South America effective March 1, 2020

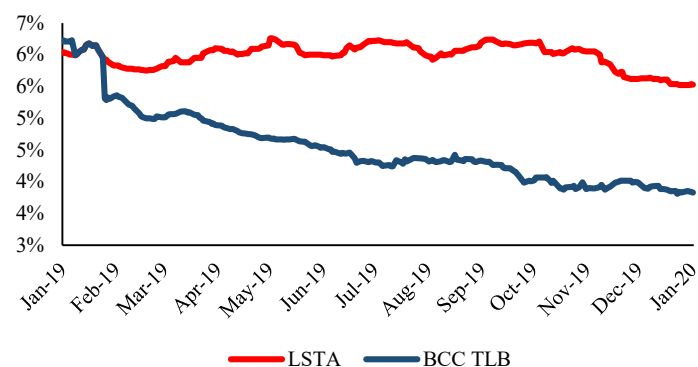
Current Holdings

Company	Amount Invested	Spread	Corp Ratings	Price	Yield
 HEXION Responsible Chemistry	\$3,073.78	7.88%	B-/B3	103.75	6.81%
 Boise Cascade	\$1,921.11	L + 213	BB/B1	100.50	4.17%

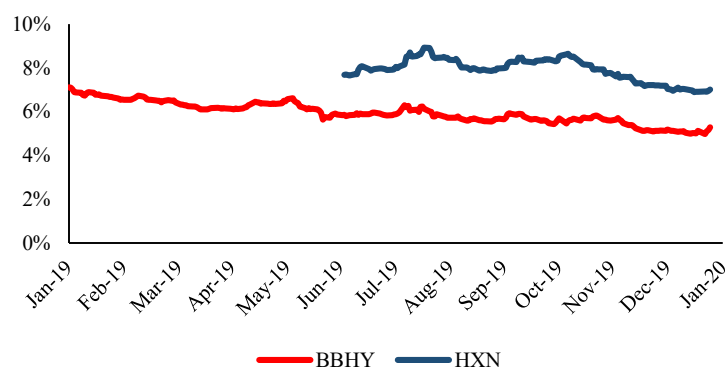
Recent Materials Loan Deals

Date	Company	Size (\$mm)	Spread	Corp Ratings	OID	Yield
Jan-20	Reynolds Group	\$2,475.00	L+200	Ba1/BB	99.50	3.94%
Jan-20	Nouryon	\$4,197.00	L+300	B2/B+	100.00	4.93%
Jan-20	INEOS Styrolution	\$202.00	L+200	Ba2/BB	100.00	3.86%
Jan-20	Avantor	\$677.00	L+225	Ba1/B+	100.00	4.11%
Jan-20	Zekelman	\$900.00	L+225	Ba3/B+	100.00	4.15%
Dec-19	Canister International	\$445.00	L+475	B2/B	99.00	7.01%
Dec-19	Cabot Microelectronics	\$957.00	L+200	Ba2/BB	100.00	3.96%
Dec-19	Berry Global	\$4,250.00	L+200	Ba3/BB+	99.88	3.97%

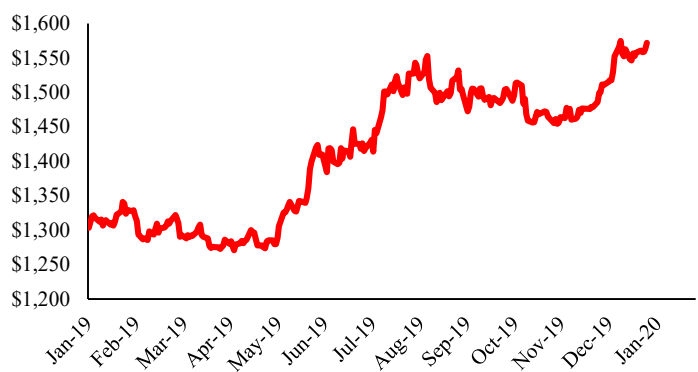
LSTA 100 Index vs Loan Holdings



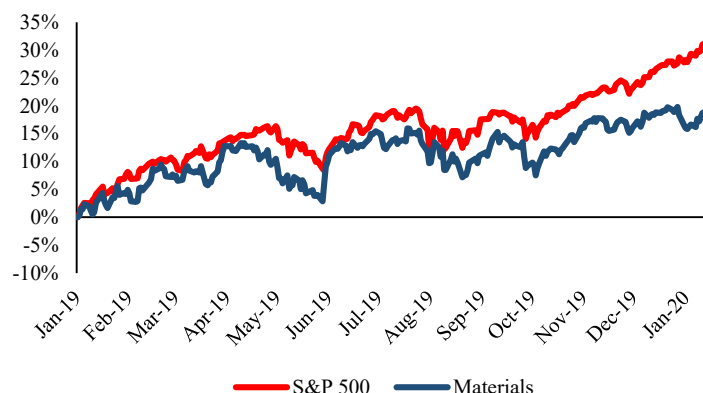
Bloomberg Barclay's Index vs Bond Holdings



Gold Prices



S&P 500 vs Sector



Leveraged Lion Capital Industrials





Industrials Specific:

- The Industrials sector saw no new loans priced last week
- The Sector saw another week of lower returns following fear that the coronavirus continues to spread and negatively impact global economies
- Following news of the outbreak, the Sector acknowledged a (41.60%) decline Y/Y in civil air travel, (41.50%) decline in rail travel, and (25.00%) drop in road transportation
- The FOMC meeting concluded last week, stating interest rates will remain unchanged, helping boost confidence in the Industrials sector and overall economy amid rising global fear
- The Sector will continue to monitor the new coronavirus outbreak and the impact this has on global industrial conglomerates

Price Performance:

- The Industrials sector's best performing holding was Tesla's Senior Unsecured Bond, commencing the week quoted at 99.820 and closing the week at 101.390
- The Company traded up following exceptional quarterly earnings as it witnessed its 2nd straight quarterly profit
- The Sector's worst performing holding was Ducommun, trading flat throughout the week. The Company's Term Loan B commenced the week quoted at 100.000 and closed the week at 100.000
- Ducommun continued to trade flat following no new Company updates or changes in operations
- Additionally, CVGI's Term Loan B traded flat at 100.250, and TPC's Unsecured Bonds traded flat at 94.93

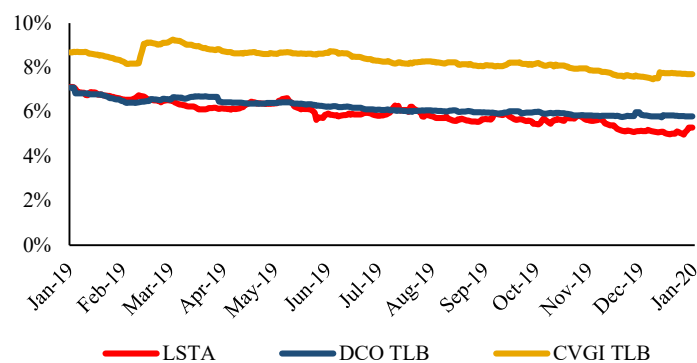
Current Holdings

Company	Amount Invested	Spread	Corp Ratings	Price	Yield
 TESLA	\$12,361.00	5.30%	Caa1/B-	101.40	4.80%
 CVGI	\$2,473.00	L + 600	BB-/B1	100.25	7.83%
 Ducommun	\$5,037.00	L + 400	B2/B+	100.00	5.96%
 Tutor Perini	\$4,865.77	6.88%	BB-/B1	94.73	8.12%

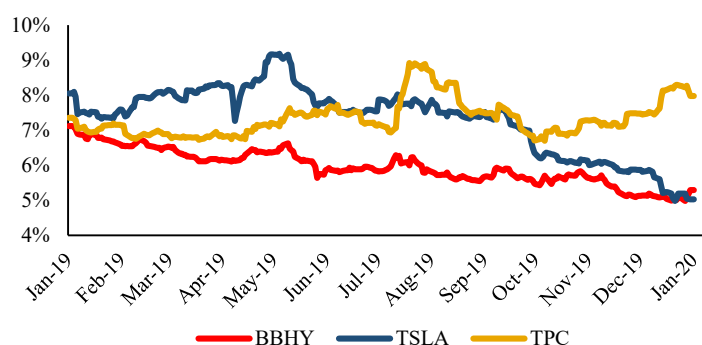
Recent Sector Deals

Date	Company	Size (\$mm)	Spread	Corp Ratings	OID	Yield
Jan-20	AECOM	\$1,090.00	L+400	Ba2/BB	99.50	6.03
Jan-20	Cobham	\$1,030.00	L+425	B2/B	99.00	6.38
Jan-20	Cypress	\$134.00	L+325	Ba1/BB+	100.00	5.15
Dec-19	Canister Int.	\$445.00	L+513	Ba2/BB	98.50	7.50%
Dec-19	Mirion Tech.	\$66.00	L+400	B2/B	99.75	6.09%
Dec-19	Reece Group	\$1,221.00	L+200	Ba1/BB+	100.00	3.95%
Nov-19	Booz Allen	\$389.00	L+175	Ba2/BB	99.63	3.78%
Nov-19	Rexnord	\$725.00	L+175	Ba1/BBB-	100.00	3.70%
Oct-19	Cole-Parmer	\$770.00	L+400	Ba2/BB-	99.00	6.12%
Oct-19	MI Windows	\$675.00	L+550	Ba3/BB-	96.00	8.49%

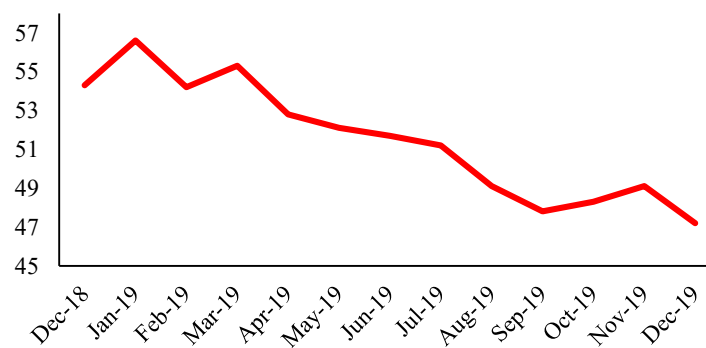
LSTA 100 Index vs Loan Holdings



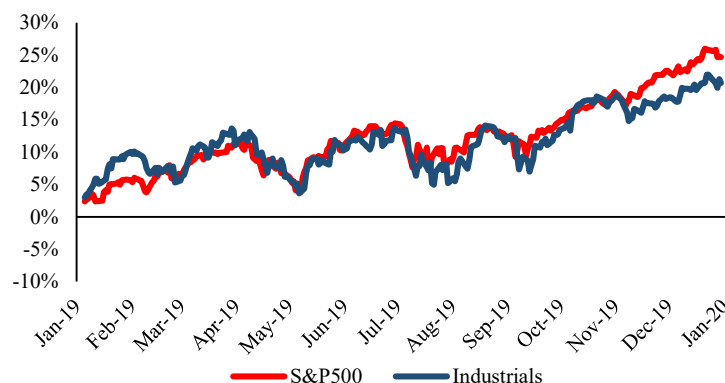
Bloomberg Barclay's Index vs Bond Holdings



ISM Manufacturing Index



S&P 500 vs Sector



Leveraged Lion Capital Energy




Energy Specific:

- The Energy sector saw one new loan deal over the last week
- On Wednesday, January 29, Atlantic Power Corporation repriced an existing Term Loan at L+275 bps with another Term Loan B at L+250 bps
- During the week, BP Plc data reported a predicted increase in Chinese oil demand of 100.00 k b/d this year, dropping from pre-coronavirus projections of 350.00 k b/d
- The flow of Latin American oil to China has halted amid coronavirus concerns, with no oil moving from Brazil and Colombia to China
- Chevron announced a \$6.60 bn loss in 4Q2019 following upstream impairments and write-offs totaling \$10.40 bn associated with its U.S. shale gas assets. CVX share prices fell 3.12% following the earnings report

Price Performance:

- California Resources' Term Loan B traded down over the week, commencing the week quoted at 92.813 and closing the week at 92.563
- Decreased oil demand from China has negatively affected E&P companies like California Resources
- Equitrans Midstream's Term Loan B finished down on the week, trading from 99.813 to 98.375
- ETRN's 2020 outlook was downgraded to "negative" by Moody's based on delays and budget overruns in their Mountain Valley Pipeline project
- Parr Pacific Holdings' Term Loan B traded flat at 100.813, and Vantage Drilling's 1L Bond traded down slightly over the week to 96.602 from 96.877 cents on the dollar

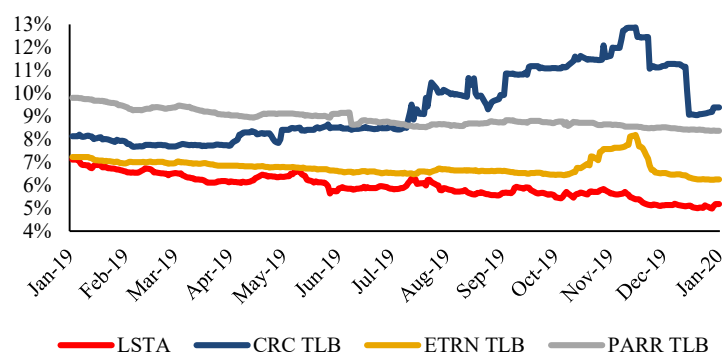
Current Holdings

Company	Amount Invested	Spread	Corp Ratings	Price	Yield
 Equitrans Midstream	\$3,842.23	L + 450	Ba3/BB+	99.81	6.31%
 California Resources Corporation	\$3,842.23	L + 475	B2/B	92.75	9.79%
 Par Pacific	\$1,893.04	L + 675	B1/BB-	100.81	8.37%

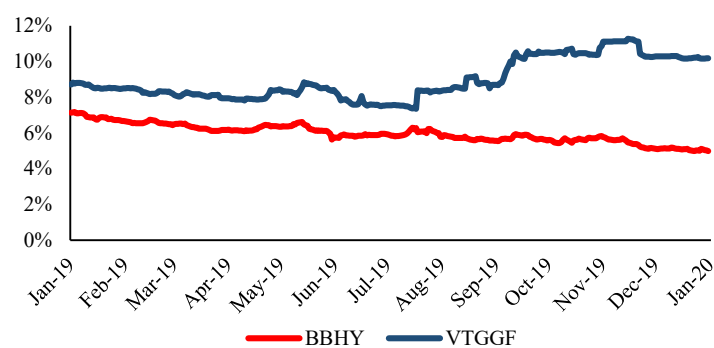
Recent Energy Loan Deals

Date	Company	Size (\$mm)	Spread	Corp Ratings	OID	Yield
Jan-20	Eastern Power/Eastern Generation	\$1,218.00	L+375	Ba3/BB-	99.75	5.76%
Jan-20	Westinghouse Electric Co.	\$3,031.00	L+300	B2/B	100.00	4.92%
Jan-20	Calpine Corporation	\$748.12	L+200	Ba2/BB	100.00	3.89%
Dec-19	Granite Energy LLC	\$1,400.00	L+375	Ba3/B+	99.00	5.97%
Oct-19	McDermott International	\$850.00	L+1000	B3/CCC	96.50	14.75%
Oct-19	Buckeye Partners	\$2,250.00	L+275	Ba3/BB	99.50	4.93%
Oct-19	Delek Holdings	\$150.00	L+225	B1/BB+	98.79	4.56%

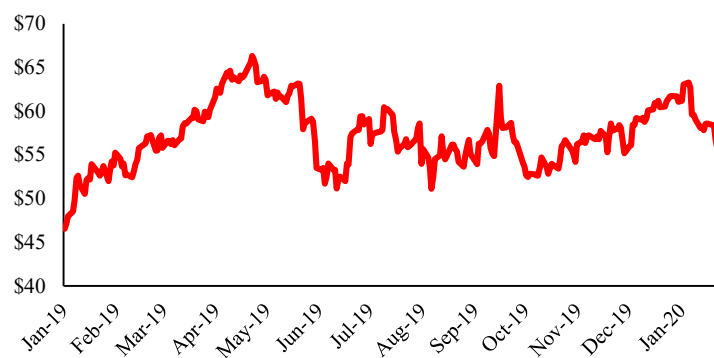
LSTA 100 Index vs Loan Holdings



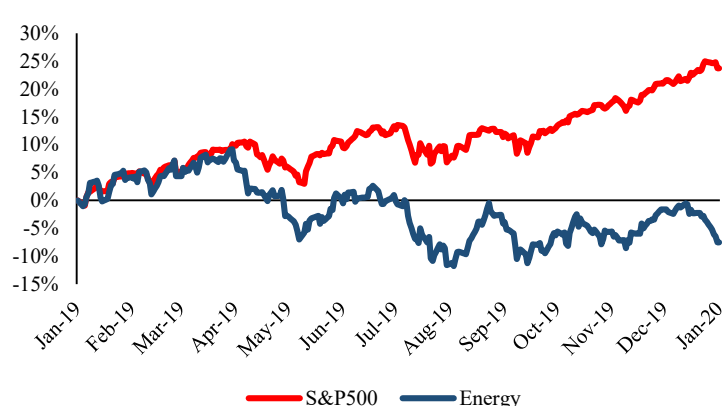
Bloomberg Barclay's Index vs Bond Holdings



West Texas Intermediate (WTI) Crude



S&P 500 vs Sector



Leveraged Lion Capital Media & Comm.



Media & Comm. Specific:

- The Media & Communications sector saw 5 new loan deals priced last week for a total of \$3.90 bn
- Communication Services sector, among S&P 500 companies, returned (1.4%) this past week and 4% year to date
- Intelsat's bonds hit record lows Thursday as fears grew that the company will receive far less than expected when the FCC auctions off the C-band auction
- The firm's 9.50% bond due 2023 fell to a record low of 43.000 cents on the dollar, down from 56.000 cents Wednesday and 71.000 cents last week

Price Performance:

- The Media & Communications sector's best performing holding was CenturyLink's Term Loan B, trading down from 100.563 to 100.500
- This past week, the Company extended the maturity on its Term Loan B facility to March 15, 2027 from January 31, 2025
- Sprint's Term Loan B traded down over the week, commencing the week quoted at 99.375 and closing the week at 98.688
- The debt continues to trade down due to the delay on the final ruling of the Sprint-T-Mobile merger

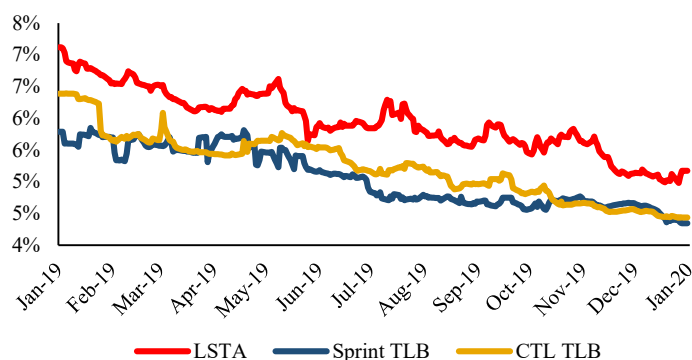
Current Holdings

Company	Amount Invested	Spread	Corp Ratings	Price	Yield
 Sprint	\$5,289.75	L + 250	BB-/Ba2	98.69	4.40%
 CenturyLink™	\$7,053.00	L + 275	BB-/Ba3	100.50	4.33%

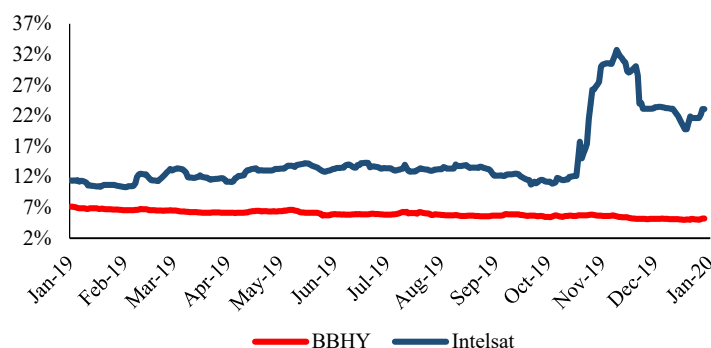
Recent Media & Comm. Loan Deals

Date	Company	Size (\$mm)	Spread	Corp Ratings	OID	Yield
Jan-20	Rbmedia	\$350.00	N/A	N/A	N/A	N/A
Jan-20	Banjay Entertainment	\$500.00	L+425	B1/B	99.00	6.45%
Jan-20	iHeart Communications	\$2101.00	L+250	BB-/B1	100.00	4.38%
Jan-20	Lamar Advertising	\$600.00	L+175	BBB-/Baa3	99.75	3.6%
Jan-20	Telenet	\$ 2295.00	L+200	BB-/N/A	99.50	3.89%

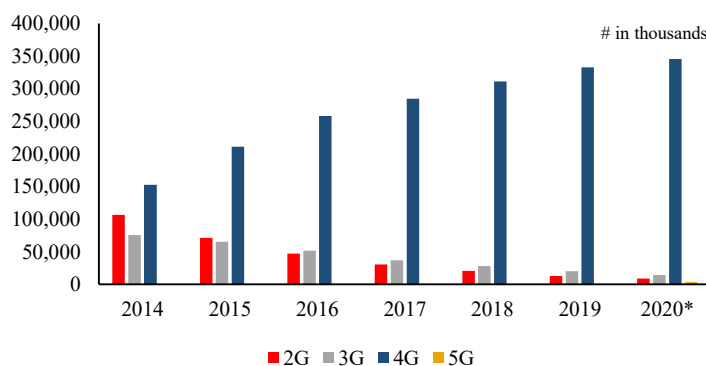
LSTA 100 Index vs Loan Holdings



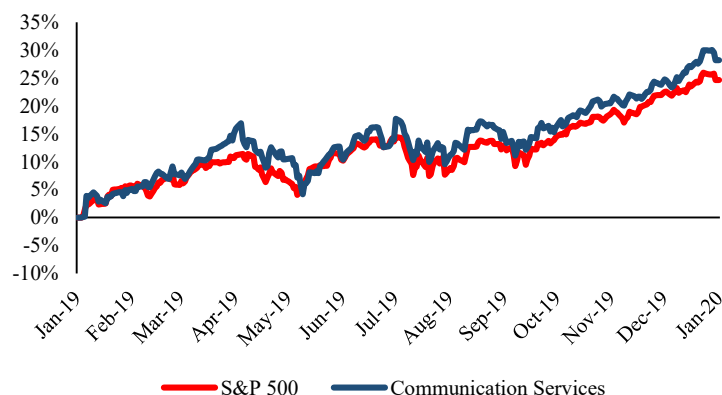
Bloomberg Barclay's Index vs Bond Holdings



US Total Cellular Subscriptions by Generation



S&P 500 vs Sector



Leveraged Lion Capital Healthcare



Healthcare Specific:

- The Healthcare sector saw no new deals priced last week
- During the week of January 27, fears surrounding the coronavirus continued to rise. On February 2, the first person outside of China was fatally infected by the virus. The 44-year old man was originally from central China but passed away in the Philippines according to the Philippine Department of Health
- A California-based health information technology company will pay \$145.00 mm to settle both civil and criminal charges for helping set up an electric record system that encouraged physicians to prescribe more opioids to patients who did not need them. The name of the responsible company has not been released

Price Performance:

- The Healthcare sector's best performing holding was CryoLife's Term Loan B, trading flat at 100.125 at a yield of 492 bps
- Specifically, on January 31, direct competitor Edwards Lifesciences reported earnings and beat estimates by 24.00%. This indicates that the medical devices space is currently in a favorable position
- The Healthcare sector's worst performing holding was Indivior's Term Loan B, trading down to 93.500 at a yield of 1051 bps
- On January 31, the World Health Organization declared the coronavirus a global health emergency. Because of this, drugs for coronavirus will be put on a fast track through the FDA which could provide a positive outcome for pharmaceutical companies engaged in this search for a cure, however, Indivior is not engaged in this research and thus traded down due to uncertainty from coronavirus

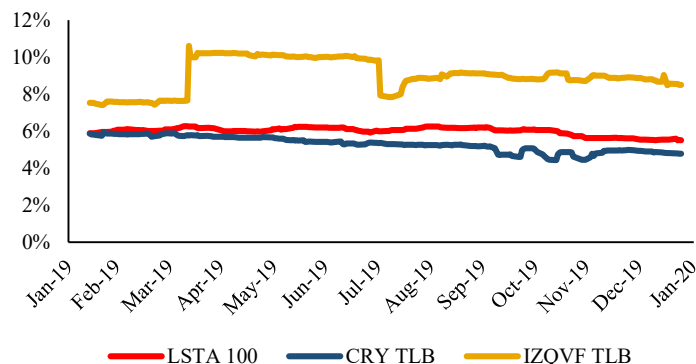
Current Holdings

Company	Amount Invested	Spread	Corp Ratings	Price	Yield
 INDIVIOR	\$4,350.50	L + 450	B+/B3	93.50	10.51%
 CryoLife® Life Restoring Technologies®	\$4,044.00	L + 325	B2/B	100.125	4.92%

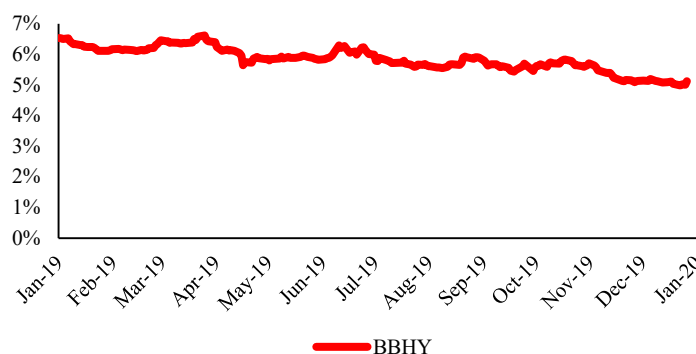
Recent Healthcare Loan Deals

Date	Company	Size (\$mm)	Spread	Corp Ratings	OID	Yield
Jan-20	Radiology Partner	\$125.00	L+300	B3/B	100.00	6.19%
Jan-20	Agiliti	\$125.00	L+300	B2/B	99.63	4.94%
Jan-20	Bright Spring Health Services	\$1,791.00	L+338	B2/B	100.00	5.28%
Jan-20	DaVita	\$2,743.00	L+175	Ba2/BB	100.00	3.64%
Jan-20	Eyecare Partners	\$900.30	L+413	B3/B	99.50	6.16%
Jan-20	Kindred at Home	\$2,541.00	L+325	B1/B	100.00	5.23%
Jan-20	LifePoint Health	\$3,115.00	L+375	B2/B	100.00	5.71%
Jan-20	Select Medical	\$1,255.00	L+250	B1/B+	100.00	4.46%

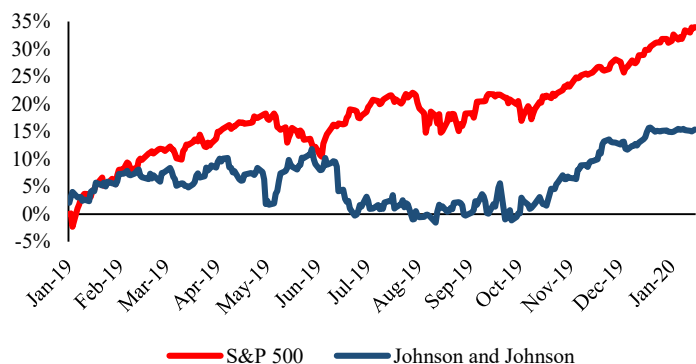
LSTA 100 Index vs Loan Holdings



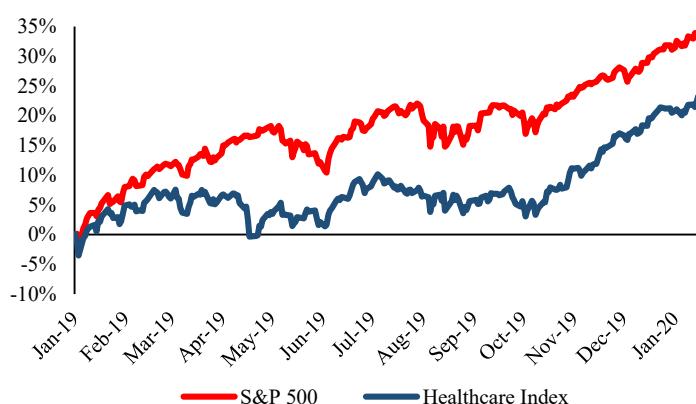
Bloomberg Barclay's Index vs Bond Holdings



JNJ Stock Looking for Recovery in 1Q2020



S&P 500 vs Sector



Leveraged Lion Capital IT





IT Specific:

- The Information Technology sector saw 4 new loan deals priced last week for a total of \$1,701.30 mm
- Inovalon closed its Term Loan B at a spread of L+300. As of Friday, the benchmark performance for Semiconductors & Semiconductor Equipment, Technology Hardware & Equipment, and Software & Service were down (3.50%), (3.93%), and (1.85%) respectively
- In recent tech news, the world's biggest tech companies are facing disruptions to their supply chains from prolonged factory closures and labor shortages in China, as the deadly coronavirus outbreak threatens the nation's vast manufacturing network

Price Performance:

- The Information Technology sector's best performing holding was Dell Technologies' Senior Unsecured Bond, trading up to 111.672 from 110.35
- Dell recently partnered with UT Austin to launch a \$100.00 mm college completion program to help students with financial aid
- The Sector's worst performing holding was Maxar Technologies' Term Loan B, trading down to 97.250 from 97.750 to end the week
- Maxar should continue to bounce back as their social media volume heightens, and also as a result of their recent SPIDER (Space Infrastructure Dexterous Robot) contract with NASA
- Additionally, Lattice Semiconductors' Term Loan B traded down to 98.125 from 98.375, Cerence's Term Loan B traded down to 96.500 from 96.625, and Casa Systems' Term Loan B traded down to 81.625 from 81.688

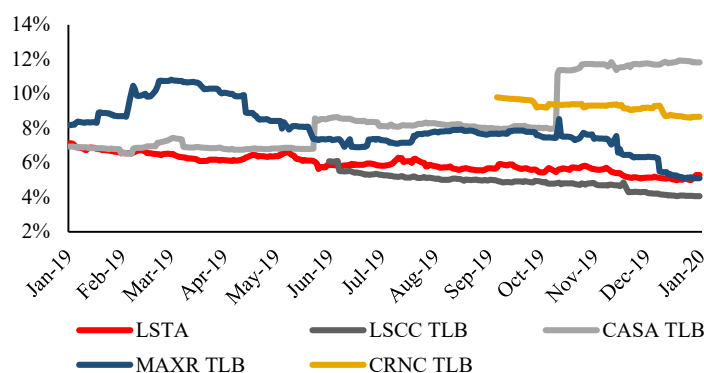
Current Holdings

Company	Amount Invested	Spread	Corp Ratings	Price	Yield
 LATTICE SEMICONDUCTOR	\$5,153.14	L + 175	B2/B	98.38	3.95%
 DELL	\$2,600.00	L + 325	Ba2/BB-	110.89	5.54%
 casa systems	\$4,000.00	L + 400	B3/B-	83.25	11.23%
 MAXAR TECHNOLOGIES	\$1,750.00	L + 275	B2/B	98.13	5.01%
 cerence	\$1,750.00	L + 600	B2/B	97.00	8.55%

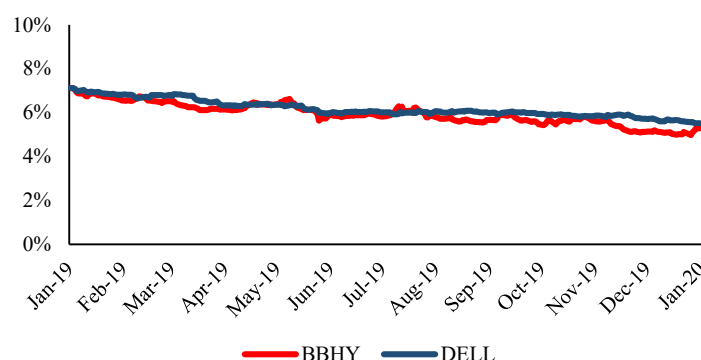
Recent IT Loan Deals

Date	Company	Size (\$mm)	Spread	Corp Ratings	OID	Yield
Jan-20	Cision	\$1,755.00	L+388	B2/B	99.25	6.01%
Jan-20	Dun & Bradstreet Corp.	\$2,930.00	L+413	B3/B-	100.00	6.07%
Jan-20	MagicLab	\$625.00	L+313	B1/B	99.75	5.09%

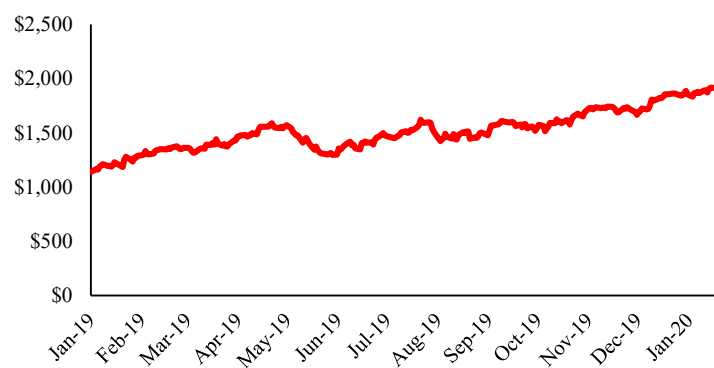
LSTA 100 Index vs Loan Holdings



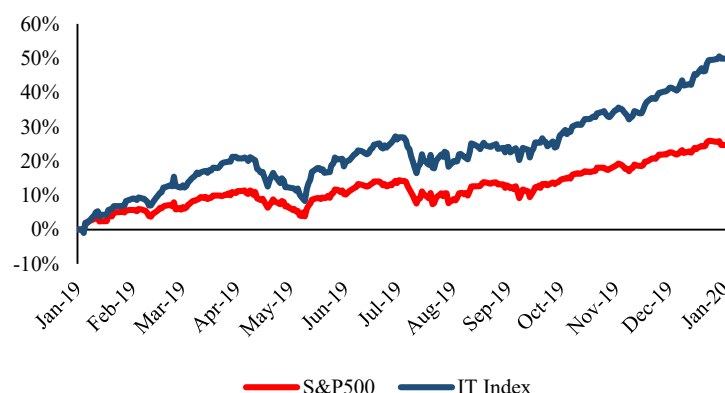
Bloomberg Barclay's Index vs Bond Holdings



PHLX Semiconductor Index



S&P 500 vs Sector



Leveraged Lion Capital REGAL




REGAL Specific:

- The Real Estate sector, among S&P 500 companies, returned (1.36%) this past week
- The 30-year fixed mortgage rate and the 15-year fixed mortgage rate were 3.51% and 3.00% respectively
- Macau operators produced a total revenue of \$2.76 bn in January 2020, a (11.3%) decrease from January 2019 due to the coronavirus epidemic
- The American Gaming Association predicts that 26.00 mm Americans will gamble in the Superbowl this weekend, up 13% from last year

Price Performance:

- The REGAL sector's best performing holding was Lindblad Expedition's Term Loan B, trading flat at 101.000 over the week
- Lindblad Expeditions has recently launched an exclusive Alaska incentive – automatically be entered into a prize drawing to win one of two Lindblad expeditions to Alaska – for travel advisors
- The REGAL sector's worst performing holding was Realogy's Unsecured Bond, commencing the week quoted at 104.250 and closing at 103.610
- This week Realogy announced a new suite of tools for its agents it's calling a "productivity hub." It includes a customer relationship management program as well as an app that allows agents to instant message with customers
- MGM's Term Loan B traded relatively flat over the week commencing the week quoted at 100.690 and closing the week at 100.500

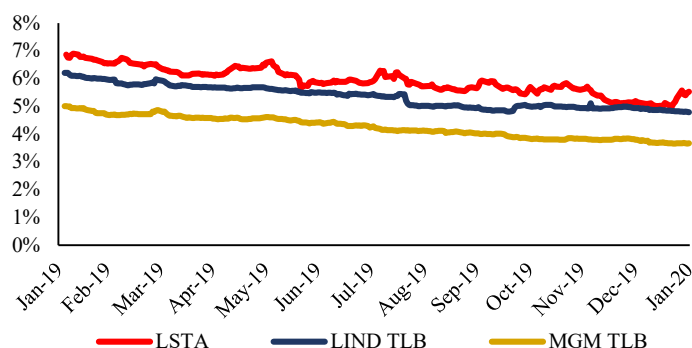
Current Holdings

Company	Amount Invested	Spread	Corp Ratings	Price	Yield
 Lindblad Expeditions	\$3,000.00	L + 350	B1/BB	101.00	4.92%
 MGM RESORTS INTERNATIONAL	\$2,898.00	L + 475	Ba3/BB+	100.50	3.78%
 REALOGY	\$2,841.60	9.38%	B3/B	103.61	8.74%

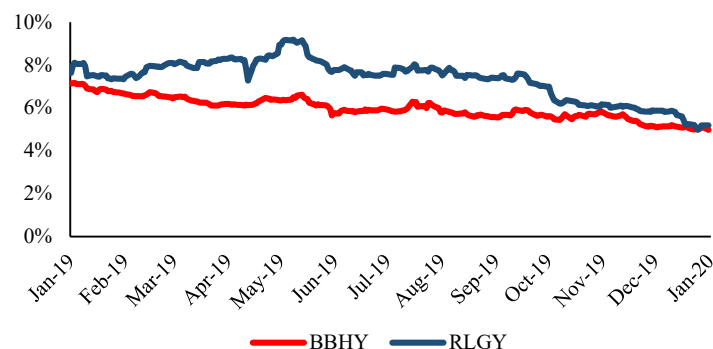
Recent REGAL Loan Deals

Date	Company	Size (\$mm)	Spread	Corp Ratings	OID	Yield
Jan-20	ASM Global (fka Stadium Management Group)	\$605.00	L+250	B1/B+	100.00	4.41%
Jan-20	VICI Properties	\$2,100.00	L+175	Ba3/BB	100.00	3.64%
Dec-19	PCI Gaming	\$1,177.00	L+250	Ba3/BB+	100.00	4.46%
Nov-19	Alterra Mountain CO	\$1,736.00	L+275	B1/B	100.00	4.73%
Nov-19	Marriot Ownership Resorts	\$893.00	L+175	Ba2/BB	100.00	3.72%
Nov-19	OUTFRONT Media	\$600.00	L+175	Ba3/BB-	99.75	3.75%
Nov-19	Playtika	\$2,500.00	L+600	B1/B+	98.00	8.75%

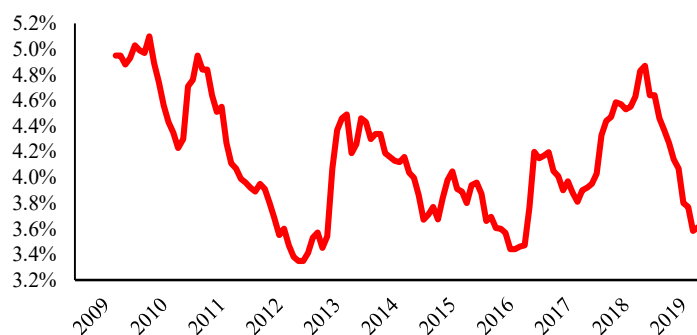
LSTA 100 Index vs Loan Holdings



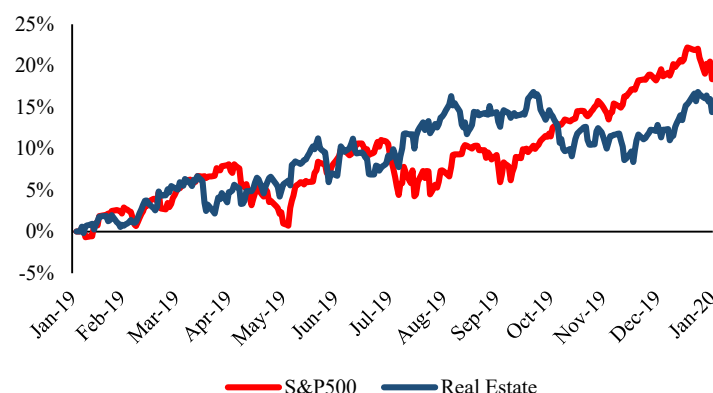
Bloomberg Barclay's Index vs Bond Holdings



30 Years Fixed Rate Mortgage Rates



S&P 500 vs Sector



Leveraged Lion Capital FIG

FIG Specific:

- The Financial sector, among S&P 500 companies, returned (2.02%) this past week
- On Wednesday, the Federal Reserve left the interest rate unchanged and in the range of 1.50%-1.75%
- The Federal Reserve Bank of New York added \$82.58 bn in cash to the market on Thursday through a \$48.78 bn repo and a \$33.80 bn 14-day repo operation
- The temporary central bank liquidity decreased to \$173.70 bn this week as past interventions from the Fed expire
- On Thursday, the 10-year treasury note yield traded at 1.54% and treasury bills rates were minimally altered

Price Performance:

- The FIG sector's best performing holding was Walker & Dunlop's Term Loan B, commencing the week quoted at 100.130 and closing the week at 100.400
- Walker & Dunlop announced the acquisition of AKS Capital Partners, recognized as one of New York City's premier independent capital market advisory firms. This acquisition will dramatically accelerate Walker & Dunlop's capital market advisory in the New York City Market
- The FIG sector's worst performing holding was Virtu Financial's Term Loan B, commencing the week quoted at 100.750 and closing at 100.680
- Virtu Financial announced this week that it has added a new member to its Board, Virginia Gambale, who has become an independent director of the company. Gambale's appointment expands Virtu's board to 12 directors

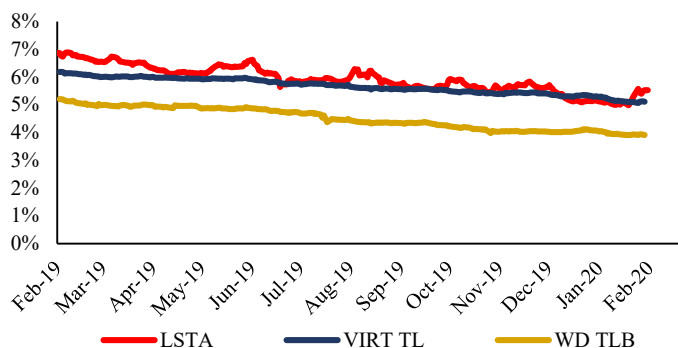
Current Holdings

Company	Amount Invested	Spread	Corp Ratings	Price	Yield
VIRTU FINANCIAL	\$1,987.02	L + 350	B+/Ba3	100.68	5.31%
WALKER & DUNLOP	\$1,453.94	L + 225	Ba2/BBB-	100.40	4.12%

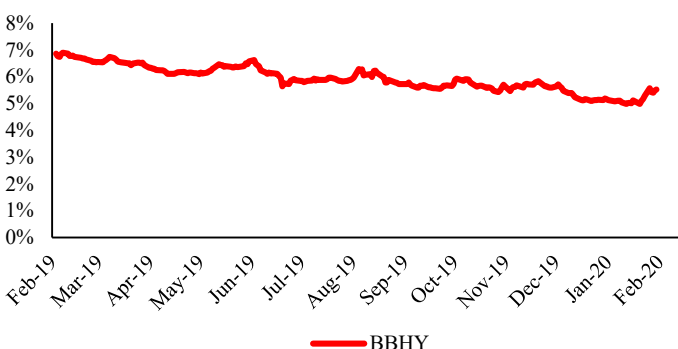
Recent FIG Loan Deals

Date	Company	Size (\$mm)	Spread	Corp Ratings	OID	Yield
1/20	Acrisure	\$2,800.00	L+363	B3/B	99.75	5.58%
1/20	Cushman & Wakefield	\$2,670.00	L+275	B1/BB-	99.75	4.65%
1/20	BroadStreet Partners	\$1,111.00	L+325	B2/B	100.00	5.19%
1/20	First Eagle Holdings	\$1,594.00	L+250	Ba2/BB+	99.88	4.42%
1/20	Focus Financial	\$1,140.00	L+200	Ba3/BB-	100.00	3.91%
1/20	NFP Corp	\$1,800.00	L+300	B3/B	99.38	4.99%
1/20	Russell Investments	\$1,026.00	L+263	Ba2/BB-	100.00	4.50%

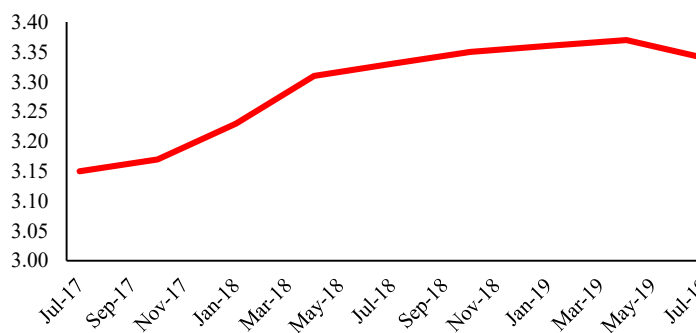
LSTA 100 Index vs Loan Holdings



Bloomberg Barclay's Index vs Bond Holdings



Net Interest Margins



S&P 500 vs Sector

