

European CLO Monitor Q2 2024

July 15, 2024

This report does not constitute a rating action

Key Takeaways

- Rating activity for European CLOs was strong during Q2 2024, where we reviewed six transactions managed by five collateral managers.
- Rating transitions--mainly upgrades (60% of classes reviewed) and affirmations (40%)--were positive primarily due to stable credit performance and higher credit enhancement driven by deleveraging.
- Rating action severities were 2.4 notches for upgrades and 1.5 notches for all rating actions during the quarter.
- CELF accounted for most affirmations and upgrades among the six transactions we reviewed (with two transactions for this collateral manager).
- We reviewed 121 transactions as part of our annual review surveillance process.
- We rated 45 new transactions (including one refinance and nine reset).
- We withdrew ratings on 135 tranches in 25 transactions, mainly due to redemption, reset, and refinancing.

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The full data set, covering surveillance actions, new ratings, rating transitions, and a list of our recent publications download is only available to RatingsDirect on Capital IQ subscribers.

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