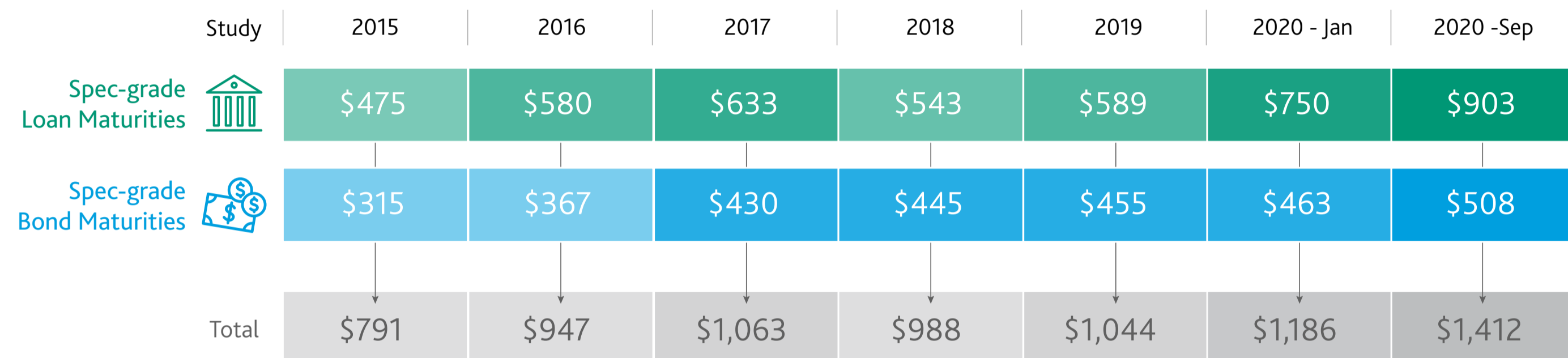


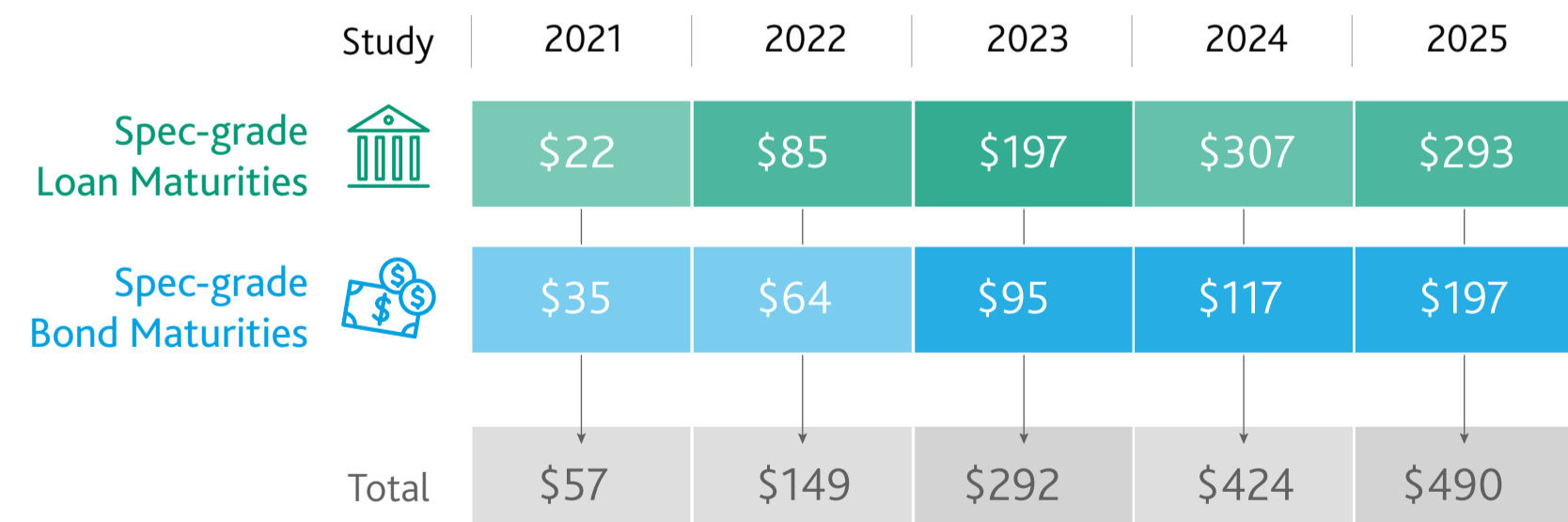
US spec-grade companies face record maturities amid COVID-19

Speculative-grade companies' debt maturities through 2025 hit \$1.4 trillion, up 19% since January. The risk companies will be unable to refinance debt is low but rising, with credit quality diminishing in the pandemic.

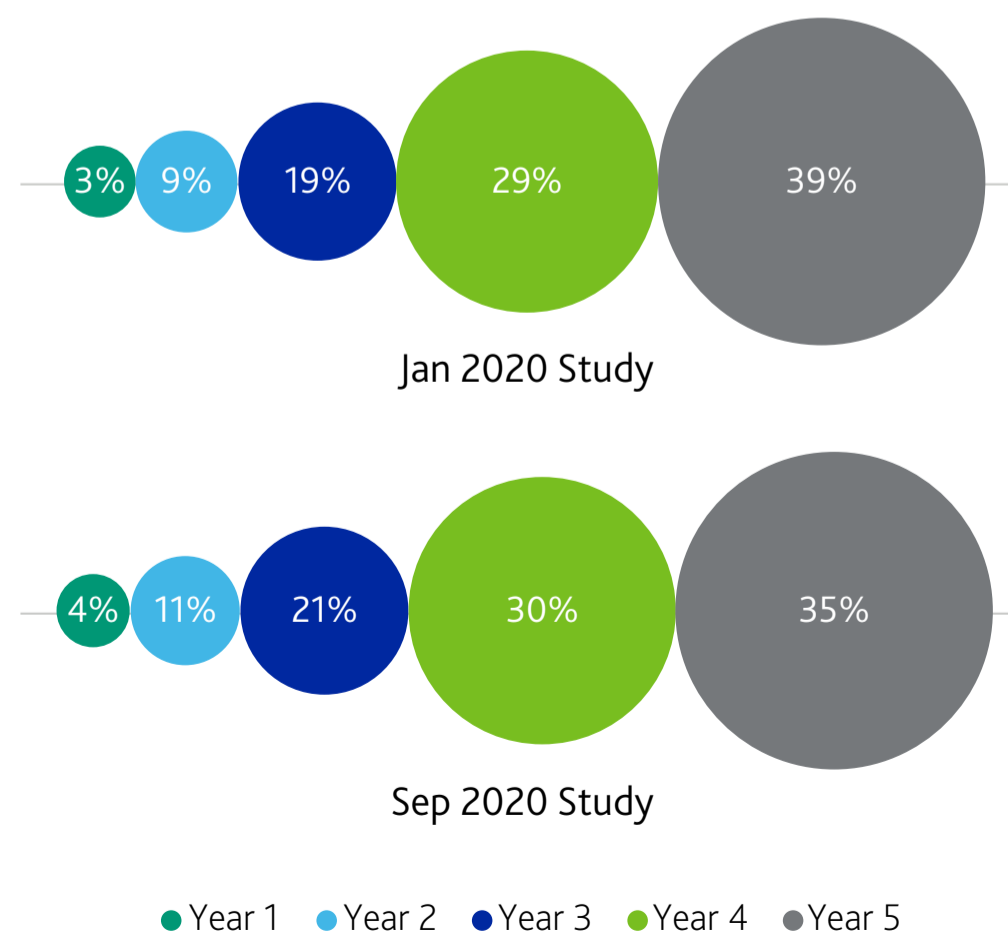
Speculative-grade debt maturing in the next five years surged 19% to a record (Billions)



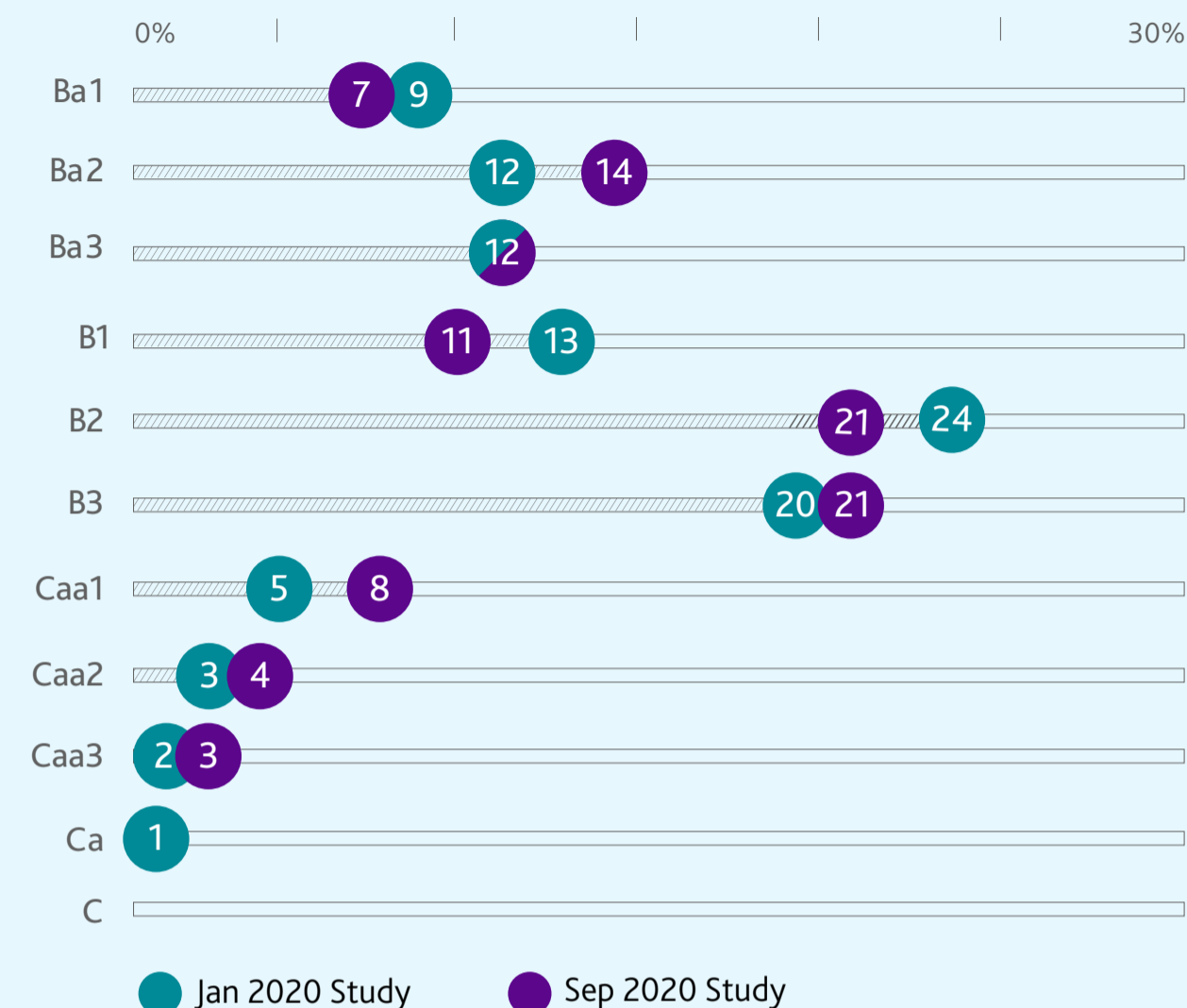
Maturities are manageable in 2021-22, with most debt due later. Refinancing risk on leveraged loans peaks in 2024 (Billions).



Near-term refunding risk is low but rising. Now 15% of debt matures in the first 2 years vs 12% pre-COVID-19.



More debt now comes from issuers rated B3 and lower (as % of total 5-year maturities)



Most debt is in services, while sectors hit hardest by COVID-19 – retail, lodging, transport – represent a fifth of maturities

- Services
- Telecom / Tech / Media
- Energy / Natural Resources / Chemicals
- Auto / Transportation / Aerospace & Defense
- Building Products / Manufacturing / Homebuilding
- Healthcare
- Restaurant / Entertainment / Gaming & Lodging
- Consumer Products
- Retail / Apparel

