

# June Credit Update: Consensus Corporate Downgrades Outweigh Upgrades

July 2019

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Credit Benchmark has published the latest monthly credit consensus data (from May 2019) based on contributions from 30+ financial institutions, covering over 27,900 separate legal entities.

The monthly upgrades and downgrades overview is now based on data adjusted for changes in contributor mix.

## Monthly consensus upgrades and downgrades:

- 356 obligors improved their credit standing by at least one notch.
- 367 obligors deteriorated.
- 57 moved more than one notch.
- The frequency of upgrades and downgrades has increased.

Last month showed improvements across 261 obligors and deterioration across 297, with 66 moving by more than one notch.

## Industries:

- Upgrades dominate downgrades in two out of ten reported industries and five out of ten have more downgrades.
- The industries showing an improvement in credit quality are:
  - Basic Materials with 23 upgrades and 16 downgrades.
  - Technology with six upgrades and four downgrades.
- The industries showing deteriorations include:
  - Consumer Services with 22 upgrades and 29 downgrades.
  - Oil & Gas with 20 upgrades and 32 downgrades.
  - Utilities with three upgrades and 17 downgrades.

Note: Monthly upgrade / downgrade movement is based on 28,000 individual Consensus PDs.

To learn more about consensus ratings and analytics from Credit Benchmark, email [info@creditbenchmark.com](mailto:info@creditbenchmark.com).

**Credit Benchmark** June Credit Update

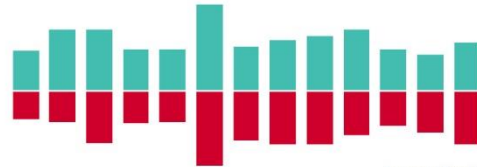


## Corporates

Upgrade	Downgrade
150	170



Last 12 Months



Latest Month



## Basic Materials

Upgrade	Downgrade
23	16



## Consumer Goods

Upgrade	Downgrade
19	20



## Consumer Services

Upgrade	Downgrade
22	29



## Healthcare

Upgrade	Downgrade
4	6



## Industrials

Upgrade	Downgrade
51	40



## Oil & Gas

Upgrade	Downgrade
20	32



## Technology

Upgrade	Downgrade
6	4



## Communications

Upgrade	Downgrade
2	6



## Utilities

Upgrade	Downgrade
3	17

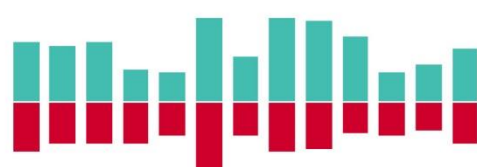


## Financials

Upgrade	Downgrade
74	58



Last 12 Months



Latest Month

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