

July Credit Update: Consensus Upgrades and Downgrades are in Balance

August 2019

Credit Benchmark has published the latest monthly credit consensus data (from June 2019) based on contributions from 40+ financial institutions, covering 50,000 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:

- 324 obligors improved their credit standing by at least one notch.
- 416 obligors deteriorated.
- 58 moved more than one notch.
- The frequency of upgrades has decreased while the frequency of downgrades has increased.

Last month showed improvements across 356 obligors and deterioration across 367, with 57 moving by more than one notch.

Industries:

- Upgrades dominate downgrades in one out of the ten reported industries and three out of ten have more downgrades.
- The industry showing an improvement in credit quality is:
 - Technology with seven upgrades and three downgrades.
- The industries showing deteriorations are:
 - Basic Materials with 15 upgrades and 17 downgrades.
 - Consumer Services with 26 upgrades and 36 downgrades.
 - Industrials with 34 upgrades and 42 downgrades.

Note: Monthly upgrade / downgrade movement is based on 27,000 individual Consensus PDs.

To learn more about consensus ratings and analytics from Credit Benchmark, email info@creditbenchmark.com.

Credit Benchmark July Credit Update

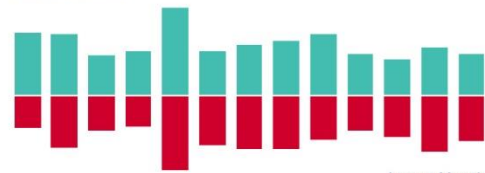


Corporates

Upgrade	Downgrade
135	147



Last 12 Months



Latest Month



Basic Materials

Upgrade	Downgrade
15	17



Consumer Goods

Upgrade	Downgrade
19	14



Consumer Services

Upgrade	Downgrade
26	36



Healthcare

Upgrade	Downgrade
3	3



Industrials

Upgrade	Downgrade
34	42



Oil & Gas

Upgrade	Downgrade
16	17



Technology

Upgrade	Downgrade
7	3



Communications

Upgrade	Downgrade
3	4



Utilities

Upgrade	Downgrade
12	11

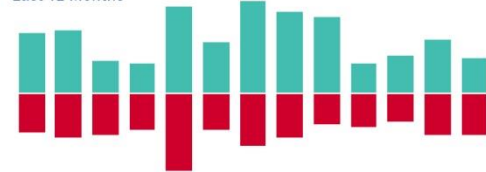


Financials

Upgrade	Downgrade
50	57



Last 12 Months



Latest Month