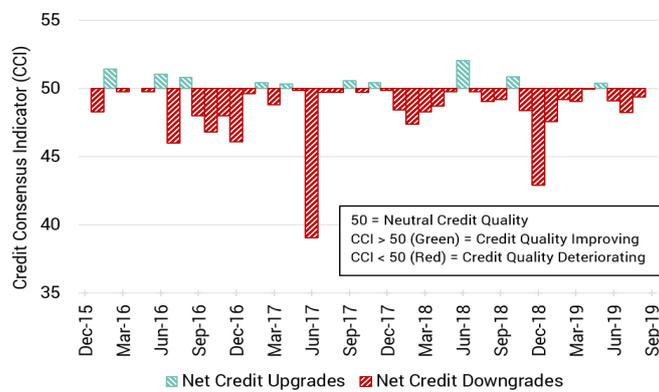


Credit Consensus Indicator (CCI) UK, EU & US Industrials

October 2019

Credit Benchmark has released a new monthly measure of credit risk sentiment and activity, drawing on the collective intelligence of over 30,000 analysts at 40+ of the world's leading financial institutions.

This measure, known as the **Credit Benchmark Credit Consensus Indicator (CCI)**, shows changes in forward looking credit opinion for aggregated Industrials across the US, UK, and EU (ex-UK).

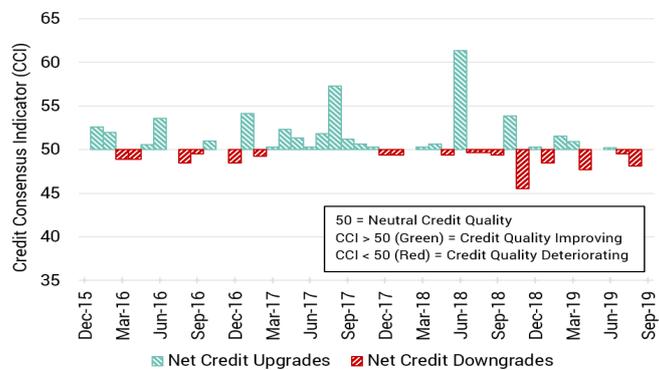


UK Industrials: CCI Continues Trend of Deterioration

UK Industrials have deteriorated for a third month running, maintaining a predominantly negative trend across the past year.

This month, downgrades outnumbered upgrades, resulting in a negative CCI of 49.4.

Industrial activity has slowed as the UK draws closer to the intended Brexit date of 31st October, in addition to facing US tariff headwinds.

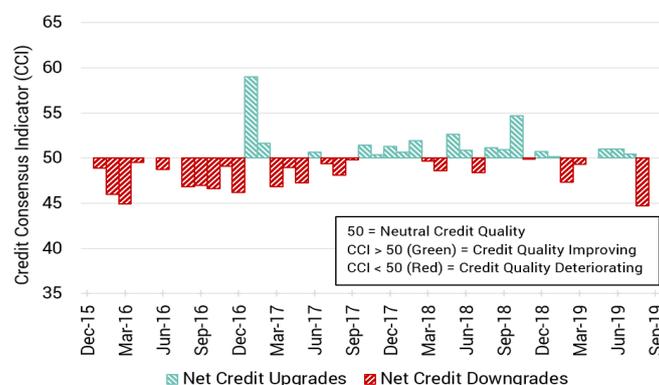


EU Industrials: CCI Shows Further Deterioration

EU Industrials have shown a second month of deteriorating credit quality, reflecting third quarter contraction within Eurozone production, particularly from German and French manufacturers.

This month, downgrades outnumbered upgrades, resulting in a negative CCI of 48.2.

However, neither improvements nor deteriorations have dominated, and no trend has persisted for more than two months in the past year.



US Industrials: CCI Shows Marked Deterioration

The recent run of modest improvements within US Industrials has now reversed, with a marked swing towards deterioration.

This month shows a negative CCI of 44.7, a reduction from last month's CCI of 50.4.

The CCI reflects the difficult climate facing US Industrials, with the manufacturing PMI contracting to a 10 year low recently.

About Credit Benchmark Credit Consensus Indicators (CCIs)

CCI data from Credit Benchmark is based on over 800,000 contributed credit observations from 40+ of the world's leading financial institutions. The credit observations, which represent the work of over 30,000 analysts, are collected, anonymized and aggregated monthly by Credit Benchmark. CCIs provide forward-looking insights into credit risk sentiment and activity over time, leveraging overall credit distribution and trends.