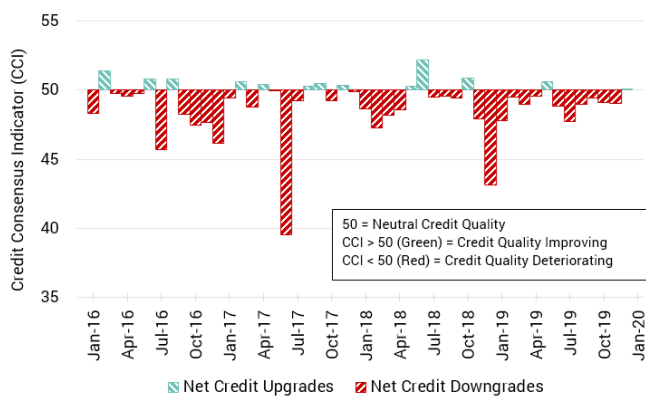


Credit Consensus Indicator (CCI) UK, EU & US Industrials

February 2020

Credit Benchmark's monthly measure of credit risk sentiment and activity draws 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).

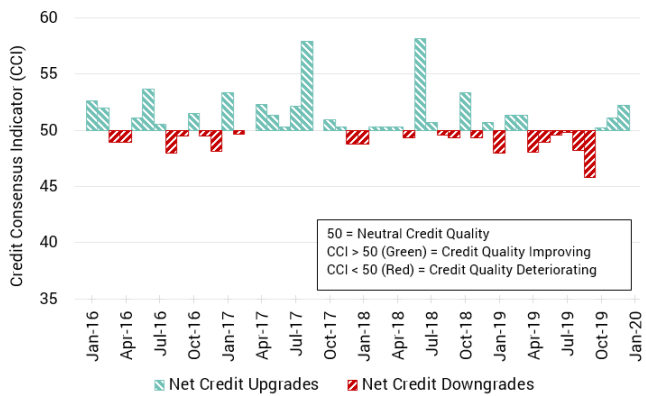


UK Industrials: Downgrade Trade Halted; Minimal Improvement

After 6 months of continuous net downgrades, UK Industrials have edged back into positive territory.

The improvement is marginal however, and the CCI sits at 50.05 this month.

The recent change of government has provided optimism for the sector after months of deterioration.

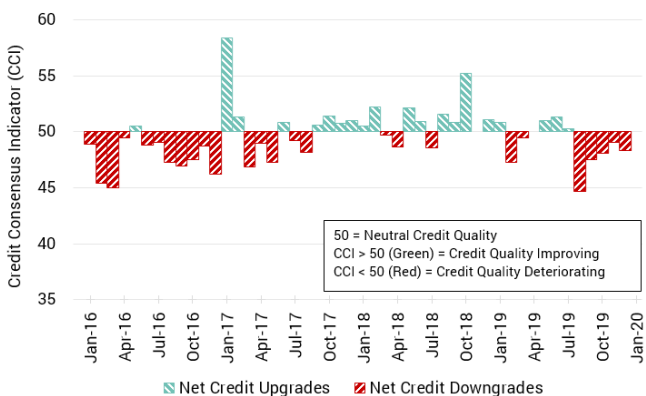


EU Industrials: CCI Continues to Improve

EU Industrials are showing small month-on-month improvements, with net upgrades for a third month running.

This month, the CCI sits at 52.2.

Economists have warned that EU manufacturing may be hit by coronavirus-related supply chain disruptions, so these improvements may prove short lived.



US Industrials: Negative Trend Persists

US Industrials have entered a fifth month of net downgrades.

This month the CCI sits at 48.3, a deterioration from last month's CCI of 49.1.

An interim trade deal with China is a positive step towards industrial gains, but many high tariffs still remain and the sector remains under pressure.

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.