

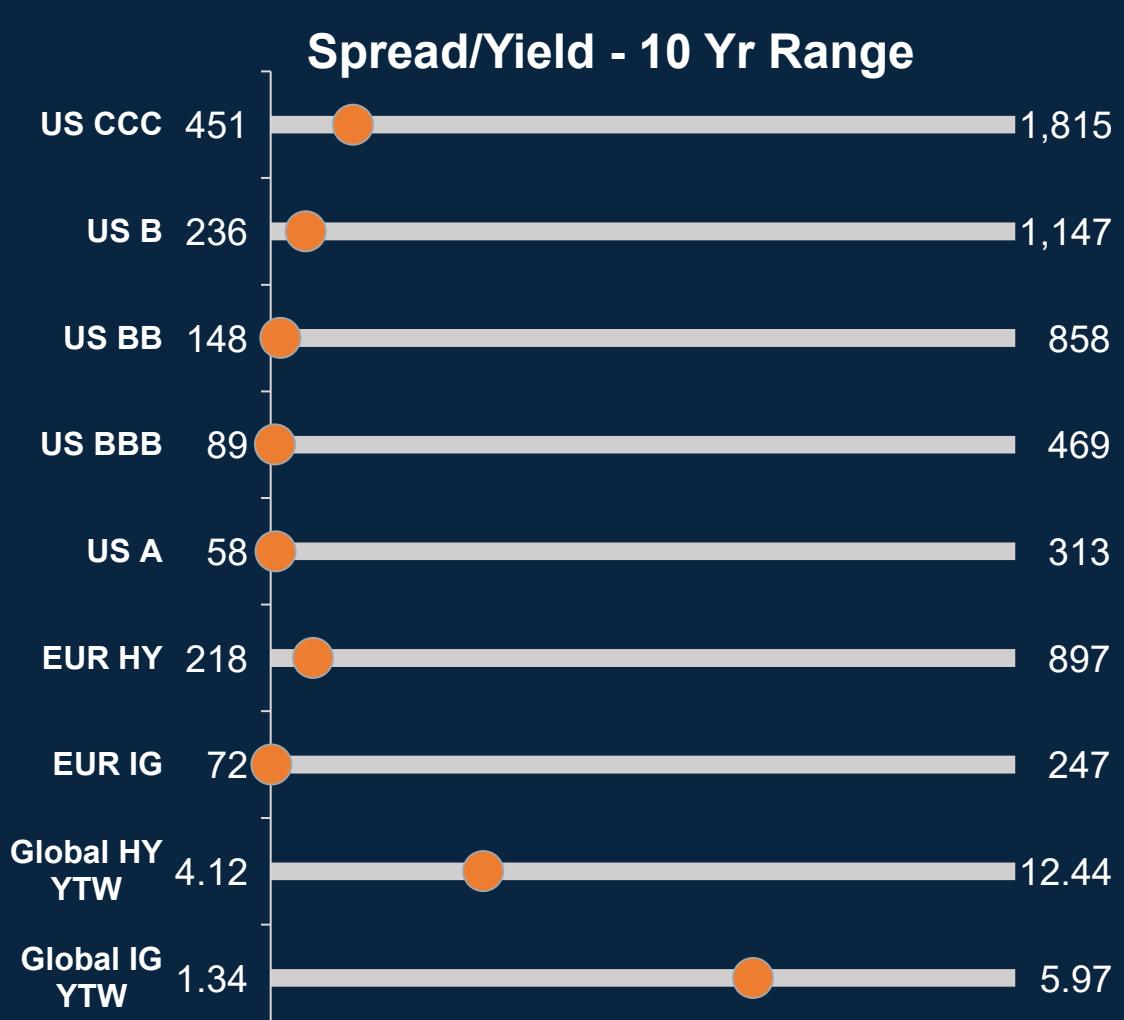
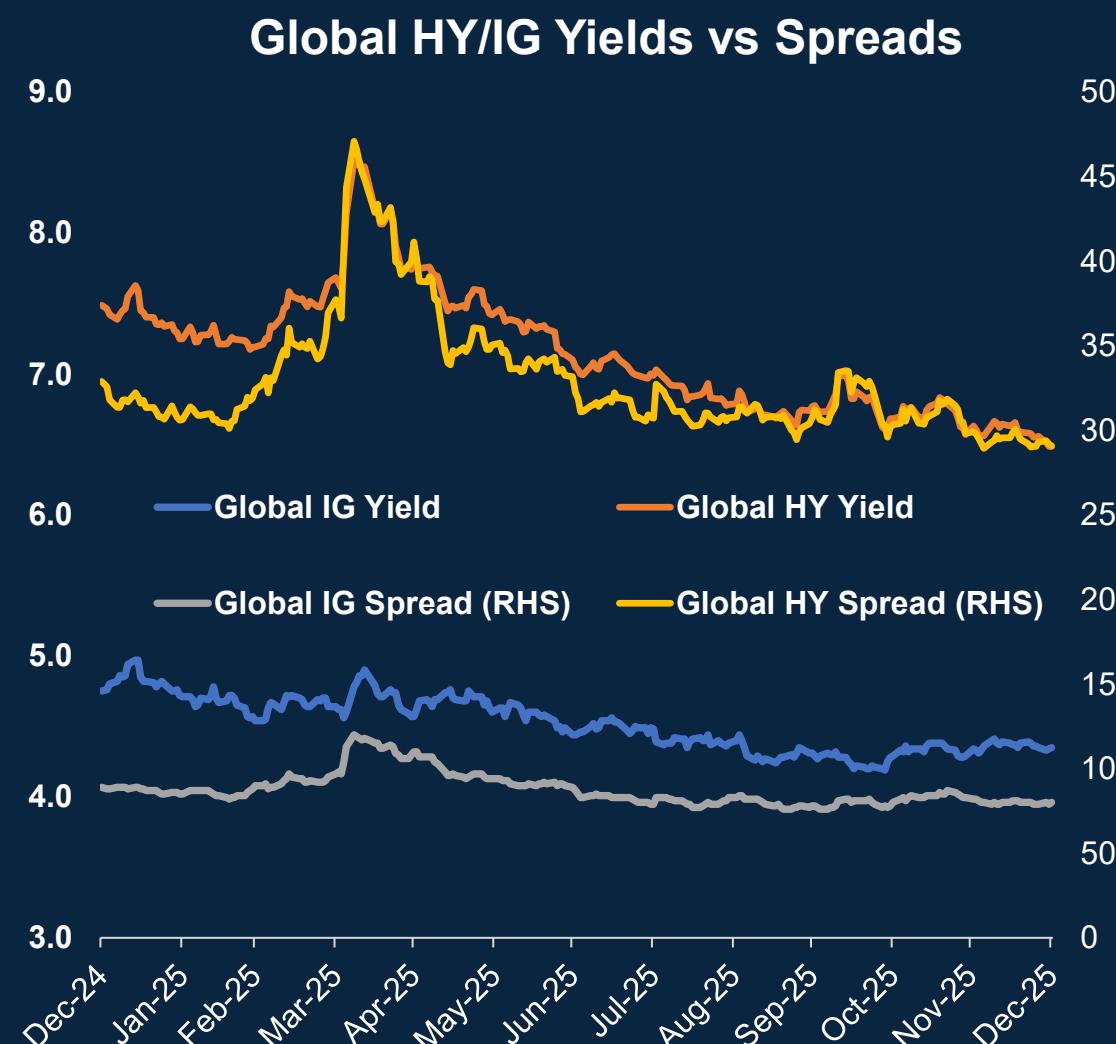


# Rubrics Credit Market Overview

- Higher beta markets exhibited mixed performance relative to IG
- Euro IG and HY markets outperformed USD and GBP
- Leveraged Loans were a notable underperformer

Index Performance (USD Hedged)	1 Month	3 Month	12 Month
US High Yield	0.51	1.66	7.70
Euro High Yield	0.84	1.68	7.46
Bloomberg USD Corporate IG	0.18	0.63	7.37
Bloomberg EUR Corporate IG	0.76	0.32	3.36
Bloomberg GBP Corporate IG	0.24	0.81	6.17
Banks AT1	1.22	2.46	11.03
Leveraged Loans	-0.62	0.75	5.84
Corporate Hybrids	0.98	1.28	8.08
Emerging Market USD Index	0.36	1.04	10.34
USA	0.12	0.57	7.38
US BBB	0.28	0.82	7.62
US BB	0.54	1.61	8.22
US B	0.46	2.11	7.41
US CCC	0.32	0.79	6.96

Source: Bloomberg, as at 30/01/26



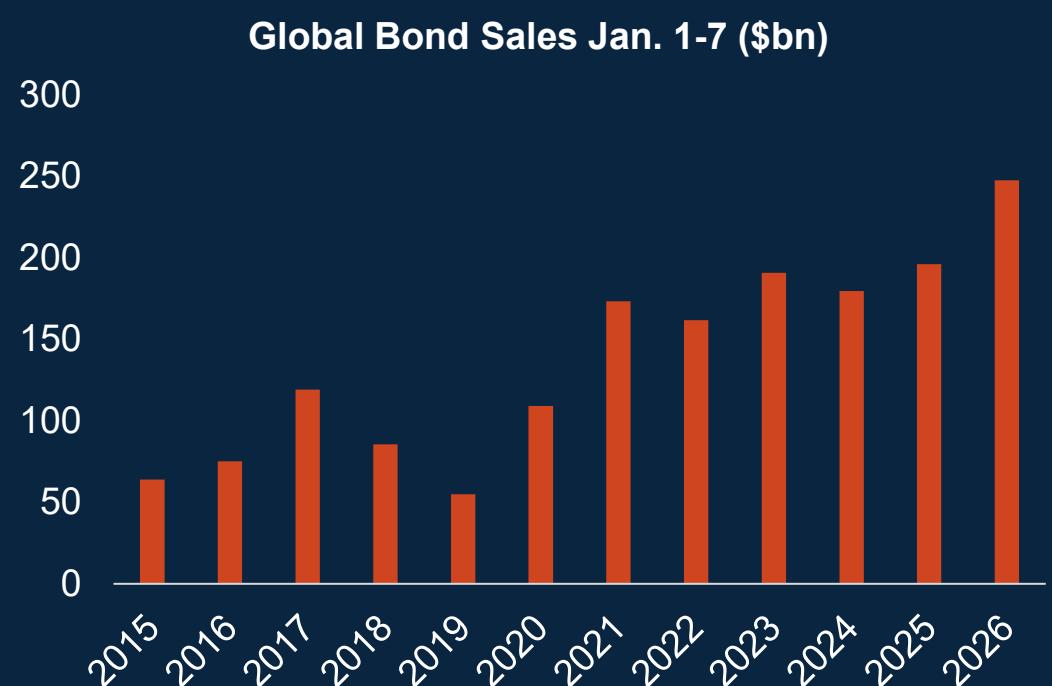


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Following record fixed income supply in 2025, the new year began with no sign of a slowdown. Global bond issuance hit a record \$260bn in the first week of January, the highest level ever for this period. The week also included the largest single-day issuance on record in Europe, at €61bn, while total issuance in the euro area reached a monthly record of €356bn across sovereign and credit markets. In the US, high-yield issuance totalled \$30bn during the month, running around 30% ahead of the 2025 pace, while investment-grade bond sales exceeded \$200bn for only the sixth time on record.

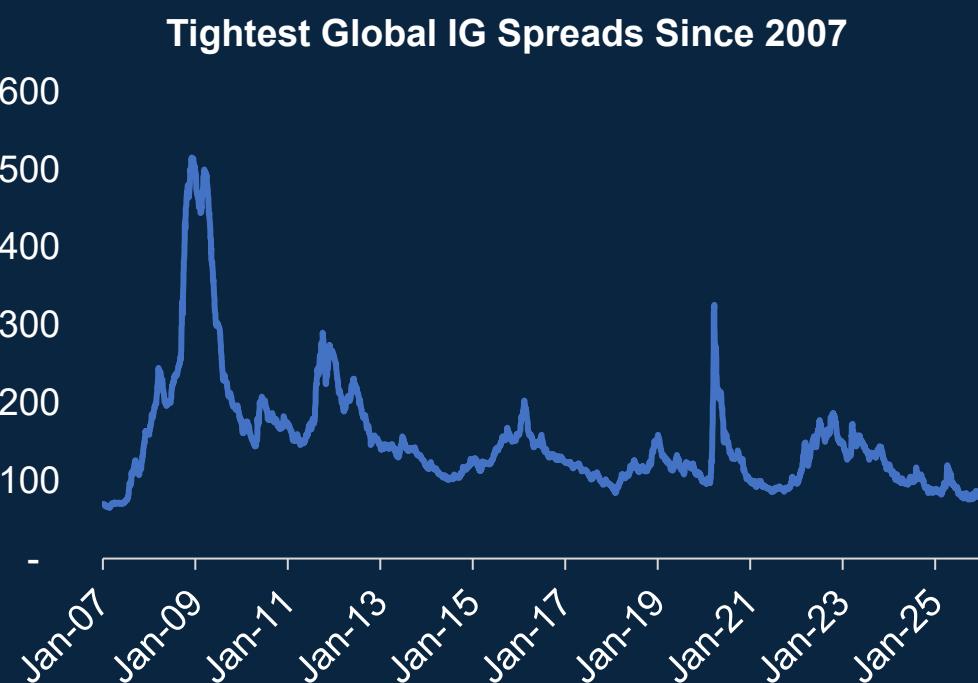


Source: Bloomberg, as at 30/01/26



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Credit spreads tightened modestly during the month, but with spreads already at multi-year lows, the incremental contribution to performance was limited. US high-yield bonds nonetheless extended their rally for a ninth consecutive month, the longest such run since 2021. The spread compression occurred despite clear headwinds: the sheer volume of issuance presents ongoing technical challenges as markets absorb hundreds of billions of dollars of new supply, while concerns persist around the resilience of mid- and lower-quality issuers. High-profile stress cases, including Tricolor and First Brands, have underscored these risks, and 2025 also marked the first year since 2020 in which fallen angels outnumbered rising stars.



Source: Bloomberg, as at 30/01/26



Source: Bloomberg, as at 31/12/25