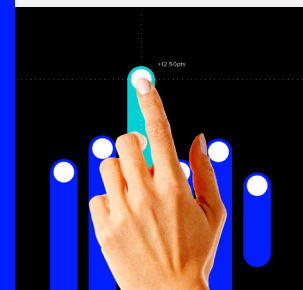


LSEG Yield Book CLO Prepayment Model



For more than 35 years, Yield Book has been a trusted source of securitized analytics and models for institutional buy-and sell-side clients globally. Building upon this legacy, we have added an enhanced framework for analysing and valuing Collateralised Loan Obligations (CLOs) into our product suites.

We are pleased to announce the addition of CLO Prepayment Model to our suite of predictive models.

The CLO Prepayment Model predicts the rate at which loans exit the collateral portfolio before maturity (excluding defaults) and consists of two components:

Refinancing Model	Turnover Model
The Refinancing Model is a statistical regression model, primarily influenced by tightening spreads. Model drivers include leveraged loan new issue spread, weighted average spread, par-plus loan percentage and weighted average time to maturity.	The Turnover Model is a statistical regression model that combines two components: Manager Selling, which is driven by the manager's efforts to maintain or enhance portfolio credit quality, and Deal Calls, which are mainly triggered by weak equity performance and/or significant loan price appreciation. Model drivers include years from end of reinvestment period, weighted average life, weighted average price, CCC exposure, weighted average spread and weighted average rating factor (WAS over WARF ratio), cov-lite exposure and seasonality.

Model Dials

The model is applicable to BSL or Private Credit CLOs. It can be used with pre-defined scenarios and customized scenarios on key model drivers (loan price shock, rating upgrade/downgrade). The model output under different user-defined scenarios will feed into the cashflow engine, producing a wide range of analytics measures.

Model Output

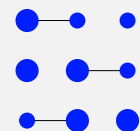
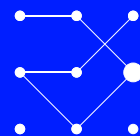
The outputs of the models are monthly CPRs for each deal.

Model integration with existing analytics

The outputs of the models are consumed by the CLO cash flow engine to generate security cash flows as well as analytical results for CLO bonds. We have closely mimicked the existing workflow for other predictive models for seamless model integration.

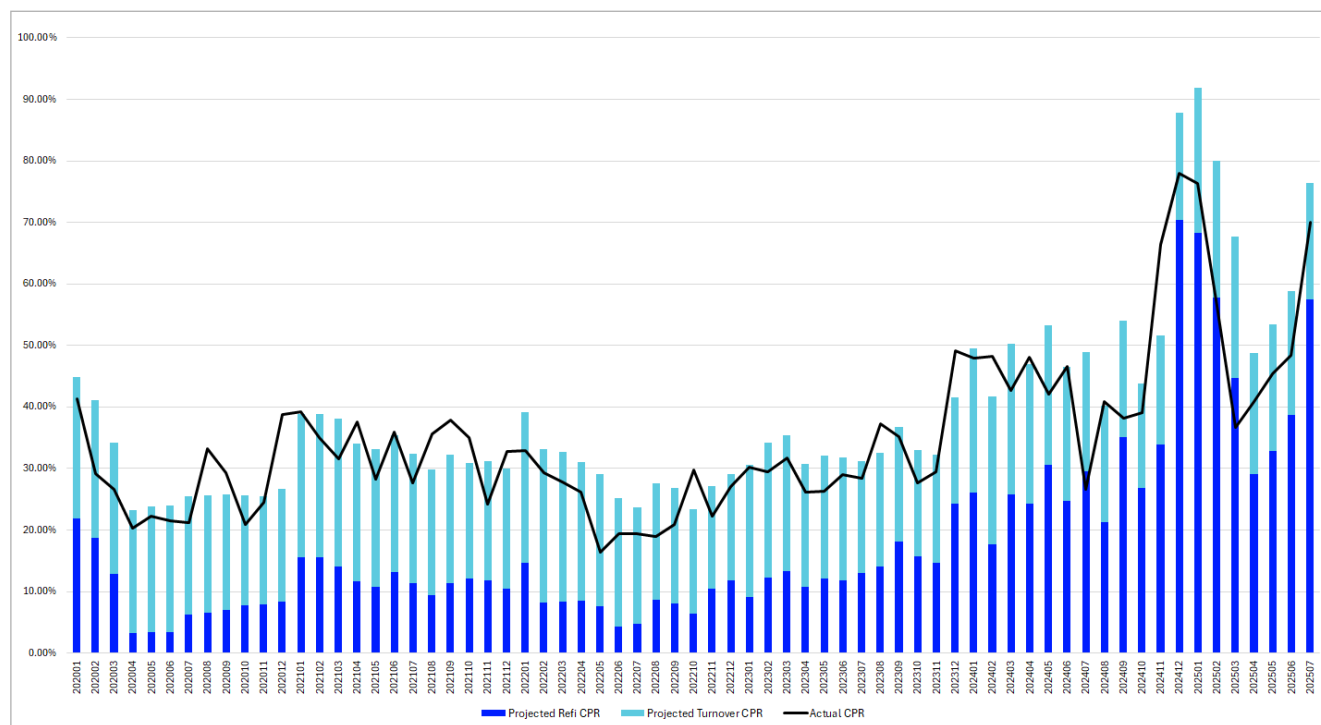
Analysing CLOs in Yield Book: deal & note information

Yield Book users can easily retrieve deal and note level terms and conditions, loan level information and portfolio test trigger data sourced from trustee reports, and run cash flows. Users can also calculate analytics such as yield, duration, WAL, discount margin, DV01, To Call measures, etc.



Model Performance

Actual and projected CPRs



Source: LSEG and LSEG Yield Book (August 2025)

Contact us

To learn more, contact us at analyticssales@lseg.com, or visit our website solutions.yieldbook.com

Americas +1 646 989 2200

Asia-Pacific

EMEA +44 20 7334 8963

Tokyo +81 3 6441 1015

APAC +886 2 8729 5130

© 2025 London Stock Exchange Group plc and its applicable group undertakings (the "LSE Group"). All rights reserved.

"The Yield Book®" is a trademark and/or service mark owned or licensed by The Yield Book Inc., and all other trademarks and service marks used herein (whether registered or unregistered) are trademarks and/or service marks owned or licensed by the applicable member of the LSE Group or their respective licensors.

All information is provided for information purposes only. All information and data contained in this publication is obtained by the LSE Group, from sources believed by it to be accurate and reliable. Because of the possibility of human and mechanical error as well as other factors, however, such information and data is provided "as is" without warranty of any kind. No member of the LSE Group nor their respective directors, officers, employees, partners or licensors make any claim, prediction, warranty or representation whatsoever, expressly or impliedly, either as to the accuracy, timeliness, completeness, merchantability of any information or of results to be obtained from the use of the Yield Book products, including but not limited to data and analytics or the fitness or suitability of the Yield Book products for any particular purpose to which they might be put. Any representation of historical data accessible through Yield Book products is provided for information purposes only and is not a reliable indicator of future performance.

No responsibility or liability can be accepted by any member of the LSE Group nor their respective directors, officers, employees, partners or licensors for (a) any loss or damage in whole or in part caused by, resulting from, or relating to any error (negligent or otherwise) or other circumstance involved in procuring, collecting, compiling, interpreting, analysing, editing, transcribing, transmitting, communicating or delivering any such information or data or from use of this document or links to this document or (b) any direct, indirect, special, consequential or incidental damages whatsoever, even if any member of the LSE Group is advised in advance of the possibility of such damages, resulting from the use of, or inability to use, such information.

No member of the LSE Group nor their respective directors, officers, employees, partners or licensors provide investment advice and nothing contained herein or accessible through Yield Book products, including statistical data and industry reports, should be taken as constituting financial or investment advice or a financial promotion. Past performance is no guarantee of future results. Charts and graphs are provided for illustrative purposes only.

This document may contain forward-looking assessments. These are based upon a number of assumptions concerning future conditions that ultimately may prove to be inaccurate. Such forward-looking assessments are subject to risks and uncertainties and may be affected by various factors that may cause actual results to differ materially. No member of the LSE Group nor their licensors assume any duty to and do not undertake to update forward-looking assessments.

No part of this information may be reproduced, stored in a retrieval system or transmitted in any form or by any means, electronic, mechanical, photocopying, recording or otherwise, without prior written permission of the applicable member of the LSE Group. Use and distribution of the LSE Group data requires a licence from Yield Book and/or their respective licensors.