

Open for Business

THE LEAD | May 28, 2026

When public credit markets close, private credit absorbs the shock.

When Leveraged Loans spreads have risen, borrowers have shifted to private credit

12mth trailing share of firms that switch from leveraged loans to private credit and 12mth average discounted spread of LSTA US Leveraged Loan Index, 2010-2024

Switchers (%) Smoothed Spread



Source: FT, Hinze, Rintamaki, Mondini, Steffen.