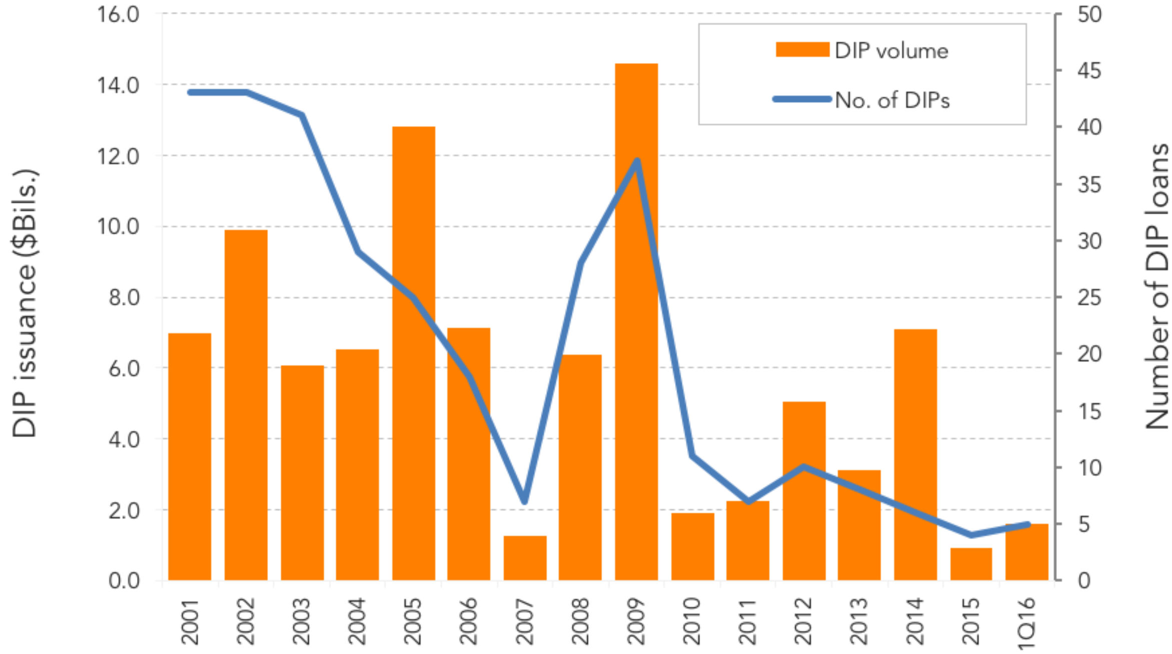
THE LEAD
https://theleadpc.com/leveraged-loan-insight-analysis-4112016/

Leveraged Loan Insight & Analysis – 4/11/2016

LSEG | April 13, 2016

Debtor-in-possession loan volume reached US$1.6bn in 1Q16 across 5 deals. That number already surpassed 2015's entire total of US$930m across 4 deals. And there is more to come. Peabody Energy announced it had se … ncludes a … n facility.



Prior to the filing, Peabody had a roughly US$2.8bn loan across a US$1.65bn revolver and US $1.18bn term loan B. According to LPC Collateral, 108 U.S. CLOs hold a combined US$293bn or 24% of Peabody's existing term loan. While the majority holds less than 1%, there are 14 CLOs where Peabody's position accounts for 1% to 1.57% of the current principal balance. DIP loan issuance has largely been muted during the recovery years, only totaling US$11bn for the years 2013-2015, with Texas Competitive Electric Holdings' 2014 DIP loan comprising roughly 40% of that. More DIP loans are expected this year due to the weakness in the energy sector.

Contact: David Puchowski
David.Puchowski@thomsonreuters.com