



7 June 2017

**FIXED INCOME MONTHLY  
INVESTMENT BANKING**

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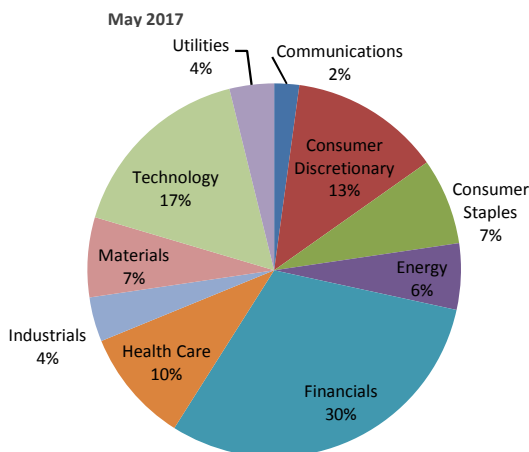
**FIXED INCOME MARKET UPDATE: May 2017**

**KEY TAKEAWAY:**

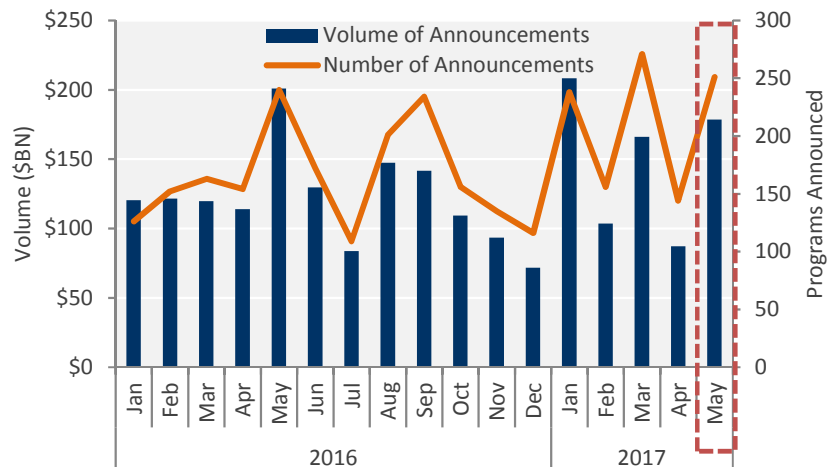
The “risk-on” sentiment that has been with us since the start of the year continued into May as equity markets reached new all-time highs and benchmark Treasuries approached YTD low yields... all this despite new headlines out of D.C. every day that were clearly being viewed as a distraction to the White House economic agenda and a potential negative for the markets. The \$USD traded lower for most of the month as new confidence in the Euro emerged after what were thought to be positive election results in both France and Germany and a general recognition that growth in European economies is moving faster than the U.S.

- As expected, new-issue activity rebounded significantly from April lows, aided in part by a number of large, well-telegraphed, acquisition-related financings. Credit spreads remained largely unchanged around YTD tightens as investor demand for corporate bonds continued at record levels despite rising global tensions. These strong credit flows were clearly reflected in significantly over-subscribed deals priced with little or no concession to outstanding issues.
- All eyes are focused on the Fed for June, with expectations running very high for another rate hike. Nevertheless, markets seem to be taking comfort that any more moves beyond that remain questionable. Hence, benchmarks are expected to remain range bound, as they have been now for most of the year. As such, the backdrop for debt financing remains very favorable as we move into the summer months.

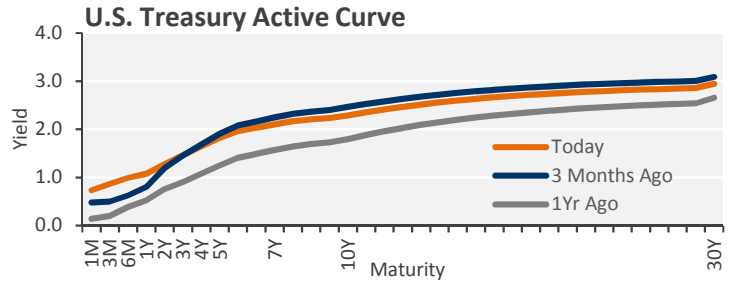
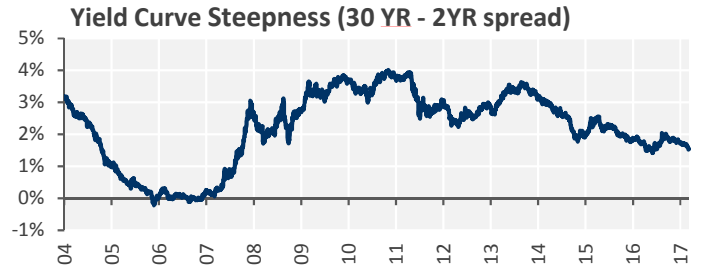
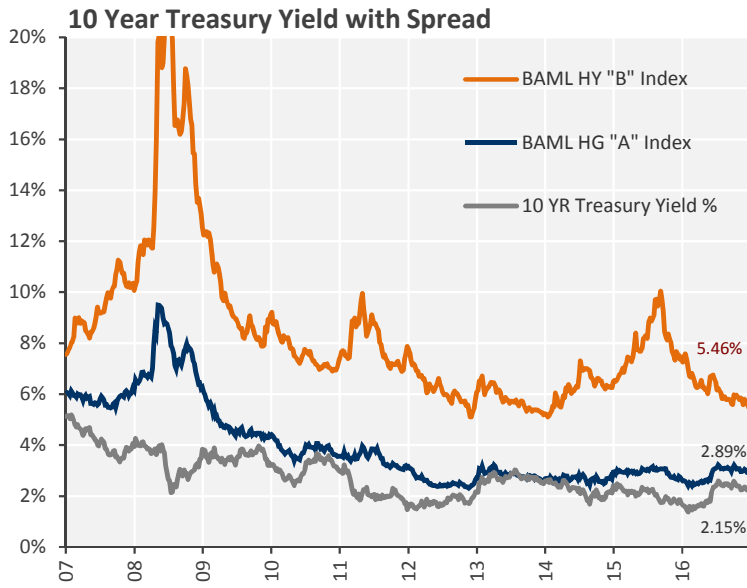
**Volume of Announced Programs**



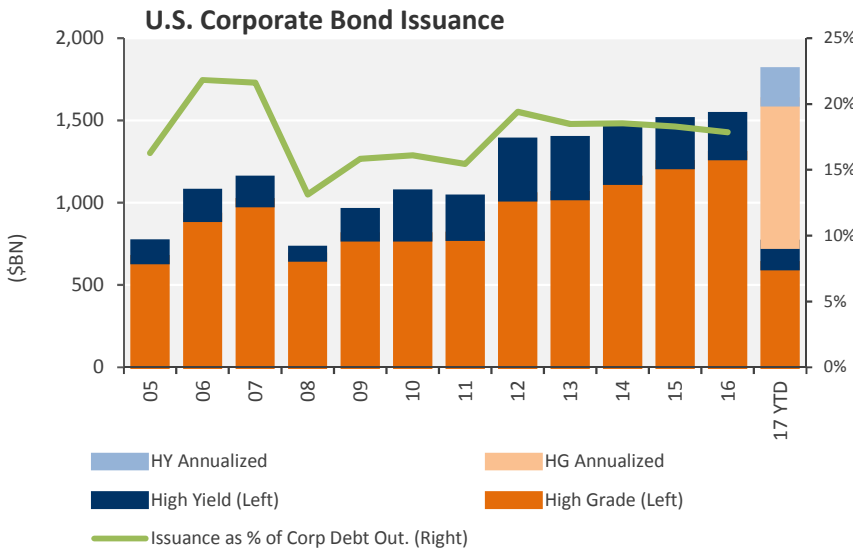
**Number and Volume of Announcements**



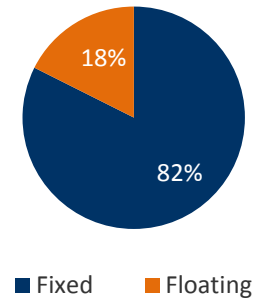
## YIELDS & SPREADS



## U.S. CORPORATE BOND ISSUANCE



### Fixed vs Floating Issuance 2017 YTD



**MAY 2017 ANNOUNCEMENTS (>\$1BN)**

Issuer	Coupon	Maturity	Size	Dated	Spread	Yield	Ratings
Morgan Stanley	2.75	5/19/2022	3,250	05/17	96	2.7	A3 / BBB+
Wells Fargo & Co	3.584	5/22/2028	3,000	05/17	122	3.3	A2 / A
The Goldman Sachs Group Inc	3.691	6/5/2028	2,500	05/17	143	3.5	A3
Becton Dickinson and Co	3.70	6/6/2027	2,400	05/17	143	3.6	Ba1 / BBB+
Citibank NA	1.41	11/9/2018	2,250	05/17	17	1.4	A1e / A+
Teachers Insurance & Annuity Assoc. of America	4.27	5/15/2047	2,000	05/17	124	4.1	Aa3 / AA-
Teachers Insurance & Annuity Assoc. of America	4.27	5/15/2047	2,000	05/17	125	4.1	Aa3 / AA-
Apple Inc	3.20	5/11/2027	2,000	05/17	80	3.0	Aa1 / AA+
QUALCOMM Inc	3.25	5/20/2027	2,000	05/17	104	3.2	A1 / A
JPMorgan Chase & Co	3.22	3/1/2025	2,000	05/17	114	3.0	A3 / A-
Becton Dickinson and Co	2.894	6/6/2022	1,800	05/17	107	2.8	Ba1 / BBB+
Apple Inc	2.85	5/11/2024	1,750	05/17	65	2.7	Aa1 / AA+
Becton Dickinson and Co	3.363	6/6/2024	1,750	05/17	127	3.3	Ba1 / BBB+
The Goldman Sachs Group Inc	2.908	6/5/2023	1,750	05/17	113	2.8	A3
The Sherwin-Williams Co	2.25	5/15/2020	1,500	05/17	63	2.1	Baa3 / BBB
The Sherwin-Williams Co	3.45	6/1/2027	1,500	05/17	109	3.3	Baa3 / BBB
Amgen Inc	2.65	5/11/2022	1,500	05/17	74	2.5	Baa1 / A
Citigroup Inc	2.279	5/17/2024	1,500	05/17	115	2.4	Baa1 / BBB+
Verizon Communications Inc	1.722	5/22/2020	1,500	05/17	45	1.7	Baa1 / BBB+
Cheniere Corpus Christi Holdings LLC	5.125	6/30/2027	1,500	05/17	260	4.8	Ba3 / (P)BB-
Cheniere Corpus Christi Holdings LLC	5.125	6/30/2027	1,500	05/17	262	4.8	Ba3 / (P)BB-
AT&T Inc	2.023	7/15/2021	1,500	05/17	87	2.1	Baa1 / BBB+
QUALCOMM Inc	4.30	5/20/2047	1,500	05/17	138	4.2	A1 / A
QUALCOMM Inc	2.90	5/20/2024	1,500	05/17	90	2.9	A1 / A
QUALCOMM Inc	2.60	1/30/2023	1,500	05/17	81	2.6	A1 / A
QUALCOMM Inc	2.10	5/20/2020	1,500	05/17	49	1.9	A1 / A
Becton Dickinson and Co	4.669	6/6/2047	1,500	05/17	166	4.5	Ba1 / BBB+
Williams Partners LP	3.75	6/15/2027	1,450	05/17	151	3.7	Baa3e / BBB
Capital One Financial Corp	2.50	5/12/2020	1,400	05/17	82	2.3	Baa1 / BBB
PetSmart Inc	5.875	6/1/2025	1,350	05/17	371	5.9	Ba3 / B+
PetSmart Inc	5.875	6/1/2025	1,350	05/17	401	5.8	Ba3 / B+
Tyson Foods Inc	3.55	6/2/2027	1,350	05/17	117	3.4	Baa2 / BBB
The Sherwin-Williams Co	4.50	6/1/2047	1,250	05/17	142	4.3	Baa3 / BBB
The Sherwin-Williams Co	2.75	6/1/2022	1,250	05/17	84	2.6	Baa3 / BBB
Intel Corp	2.875	5/11/2024	1,250	05/17	68	2.7	A1 / A+
Toyota Motor Credit Corp	1.26	5/17/2018	1,250	05/17	-1	1.2	Aa3 / AA-
QUALCOMM Inc	1.85	5/20/2019	1,250	05/17	42	1.7	A1 / A
The Hertz Corp	7.625	6/1/2022	1,250	05/17	575	7.5	B1 / BB
The Hertz Corp	7.625	6/1/2022	1,250	05/17	568	7.4	B1 / BB
United Technologies Corp	3.125	5/4/2027	1,100	05/17	80	3.0	A3 / A-
Wells Fargo Bank NA	1.147	12/19/2017	1,032	05/17	10	1.2	NR
United Technologies Corp	1.90	5/4/2020	1,000	05/17	33	1.8	A3 / A-
Unilever Capital Corp	2.90	5/5/2027	1,000	05/17	75	2.9	A1 / A+
Apple Inc	1.80	5/11/2020	1,000	05/17	28	1.7	Aa1 / AA+
Apple Inc	2.30	5/11/2022	1,000	05/17	45	2.2	Aa1 / AA+
Intel Corp	4.10	5/11/2047	1,000	05/17	107	3.9	A1 / A+
Intel Corp	1.85	5/11/2020	1,000	05/17	30	1.8	A1 / A+
Intel Corp	3.15	5/11/2027	1,000	05/17	81	3.0	A1 / A+
The Bank of New York Mellon Corp	2.661	5/16/2023	1,000	05/17	74	2.4	A1
Costco Wholesale Corp	3.00	5/18/2027	1,000	05/17	71	2.9	A1 / A+
Costco Wholesale Corp	2.15	5/18/2021	1,000	05/17	24	2.0	A1 / A+
Costco Wholesale Corp	2.75	5/18/2024	1,000	05/17	60	2.6	A1 / A+
Springleaf Finance Corp	6.125	5/15/2022	1,000	05/17	347	5.2	B2 / B
NiSource Finance Corp	3.49	5/15/2027	1,000	05/17	110	3.3	Baa2 / BBB+
NiSource Finance Corp	4.375	5/15/2047	1,000	05/17	135	4.2	Baa2 / BBB+
Dominion Energy Inc	2.579	7/1/2020	1,000	05/17	83	2.3	Baa3 / BBB
PNC Bank NA	2.00	5/19/2020	1,000	05/17	46	1.9	A2 / A
Becton Dickinson and Co	2.404	6/5/2020	1,000	05/17	86	2.3	Ba1 / BBB+
JPMorgan Chase & Co	1.882	6/1/2021	1,000	05/17	67	1.9	A3 / A-
US Bank NA /Cincinnati OH	1.352	5/24/2019	1,000	05/17	11	1.4	A1e / AA-

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