



AGL prices five-year reinvestment CLO to reach \$3.7 billion issuance in 2020

AGL Deal						
Deal	Manager	Arranger	Type	Size	Non-call	Reinvestment
AGL 9	AGL	Morgan Stanley	US new	\$580.95m	20 January 2023	20 January 2026

by Hugh Minch

AGL Credit Management has reached \$3.73 billion new issue CLO volumes for 2020 by pricing its seventh deal of the year, according to market sources. Arranged by Morgan Stanley, AGL CLO 9 has a deal size of just under \$581 million and cements AGL as the year's most prolific issuer in the US, according to Creditflux data.

AGL 9 is the first five-year reinvestment CLO from the manager since February's AGL CLO 3, with reinvestment period dropping to a three-year standard mid-year owing to uncertainty resulting from the covid-19 pandemic.

The triple A debt, which is issued as senior notes in note and loan format as well as a junior tranche, pays a blended rate of 150.69 basis points over Libor. That's around 6.59bp wide of the average for the slate of five-year CLOs that were issued in the week preceding the US election, which led to a brief issuance pause.

AGL is the second manager to post seven US CLOs this year, following Palmer Square Capital Management. Despite this, AGL's volume is greater than Palmer Square by \$650.5 million.

AGL CLO 7					
Tranche	Size (\$m)	Rating (S)	Par sub (%)	Coupon (L+bp)	DM
AS	149.9	AAA/Aaa	38	150	150
AL	209.7	AAA/-	38	150	150
AJ	17.4	-/Aaa	35	165	165
B	63.8	AA/-	24	180	180
C	31.9	A/-	18.5	250	250
D	31.9	BBB-/-	13	370	370
E	21.7	BB-/-	9.26	726	755