

# Chart of the Day



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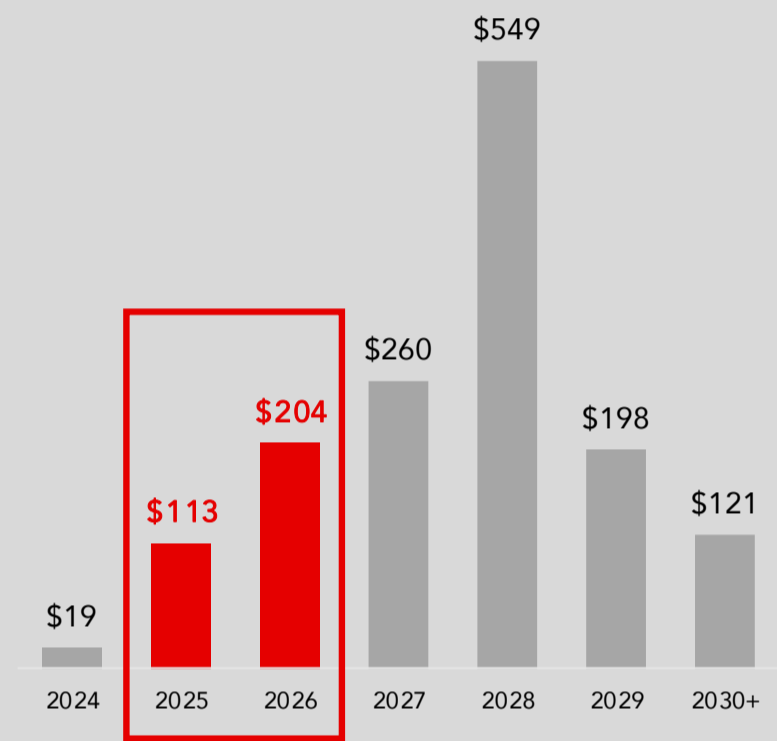
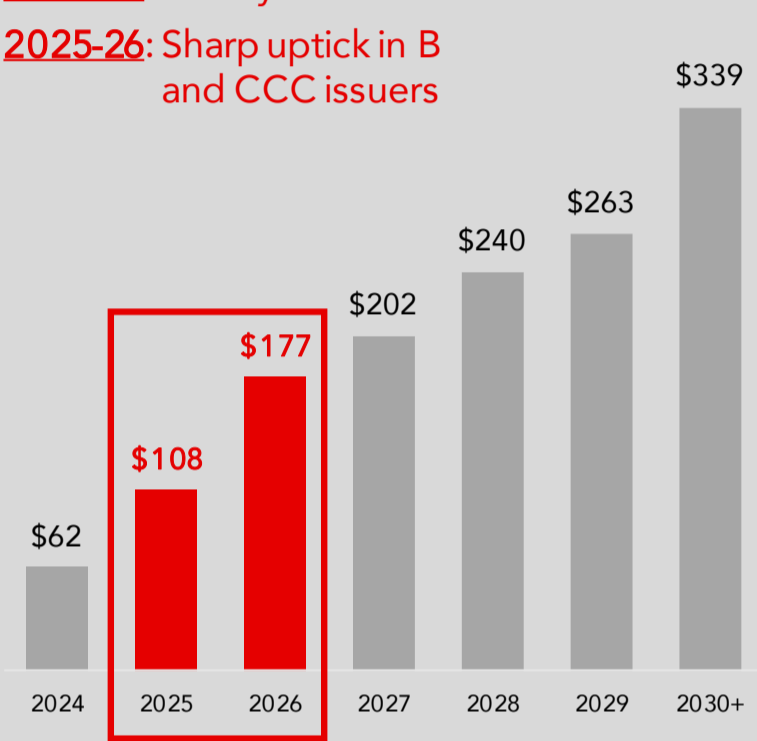
[mufgamericas.com/insights-and-experience/insights/capital-markets-strategy](https://mufgamericas.com/insights-and-experience/insights/capital-markets-strategy)

While the 2024 USD high yield maturity wall is relatively low and composed mostly of BB issuers, the 2025 and 2026 composition is more challenging. A study by LPL Research highlights nearly 30% of debt issued by CCC-rated companies is coming due in the next few years. More challenged issuers may look to the private credit market to fund maturities up to 18 months out.

### HY maturity profile, USD bn

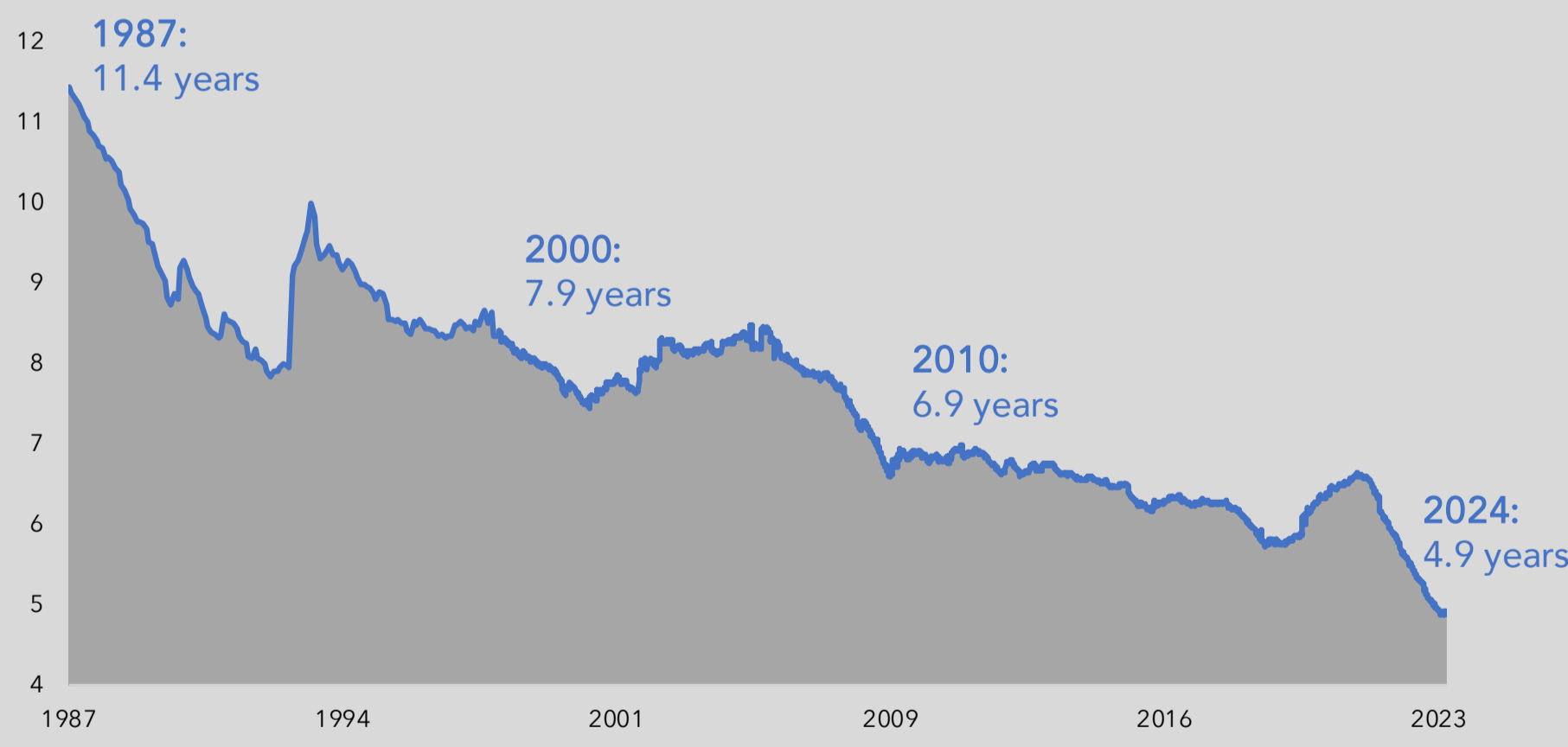
### Leveraged loan maturity profile, USD bn

**2023-24:** Mostly BB issuers  
**2025-26:** Sharp uptick in B and CCC issuers





Over the last two years, the average duration on high yield bonds has dropped precipitously. Today, the “life to maturity” for the USD high yield index is at multi-decade lows of 4.89 years.

### High yield index life to maturity, years



Source: (1-2) CreditSights, “US HY New Issues for 23 and a First Look at 24.” LPL Research “Rating Downgrades are Picking Up: What That Means for Corporate Bonds. Bloomberg. Data as of January 4, 2024.

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“Macro stability isn’t everything, but without it, you have nothing.”