

# CLO Modeling Scenario Proposal

Eric Kolchinsky

I Z i o









# Proposed Scenarios

Scenario	Default	Recovery	Notes	
1				

# Scenarios and Notes

Q o i m g i o c o a Z i g i g c Z g o i m Z Z  
 H Q c c i a c m i  
 i g a f i o Z g o i m Z g c f a a i c a o i g  
 c m i m i a f Z c g b m m i Z c  
 f i O i g Z i o m c o c i a o o d f  
 f i o g Z c o g Z c Z Z a F R M i f m m a O F m m a  
 O i c f a m i g Z o g a O F F  
 o g g b M o M o i o O a Z  
 Q o i i g b i o Z i f f g i g c f Z c g b b i o c f  
 H Q c c i a c c o c i a o o d f  
 g o Z i f f g i g c f Z c g b f Z c g f

# Next Steps

M gb c i

M gb Zi

M a a Zi f m o i g c CMf ci ai i b



# Comparison: big three methodologies

	Moody's	S&P	Fitch
i mi o a	a i g a a o ga i o Z bc a ob mi o i i o gb Q O o Zi o c o Z mi a Zi ∞ ig l m gi f a o ig	a i g Z mi i gm o o gb f o ga ga o f ig og c mZ Zi ∞ igf o l m Z f a o o o a i o Zc l o gb	f o i <b>Q</b> o