

U.S. Credit Update – November 4, 2025

- Fixed Income and Corporate Sector Returns
- Options-Adjusted Spreads
- Biggest Movers
- Credit ETF Flows
- Issuance Recap

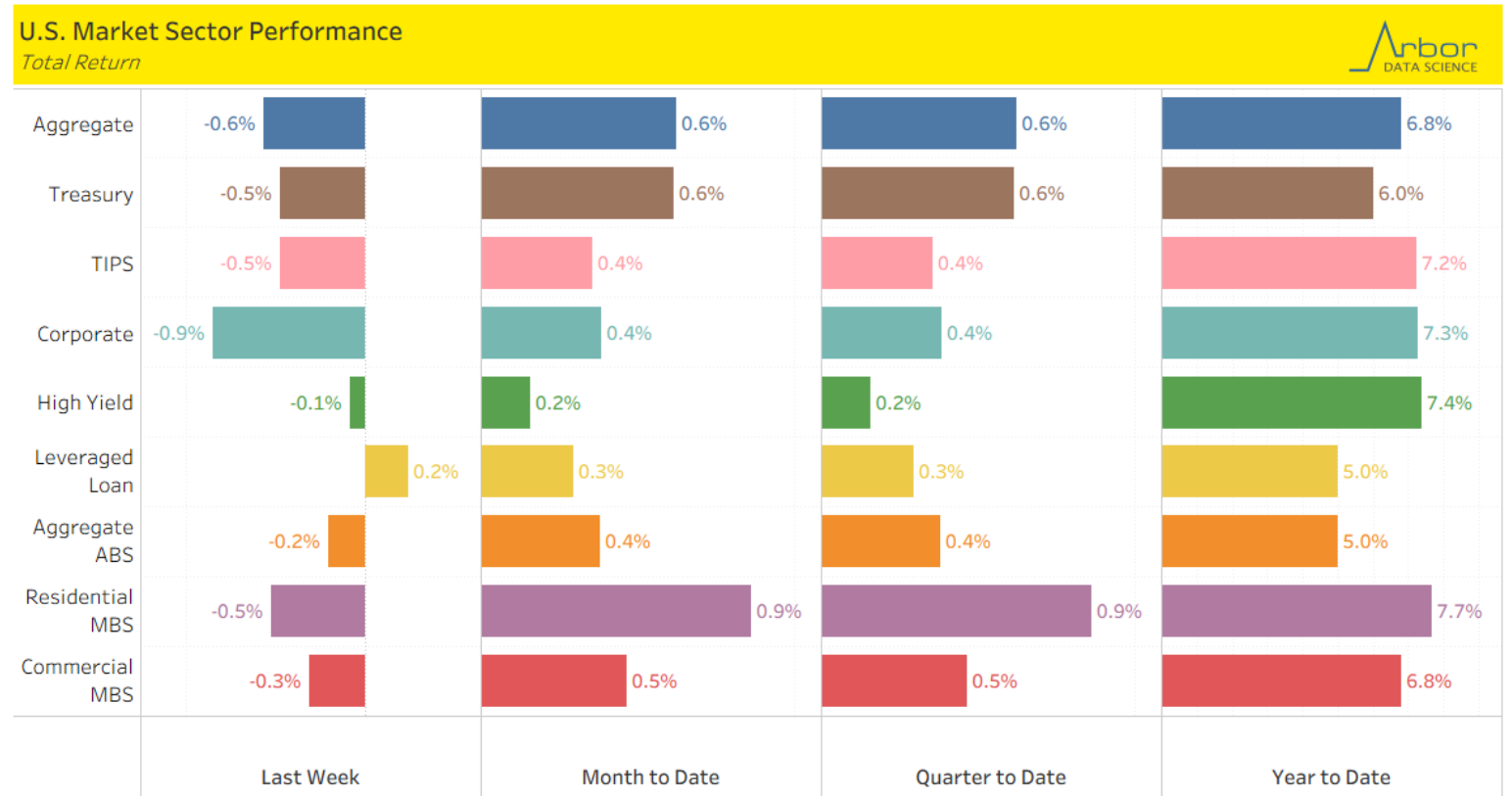
A Division of  Arbor
Research & Trading, LLC

Gus Handler and Scott Hirth
datascience.arborresearch.com

Fixed Income Sector Unhedged Total Returns

Treasurys higher in yield on Powell comments.

Treasurys rose in yield last week after Chairman Powell stated that a December rate cut is "not a foregone conclusion". Odds of a cut moved from 98% to 66%. Short rates rose 9-11 bps.



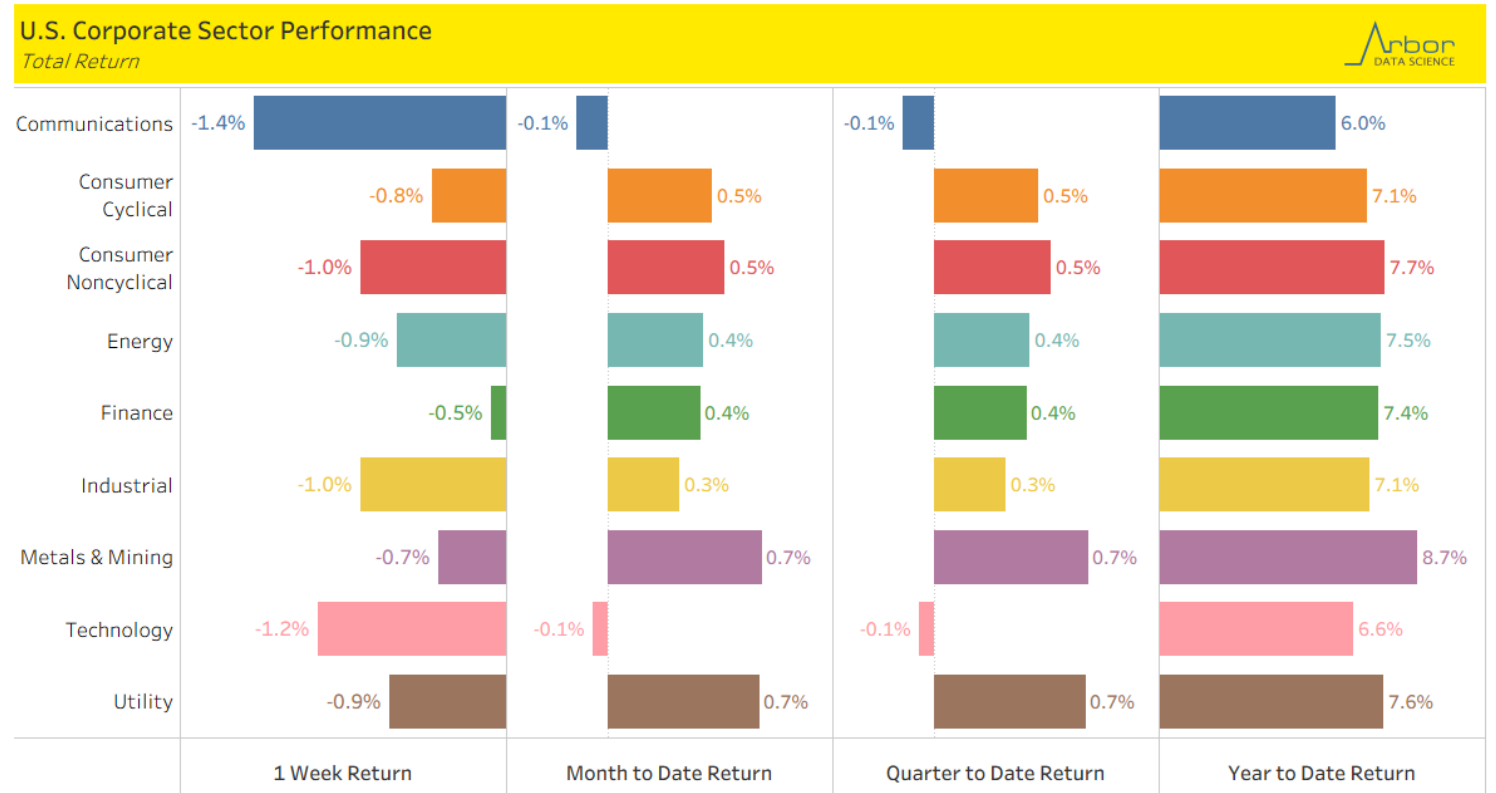
Data Source: Bloomberg Barclays, Credit Suisse

© 2025 Arbor Research & Trading, LLC. All Rights Reserved
datascience.arborresearch.com

Corporate Sector Unhedged Total Returns

IG credit spreads widen.

Cash spreads closed the week +1-9 bps with higher beta TMT performing poorest. META came to market with a 6-part, \$30 billion deal which priced with a 13-16 bp concession. The deal opened this week trading another +2-4 bps from Thursday's pricing.



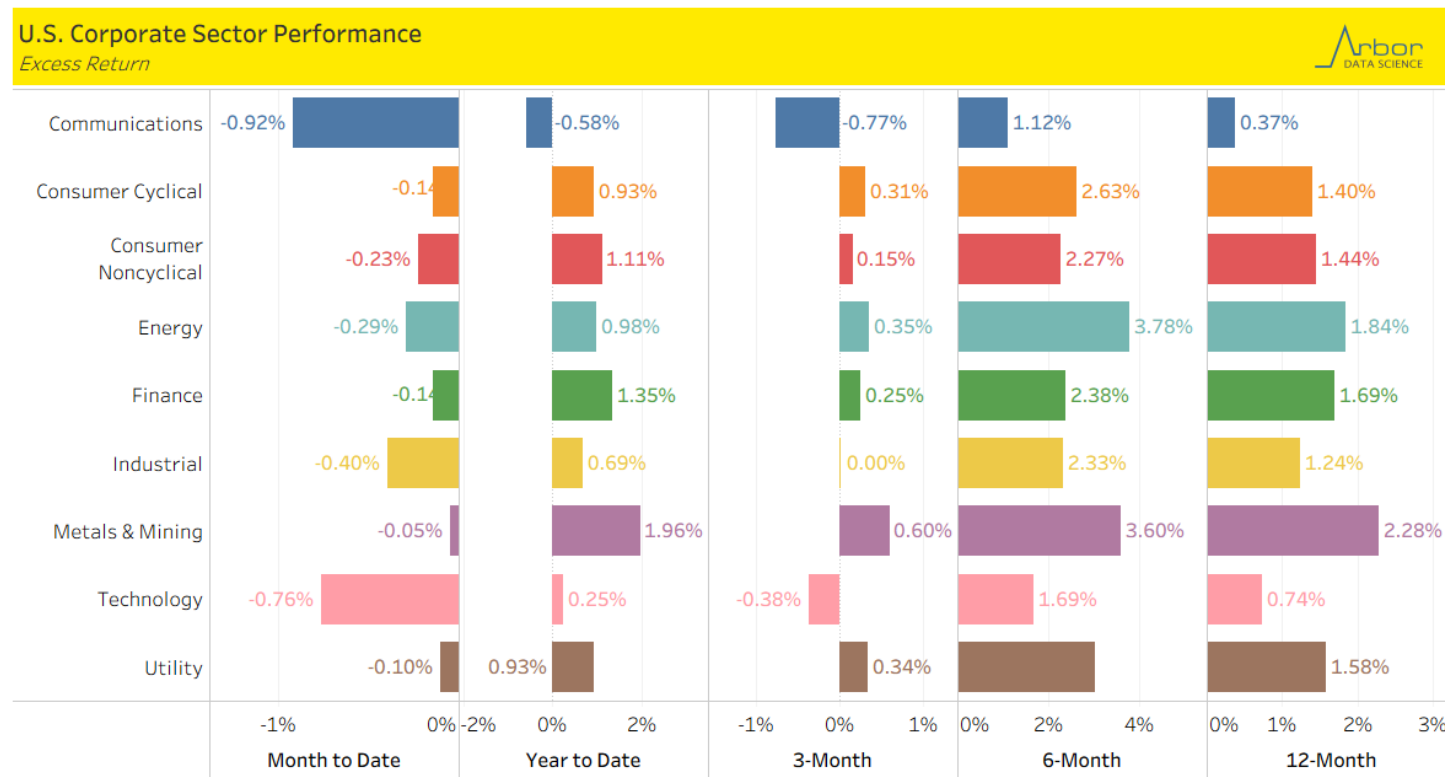
Data Source: Bloomberg Barclays, Credit Suisse

© 2025 Arbor Research & Trading, LLC. All Rights Reserved
datascience.arborresearch.com

Corporate Sector Excess Returns

Index backs up 3 bps.

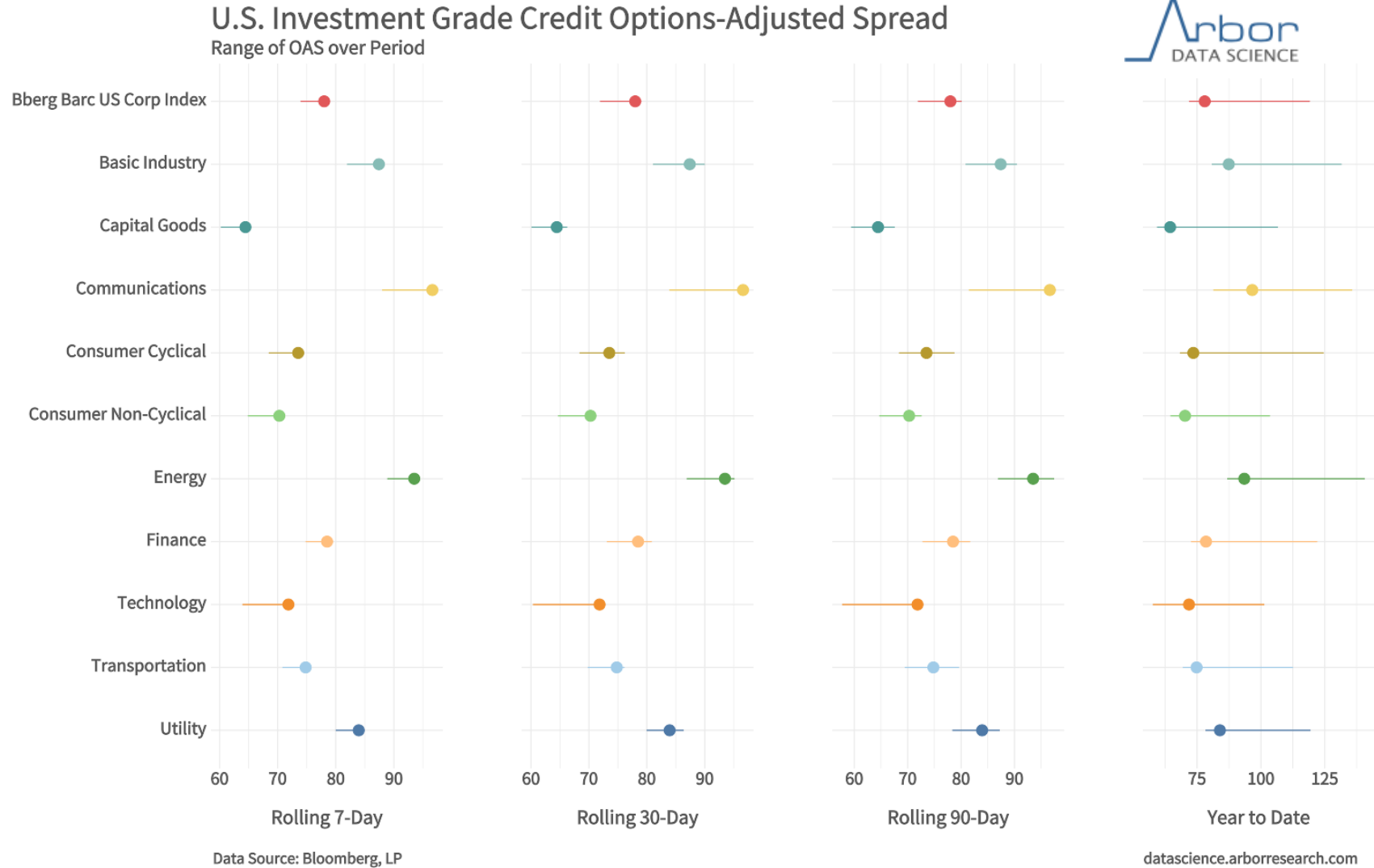
The Bank of America credit index widened 3 bps last week. Dealers finished the week net long \$8.65 billion in IG cash bonds, with more than half of that total coming during Friday's month end session.



Data Sources: Bloomberg Barclays, Credit Suisse

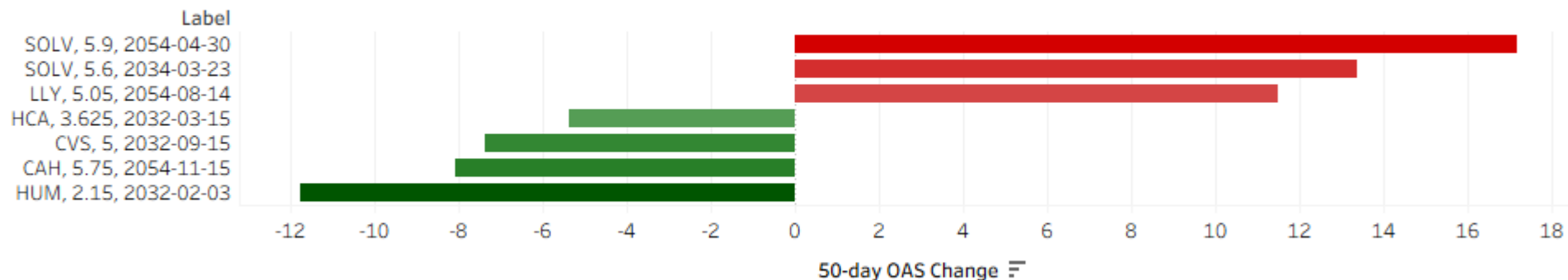
© 2025 Arbor Research & Trading, LLC. All Rights Reserved
datascience.arborresearch.com

Corporate Sector OAS



U.S. Investment Grade Corporates

Health Care - Biggest Movers



Data Source: Bloomberg LP

datascience.arborresearch.com

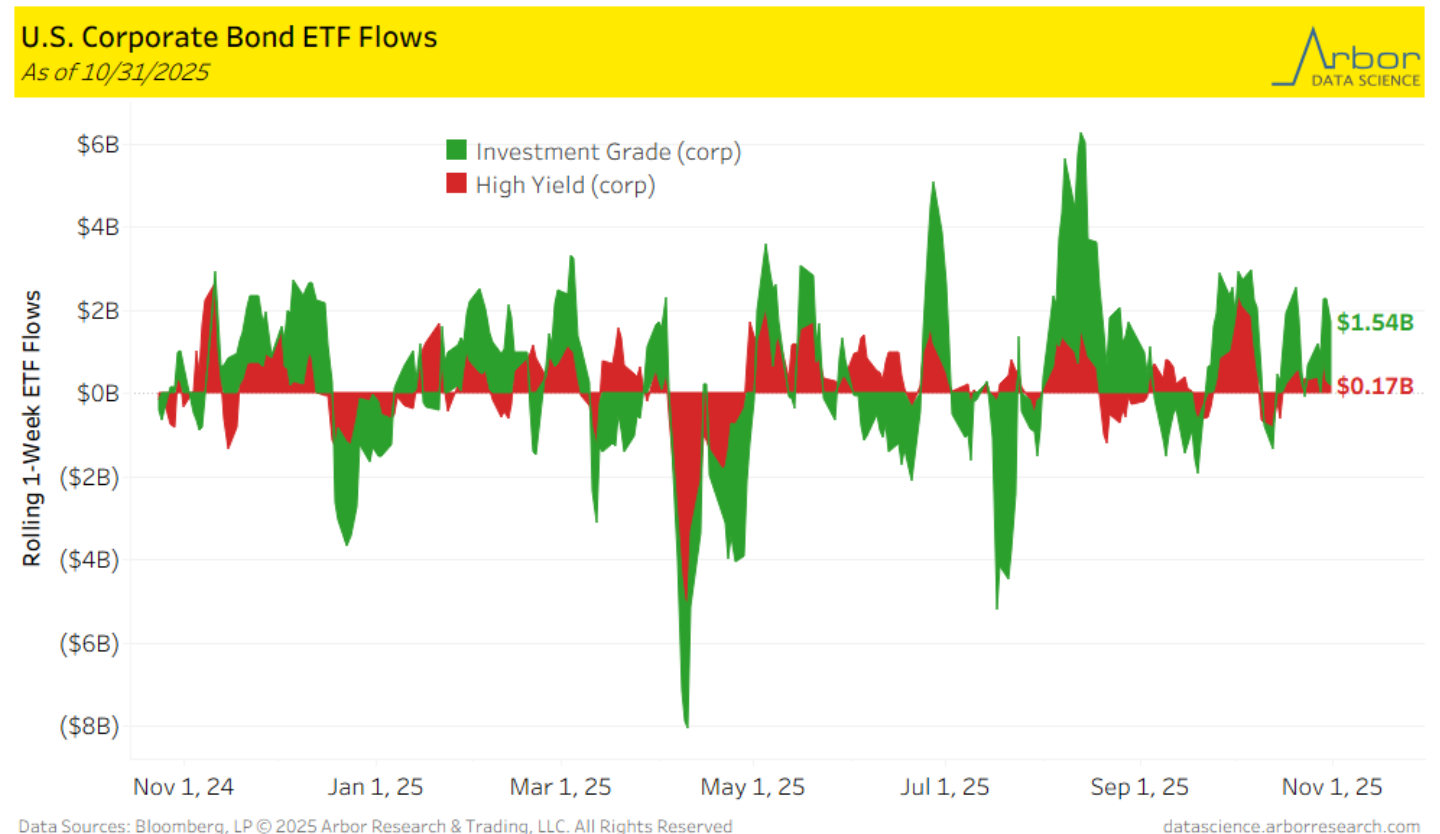
Last week's trade was dominated by technical factors, while the fundamental backdrop for risk remained supportive. Equities closed the week +0.7-1.4%.

New issue supply to fund AI datacenter spending was near \$75 billion in September and October, and GOOGL is on tap with an 8-tranche deal to start this week. Outstanding META paper closed +12 bps, while ORCL backed up 6-8 bps. With such a large concession needed to price the META deal, and its subsequent widening in the secondary market, investors ended October with cautious positioning ahead of what is expected to be an active November primary calendar.

Corporate Bond ETF Flows

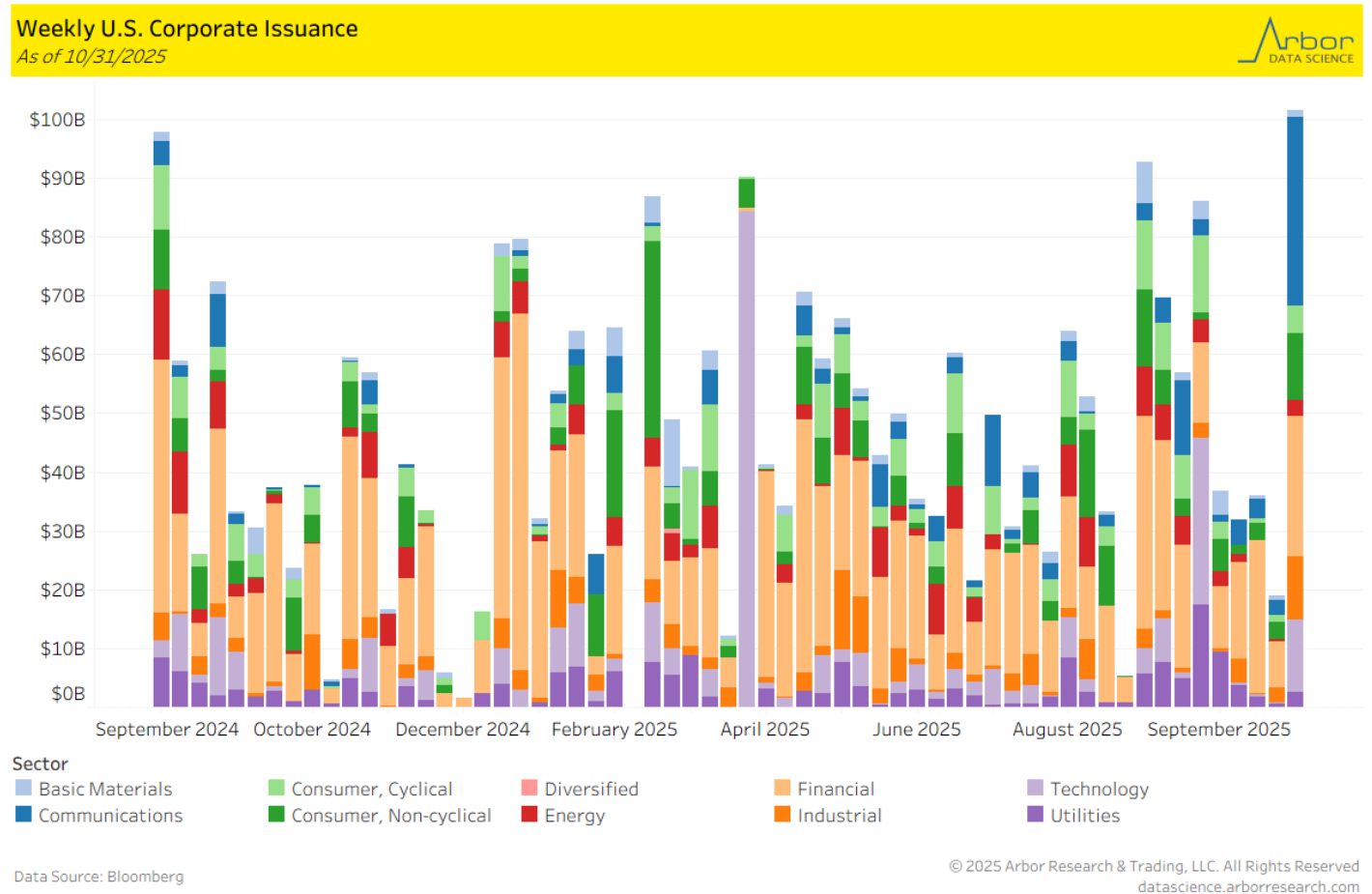
Corporate bond ETF flows were positive last week, with high-yield ETFs gaining \$0.17 billion and investment-grade ETFs gaining \$1.54 billion.

The chart shows stacked rolling one-week flows into corporate bond ETFs.



Issuance Recap

Primary issuance came in well above estimates last week as \$80 billion was priced vs. \$25-30 billion expectations. The \$161 billion total in October was the largest in over a decade. Estimates are for \$115 billion in November, with an expected \$50 billion on tap this week.



Contact Us

Give us a call for more information about our services and products.

Kristen Radosh

kristen.radosh@arborresearch.com

Max Konzelman

max.konzelman@arborresearch.com

Gus Handler

gus.handler@arborresearch.com

Sam Handler

sam.handler@arborresearch.com

Arbor Research & Trading, LLC

22333 Classic Court

Lake Barrington, IL 60010

1-800-606-1872

datascience.arborresearch.com



Copyright 2025 Arbor Research & Trading, LLC. This message is intended only for the personal and confidential use of the designated recipient(s) named above. If you are not the intended recipient of this message you are hereby notified that any review, dissemination, distribution or copying of this message is strictly prohibited. This communication is for information purposes only and should not be regarded as an offer to sell or as a solicitation of an offer to buy any financial product, an official confirmation of any transaction, or as an official statement of Broadstone Insights. Email transmission cannot be guaranteed to be secure or error-free. Therefore, we do not represent that this information is complete or accurate and it should not be relied upon as such. All information is subject to change without notice.