

# Golub Capital Middle Market Report

FEATURING THE GOLUB CAPITAL ALTMAN INDEX

The Golub Capital Middle Market Report is designed to offer early insight into the performance of the U.S. economy, based on data from the first two months of each calendar quarter. Given that the Q1 2020 report is based on data from January and February and does not reflect the economic impact of the COVID-19 pandemic in March, we do not believe this quarter's report provides actionable insight about current conditions.

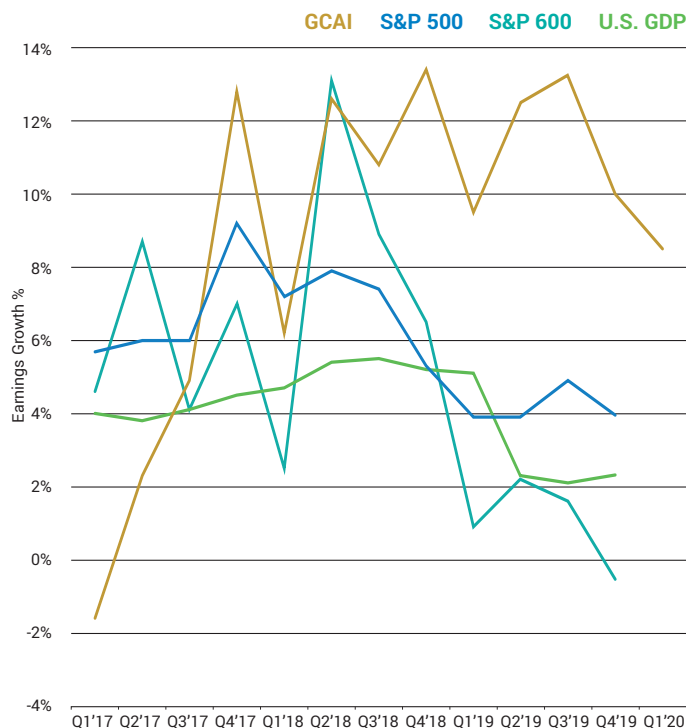
The Golub Capital Altman Index data for Q1 2020 is presented solely for the purpose of continuity.

## GOLUB CAPITAL ALTMAN INDEX HIGHLIGHTS

| Year-Over-Year ("YoY") Growth | Revenue      | Earnings     |
|-------------------------------|--------------|--------------|
| <b>Q1 2020</b>                | <b>10.5%</b> | <b>8.5%</b>  |
| <b>Q4 2019</b>                | <b>8.3%</b>  | <b>10.0%</b> |

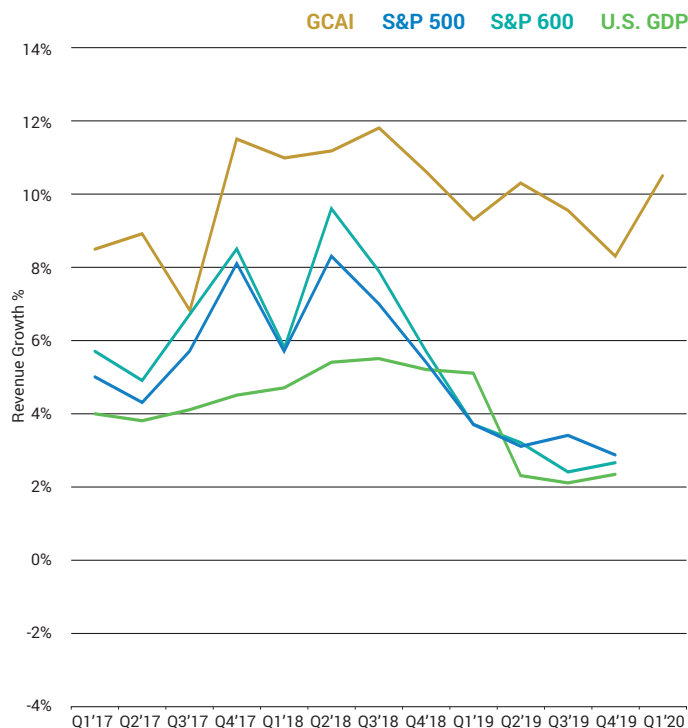
| Key Sectors Q1 2020 (YoY) | Revenue      | Earnings      |
|---------------------------|--------------|---------------|
| <b>Consumer</b>           | <b>11.7%</b> | <b>8.5%</b>   |
| <b>Healthcare</b>         | <b>8.1%</b>  | <b>8.7%</b>   |
| <b>Industrials</b>        | <b>2.6%</b>  | <b>(9.8%)</b> |
| <b>Technology</b>         | <b>13.3%</b> | <b>20.9%</b>  |

### EARNINGS GROWTH (Quarterly YoY)



Source: Bloomberg and Golub Capital Internal Data.

### REVENUE GROWTH (Quarterly YoY)

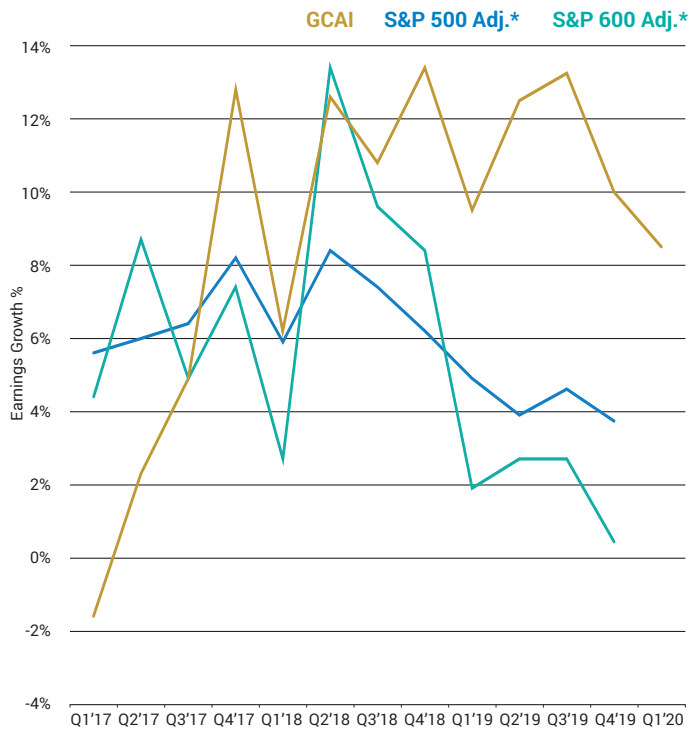


Source: Bloomberg and Golub Capital Internal Data.

Note: All quarterly information in this document includes only data from the first two months of the referenced quarter. For example "Q1 2020" includes only data from January and February 2020.

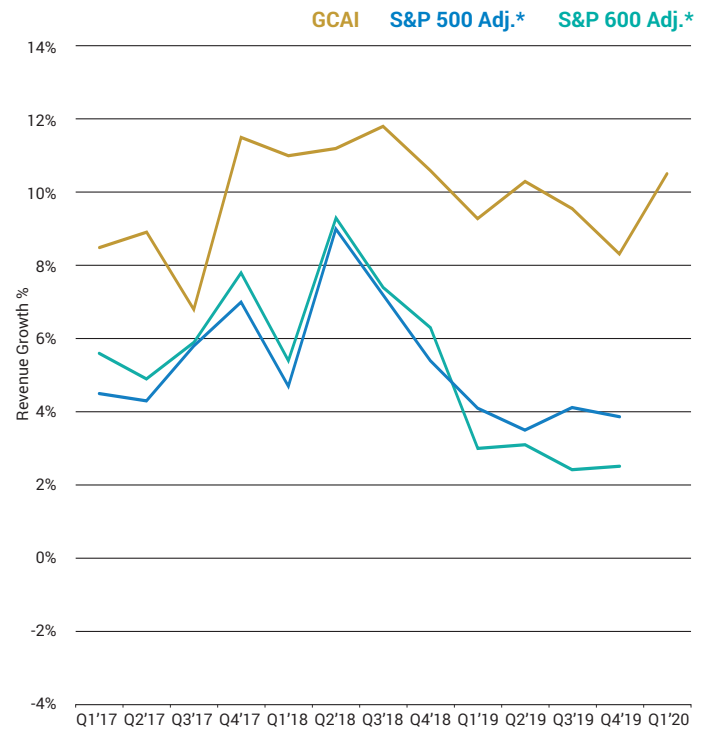
**GOLUB CAPITAL**

## EARNINGS GROWTH (Quarterly YoY) GCAI vs. ADJ. INDEXES



Source: Bloomberg and Golub Capital Internal Data.  
\*Note: Indexes are adjusted to exclude the Energy, Financials, Materials, Real Estate, Telecommunications Services and Utilities industries.

## REVENUE GROWTH (Quarterly YoY) GCAI vs. ADJ. INDEXES



Source: Bloomberg and Golub Capital Internal Data.  
\*Note: Indexes are adjusted to exclude the Energy, Financials, Materials, Real Estate, Telecommunications Services and Utilities industries.

## About the Golub Capital Middle Market Report

The Golub Capital Middle Market Report analyzes the results of the Golub Capital Altman Index (“GCAI”), which measures the median revenue and earnings growth of more than 150 privately owned companies in the Golub Capital loan portfolio for the first two months of each calendar quarter. It compares these results to the U.S. gross domestic product, and the financial performance of well-known market indexes, including the S&P 500 and S&P SmallCap 600. The GCAI is produced by Golub Capital in collaboration with renowned credit expert Dr. Edward I. Altman. For more information, including a description of the methodology used to create the report, please visit [golubcapital.com/middle-market-report](http://golubcapital.com/middle-market-report).

## About Dr. Edward I. Altman

A leading expert on credit markets, Dr. Edward I. Altman is the Max L. Heine Professor of Finance, Emeritus at the NYU Stern School of Business, and Director of Research in Credit and Debt Markets at the NYU Salomon Center for the Study of Financial Institutions. He is currently an advisor to several foreign central banks.

Professor Altman has published or edited two-dozen books and over 150 articles in scholarly finance, accounting and economic journals. He has been inducted into the Fixed Income Analysts Society Hall of Fame, served as President of the Financial Management Association, was an FMA Fellow, and was amongst the inaugural inductees into the Turnaround Management Association Hall of Fame. He received his MBA and Ph.D. in Finance from the University of California, Los Angeles.

## Media Contact

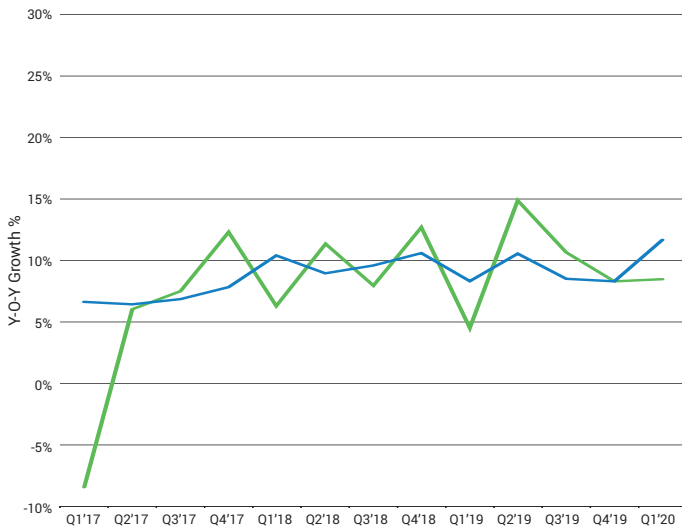
[press@golubcapital.com](mailto:press@golubcapital.com)

## Appendix: GCAI Results by Sector

Additional information can be found below regarding sector trends in the Golub Capital Altman Index.

### CONSUMER

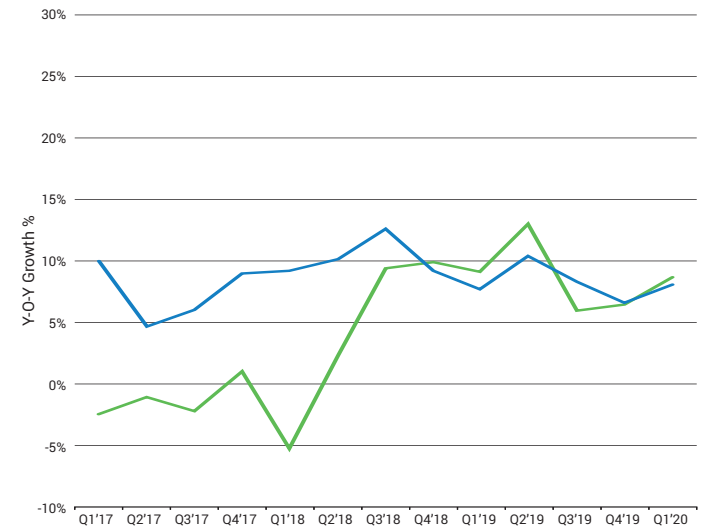
REVENUE EARNINGS



Source: Golub Capital Internal Data.

### HEALTHCARE

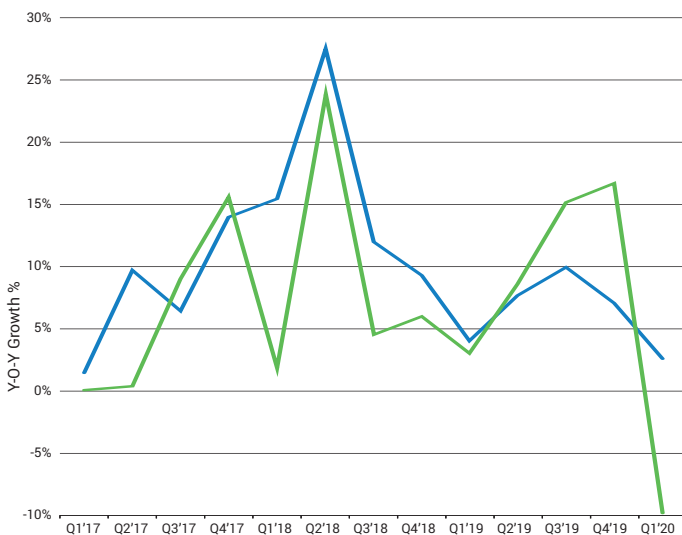
REVENUE EARNINGS



Source: Golub Capital Internal Data.

### INDUSTRIALS

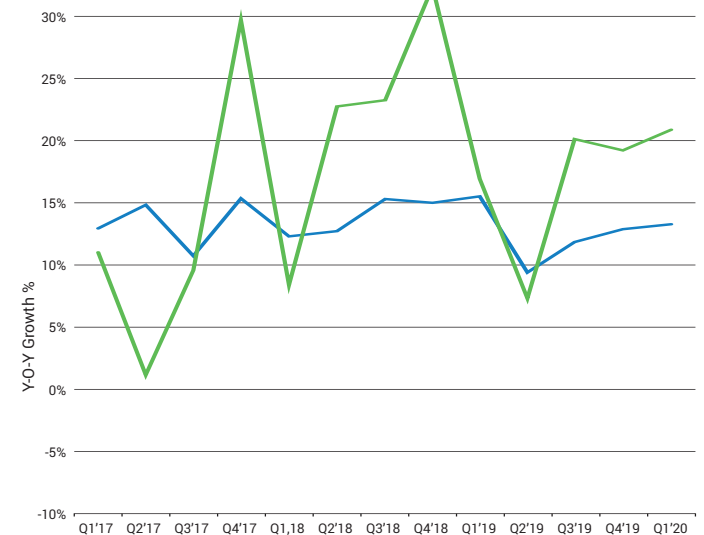
REVENUE EARNINGS



Source: Golub Capital Internal Data.

### TECHNOLOGY

REVENUE EARNINGS



Source: Golub Capital Internal Data.

## Important Disclosure

The Golub Capital Altman Index is provided as an indicator only, and does not constitute investment advice or the offer to sell or a solicitation to buy any security. Some of these statements constitute forward-looking statements, which may be predictions about future events, future performance, or future financial conditions. Some of these statements reflect opinions based upon the data presented in the Index, and these opinions may be incorrect. Actual results could vary materially from those implied or expressed in such forward-looking statements for any reason. The Golub Capital Altman Index has been created on the basis of information provided by third-party sources that are believed to be reliable, but the information has not been verified independently by Golub Capital. Golub Capital makes no warranty or representation as to the accuracy or completeness of such third-party information.