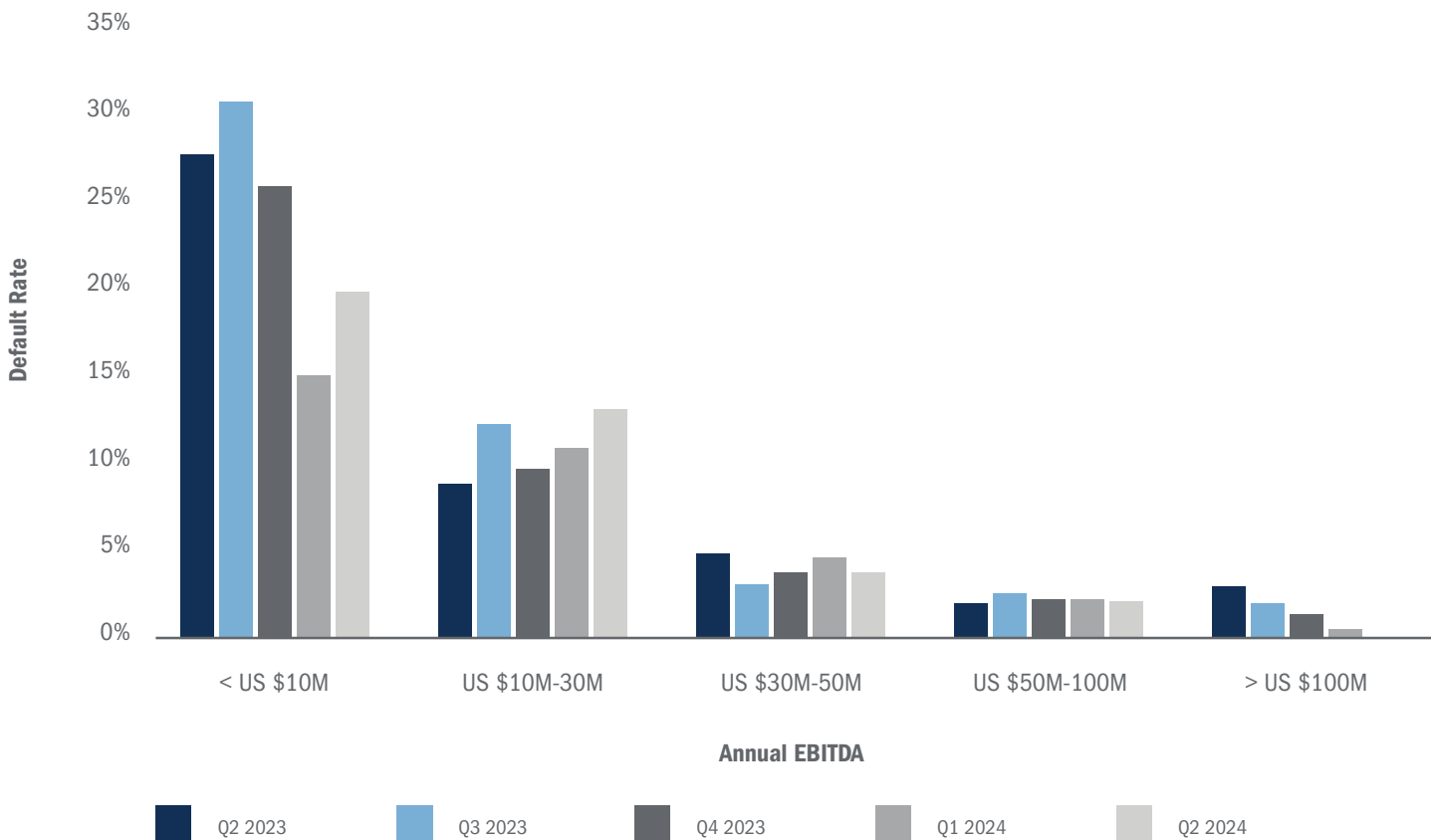


# Not All Corporate Loans are Equal: Larger Companies have been Better Performers

## BLUEROCK CHART OF THE MONTH

The private credit market has experienced rapid growth in recent years, but investors should carefully consider the underlying loans in the portfolios they invest. As this chart illustrates, very small companies (<\$10 Million EBITDA) have approximately 20 times the default rates of larger companies (>\$100 Million EBITDA). Higher default rates negatively impact investment performance while lower default rates cushion investors from significant losses that may be experienced with large exposure to small company loans.

**CORPORATE LOAN DEFAULT RATES BY COMPANY SIZE**



Source: Original chart courtesy of BlackRock, 2024 Private Markets Outlook

This information is educational in nature and does not constitute a financial promotion, investment advice or an inducement or incitement to participate in any product, offering or investment. Bluerock is not adopting, making a recommendation for or endorsing any investment strategy or particular security. All opinions are subject to change without notice, and you should always obtain current information and perform due diligence before participating in any investment. All investing is subject to risk, including the possible loss of principal. The information contained herein is sourced from third parties and Bluerock makes no assurances with respect to its accuracy, completeness or timeliness. **Past Performance is not necessarily indicative of future results.**