



Banks employ tools to dig into CLO warehouse exposures

by **Sayed Kadiri**

Credit analytics firm Oxane Partners has started a new business catering to the needs of CLO warehouse lenders, say officials at the company.

Banks have been monitoring their warehouse exposures since March when the coronavirus pandemic caused loan prices to plummet into the 70s. This triggered draw stops, causing warehouses to freeze until valuations rose.

Although warehouse structures have recovered, the episode has highlighted the need for banks to be able to examine their warehouse exposures on a deal-by-deal basis across their lending book.

Oxane says it has come up with a technology-driven solution and won mandates from banks looking to outsource warehouse



Oxane's added 30 people to its global staff since March'

Kanav Kalia
Chief Marketing Officer
Oxane Partners Limited

monitoring. "We identified a gap in the market six months ago," says chief sales and marketing officer Kanav Kalia.

"Our technology platform encompasses monitoring across facilities, on a facility and a loan level, and we provide back and middle-office support services,"

he says. "It's a complete solution: we integrate data from third parties, cleanse it, set up checks on covenant breaches and then provide a dashboard for banks to zoom in on any section of their warehouse lending book. It gives them better risk control over their overall positions."