

**To:** Users of Egan-Jones Credit Ratings

**From:** Egan-Jones Ratings Group

**Date:** March 24, 2023

**Summary:**

Earlier this month, Egan-Jones identified a potential model error within the company's CLO model and subsequently confirmed that the error was material for one CLO transaction with six tranche ratings (i.e., it resulted in a two or more notch-difference in the model-implied rating). This error, related to stressed default scenarios on the portfolio default rate, has since been corrected.

**Actions:**

Egan-Jones re-committed one rating report impacted. The assigned ratings were corrected.

**Note:**

Egan-Jones is NOT registered as an NRSRO defined by the SEC regarding asset-backed securities, including CLOs.