



HR Ratings

Credit Ratings Performance Measurement Statistics

Transition/ Default Matrices of NRSRO ratings are composed in the following subclasses:

- I. Financial Institutions, Brokers, or Dealers.
 - a. Banks
 - b. Non-Bank Banks
 - c. Financial Groups
 - d. Brokerage Firms
 - e. Leasing Companies
 - f. Finance Companies
 - g. Mutual Funds
 - h. Decentralized Government Entities
 - i. Credits and securities issued by any of the entities previously mentioned with any additional credit enhancement or subordination to senior debt
- II. Corporate Issuers.
 - a. Corporations
 - b. Decentralized Government Entities
 - c. Credits and securities issued by any of the entities previously mentioned with any additional credit enhancement or subordination to senior debt
- III. Sovereign Issuers.
- IV. U.S. Public Finance.
- V. International Public Finance.

*Percentages may not add to exactly 100% due to rounding of decimal points.



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- One- Year Financial Institutions, Long Term Local Transition Matrix – 2022-2023

**Financial Institutions Long Term Local Issuers - 1 Year Transition and Default Rates
(December 31, 2022 through December 31, 2023)**

Credit Ratings as of 12/31/2022		Credit Ratings as of 12/31/2023 (Percent)																			Other Outcomes During 12/31/2022 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR AAA	HR AA +	HR AA	HR AA -	HR A +	HR A	HR A -	HR BBB +	HR BBB	HR BBB -	HR BB +	HR BB	HR BB -	HR B +	HR B	HR B -	HR C +	HR C	HR C -	Default	Paid Off	Withdrawn (Other)
HR AAA	68	99%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1%
HR AA +	10	20%	80%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA	21	29%	5%	57%	10%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA -	13	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A +	18	-	-	-	11%	83%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6%
HR A	24	-	-	13%	-	8%	67%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	13%
HR A -	13	-	-	-	-	-	15%	85%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB +	23	-	-	-	-	-	-	17%	57%	13%	-	-	-	-	-	-	-	-	-	-	13%	-	-
HR BBB	18	-	-	-	-	-	-	-	6%	83%	6%	-	-	-	-	-	-	-	-	-	6%	-	-
HR BBB -	21	-	-	-	-	-	-	-	-	14%	57%	10%	5%	-	-	-	-	-	-	-	5%	-	10%
HR BB +	9	-	-	-	-	-	-	-	-	-	11%	56%	-	-	-	-	-	-	-	-	11%	-	22%
HR BB	3	-	-	-	-	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-
HR BB -	4	-	-	-	-	-	-	-	-	-	-	-	25%	-	-	-	-	-	-	-	25%	-	50%
HR B +	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%
HR B	2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	50%	-	-	-	-	50%	-	-
HR B -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	248																						

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- One- Year Financial Institutions, Short Term Local Transition Matrix – 2022-2023

**Financial Institutions Short Term Local Issuers - 1 Year Transition and Default Rates
(December 31, 2022 through December 31, 2023)**

Credit Ratings as of 12/31/2022		Credit Ratings as of 12/31/2023 (Percent)						Other Outcomes During 12/31/2022 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR+1	HR1	HR2	HR3	HR4	HR5	Default	Paid Off	Withdrawn (Other)
HR+1	31	97%	-	-	-	-	-	-	-	3%
HR1	37	5%	92%	-	-	-	-	-	-	3%
HR2	44	-	2%	91%	-	-	-	-	-	7%
HR3	61	-	-	7%	77%	5%	-	8%	-	3%
HR4	16	-	-	-	6%	56%	-	13%	-	25%
HR5	3	-	-	-	-	-	33%	33%	-	33%
TOTAL	192									

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- One- Year Financial Institutions, Long Term Global Transition Matrix – 2022-2023

Financial Institutions Long Term Global Issuers - 1 Year Transition and Default Rates
(December 31, 2022 through December 31, 2023)

Credit Ratings as of 12/31/2022		Credit Ratings as of 12/31/2023 (Percent)																		Other Outcomes During 12/31/2022 - 12/31/2023 (Percent)			
Credit Rating Scale	Number of Ratings Outstanding	HR AAA (G)	HR AA + (G)	HR AA (G)	HR AA - (G)	HR A + (G)	HR A (G)	HR A - (G)	HR BBB + (G)	HR BBB (G)	HR BBB - (G)	HR BB + (G)	HR BB (G)	HR BB - (G)	HR B + (G)	HR B (G)	HR B - (G)	HR C + (G)	HR C (G)	HR C - (G)	Default	Paid Off	Withdrawn (Other)
HR AAA (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA - (G)	1	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB + (G)	5	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB (G)	1	-	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	7	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- One- Year Financial Institutions, Short Term Global Transition Matrix – 2022-2023

**Financial Institutions Short Term Global Issuers - 1 Year Transition and Default Rates
(December 31, 2022 through December 31, 2023)**

Credit Ratings as of 12/31/2022		Credit Ratings as of 12/31/2023 (Percent)						Other Outcomes During 12/31/2022 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR+1 (G)	HR1 (G)	HR2 (G)	HR3 (G)	HR4 (G)	HR5 (G)	Default	Paid Off	Withdrawn (Other)
HR+1 (G)	-	-	-	-	-	-	-	-	-	-
HR1 (G)	1	-	100%	-	-	-	-	-	-	-
HR2 (G)	-	-	-	-	-	-	-	-	-	-
HR3 (G)	2	-	-	-	100%	-	-	-	-	-
HR4 (G)	-	-	-	-	-	-	-	-	-	-
HR5 (G)	-	-	-	-	-	-	-	-	-	-
TOTAL	3									

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Three- Year Financial Institutions, Long Term Local Transition Matrix – 2020-2023

**Financial Institutions Long Term Local Issuers - 3 Year Transition and Default Rates
(December 31, 2020 through December 31, 2023)**

Credit Ratings as of 12/31/2020		Credit Ratings as of 12/31/2023 (Percent)																			Other Outcomes During 12/31/2020 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR AAA	HR AA +	HR AA	HR AA -	HR A +	HR A	HR A -	HR BBB +	HR BBB	HR BBB -	HR BB +	HR BB	HR BB -	HR B +	HR B	HR B -	HR C +	HR C	HR C -	Default	Paid Off	Withdrawn (Other)
HR AAA	73	77%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23%
HR AA +	6	33%	50%	17%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA	16	25%	31%	31%	13%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA -	11	-	-	55%	9%	-	9%	-	-	-	-	-	-	-	-	-	-	-	-	-	18%	-	9%
HR A +	20	-	-	-	50%	45%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5%
HR A	18	6%	-	-	11%	28%	33%	11%	-	-	-	-	6%	-	-	-	-	-	-	-	6%	-	-
HR A -	9	-	-	-	-	-	44%	33%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	22%
HR BBB +	15	7%	-	-	7%	-	7%	20%	27%	7%	7%	-	-	-	-	-	-	-	-	-	7%	-	13%
HR BBB	23	-	-	-	-	-	4%	17%	9%	30%	-	-	-	-	-	-	-	-	-	-	22%	-	17%
HR BBB -	15	-	-	-	-	-	-	7%	13%	33%	7%	13%	-	-	-	-	-	-	-	-	-	-	27%
HR BB +	8	-	-	-	-	-	-	-	-	-	50%	13%	-	-	-	-	-	-	-	-	25%	-	13%
HR BB	10	-	-	-	-	-	-	-	-	10%	10%	-	20%	-	-	-	-	-	-	-	10%	-	50%
HR BB -	3	-	-	-	-	-	-	-	-	-	33%	-	-	-	-	-	-	-	-	-	-	-	67%
HR B +	5	-	-	-	-	-	-	-	-	-	20%	-	-	-	-	20%	-	-	-	-	-	-	60%
HR B	3	-	-	-	-	-	-	-	-	-	-	-	33%	-	-	-	-	-	-	-	33%	-	33%
HR B -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	235																						

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Three- Year Financial Institutions, Short Term Local Transition Matrix – 2020-2023

**Financial Institutions Short Term Local Issuers - 3 Year Transition and Default Rates
(December 31, 2020 through December 31, 2023)**

Credit Ratings as of 12/31/2020		Credit Ratings as of 12/31/2023 (Percent)						Other Outcomes During 12/31/2020 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR+1	HR1	HR2	HR3	HR4	HR5	Default	Paid Off	Withdrawn (Other)
HR+1	28	96%	-	-	-	-	-	-	-	4%
HR1	31	10%	81%	-	-	-	-	6%	-	3%
HR2	38	3%	16%	66%	3%	3%	-	3%	-	8%
HR3	50	-	2%	20%	42%	4%	-	12%	-	20%
HR4	21	-	-	-	33%	14%	-	14%	-	38%
HR5	8	-	-	-	13%	13%	13%	13%	-	50%
TOTAL	176									

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Three- Year Financial Institutions, Long Term Global Transition Matrix – 2020-2023

Financial Institutions Long Term Global Issuers - 3 Year Transition and Default Rates
(December 31, 2020 through December 31, 2023)

Credit Ratings as of 12/31/2020		Credit Ratings as of 12/31/2023 (Percent)																		Other Outcomes During 12/31/2020 - 12/31/2023 (Percent)			
Credit Rating Scale	Number of Ratings Outstanding	HR AAA (G)	HR AA + (G)	HR AA (G)	HR AA - (G)	HR A + (G)	HR A (G)	HR A - (G)	HR BBB + (G)	HR BBB (G)	HR BBB - (G)	HR BB + (G)	HR BB (G)	HR BB - (G)	HR B + (G)	HR B (G)	HR B - (G)	HR C + (G)	HR C (G)	HR C - (G)	Default	Paid Off	Withdraw (Other)
HR AAA (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB + (G)	5	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB - (G)	1	-	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB + (G)	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-
HR BB (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	7	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Three- Year Financial Institutions, Short Term Global Transition Matrix – 2020-2023

**Financial Institutions Short Term Global Issuers - 3 Year Transition and Default Rates
(December 31, 2020 through December 31, 2023)**

Credit Ratings as of 12/31/2020		Credit Ratings as of 12/31/2023 (Percent)						Other Outcomes During 12/31/2020 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR+1 (G)	HR1 (G)	HR2 (G)	HR3 (G)	HR4 (G)	HR5 (G)	Default	Paid Off	Withdrawn (Other)
HR+1 (G)	-	-	-	-	-	-	-	-	-	-
HR1 (G)	-	-	-	-	-	-	-	-	-	-
HR2 (G)	-	-	-	-	-	-	-	-	-	-
HR3 (G)	2	-	-	-	100%	-	-	-	-	-
HR4 (G)	-	-	-	-	-	-	-	-	-	-
HR5 (G)	-	-	-	-	-	-	-	-	-	-
TOTAL	2									

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Ten- Year Financial Institutions, Long Term Local Transition Matrix – 2013-2023

Financial Institutions Long Term Local Issuers - 10 Year Transition and Default Rates
(December 31, 2013 through December 31, 2023)

Credit Ratings as of 12/31/2013		Credit Ratings as of 12/31/2023 (Percent)																			Other Outcomes During 12/31/2013 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR AAA	HR AA +	HR AA	HR AA -	HR A +	HR A	HR A -	HR BBB +	HR BBB	HR BBB -	HR BB +	HR BB	HR BB -	HR B +	HR B	HR B -	HR C +	HR C	HR C -	Default	Paid Off	Withdrawn (Other)
HR AAA	30	67%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3%	30%
HR AA +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA	14	43%	14%	36%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7%	-
HR AA -	4	25%	-	-	50%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	25%
HR A +	11	9%	-	27%	-	27%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	36%
HR A	12	-	-	-	17%	33%	8%	-	-	-	-	-	-	-	-	-	-	-	-	-	17%	-	25%
HR A -	5	-	-	-	-	20%	40%	-	-	-	-	-	-	-	-	-	-	-	-	-	20%	-	20%
HR BBB +	11	-	-	-	9%	9%	9%	18%	-	-	-	-	-	-	-	-	-	-	-	-	9%	-	45%
HR BBB	11	-	-	-	-	-	9%	9%	18%	9%	9%	-	-	-	-	-	-	-	-	-	9%	-	36%
HR BBB -	23	-	-	-	-	-	-	4%	4%	4%	9%	4%	-	-	-	-	-	-	-	-	17%	-	57%
HR BB +	11	-	-	-	-	-	-	-	-	27%	-	-	-	-	-	-	-	-	-	-	27%	-	45%
HR BB	9	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33%	-	67%
HR BB -	6	-	-	-	-	-	-	-	-	17%	-	-	-	-	-	-	-	-	-	-	17%	-	67%
HR B +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-
HR B -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	148																						

Source: HR Ratings



- Ten- Year Financial Institutions, Short Term Local Transition Matrix – 2013-2023

**Financial Institutions Short Term Local Issuers - 10 Year Transition and Default Rates
(December 31, 2013 through December 31, 2023)**

Credit Ratings as of 12/31/2013		Credit Ratings as of 12/31/2023 (Percent)						Other Outcomes During 12/31/2013 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR+1	HR1	HR2	HR3	HR4	HR5	Default	Paid Off	Withdrawn (Other)
HR+1	16	75%	-	-	-	-	-	-	6%	19%
HR1	11	18%	64%	-	-	-	-	-	-	18%
HR2	24	-	21%	33%	-	-	-	13%	-	33%
HR3	48	-	2%	15%	15%	2%	-	10%	-	56%
HR4	27	-	-	-	15%	-	-	26%	-	59%
HR5	1	-	-	-	-	-	-	100%	-	-
TOTAL	127									

Source: HR Ratings



- Ten- Year Financial Institutions, Long Term Global Transition Matrix – 2013-2023

*The ten-year Financial Institutions Long Term Global Transition Matrix cannot be calculated due to the fact that HR Ratings started issuing Long Term Global Financial Institutions ratings as of 2015.



- Ten- Year Financial Institutions, Short Term Global Transition Matrix – 2013-2023

*The ten-year Financial Institutions Short Term Global Transition Matrix cannot be calculated due to the fact that HR Ratings started issuing Short Term Global Financial Institutions ratings as of 2019.



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- One- Year Corporates, Long Term Local Transition Matrix – 2022-2023

Corporate Long Term Local Issuers - 1 Year Transition and Default Rates
(December 31, 2022 through December 31, 2023)

Credit Ratings as of 12/31/2022		Credit Ratings as of 12/31/2023 (Percent)																			Other Outcomes During 12/31/2022 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR AAA	HR AA +	HR AA	HR AA -	HR A +	HR A	HR A -	HR BBB +	HR BBB	HR BBB -	HR BB +	HR BB	HR BB -	HR B +	HR B	HR B -	HR C +	HR C	HR C -	Default	Paid Off	Withdrawn (Other)
HR AAA	23	100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA +	13	38%	46%	15%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA	9	11%	22%	56%	11%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA -	11	-	-	36%	36%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A +	9	-	11%	-	11%	56%	11%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27%
HR A	10	-	-	-	-	40%	40%	-	-	-	-	-	-	-	-	-	-	-	-	-	10%	-	10%
HR A -	9	-	-	-	-	33%	11%	22%	11%	-	-	-	-	-	-	-	-	-	-	-	-	-	22%
HR BBB +	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%
HR BBB	2	-	-	-	-	-	-	-	-	50%	-	-	-	-	-	-	-	-	-	-	-	-	50%
HR BBB -	3	-	-	-	-	-	-	-	33%	-	33%	-	-	-	-	-	-	-	-	-	-	-	33%
HR BB +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB -	1	-	-	-	-	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-
HR B +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C +	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-	-	-	-
HR C	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-	-	-
HR C -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	93	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- One- Year Corporates, Short Term Local Transition Matrix – 2022-2023

**Corporate Short Term Local Issuers - 1 Year Transition and Default Rates
(December 31, 2022 through December 31, 2023)**

Credit Ratings as of 12/31/2022		Credit Ratings as of 12/31/2023 (Percent)						Other Outcomes During 12/31/2022 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR+1	HR1	HR2	HR3	HR4	HR5	Default	Paid Off	Withdrawn (Other)
HR+1	25	100%	-	-	-	-	-	-	-	-
HR1	28	14%	82%	-	-	-	-	-	-	4%
HR2	27	-	7%	74%	-	-	-	4%	-	15%
HR3	6	-	-	-	50%	-	-	-	-	50%
HR4	1	-	-	-	-	100%	-	-	-	-
HR5	2	-	-	-	-	-	100%	-	-	-
TOTAL	89									

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- One- Year Corporates, Long Term Global Transition Matrix – 2022-2023

Corporate Issuers Long Term Global Issuers- 1 Year Transition and Default Rates
(December 31, 2022 through December 31, 2023)

Credit Ratings as of 12/31/2022		Credit Ratings as of 12/31/2023 (Percent)																		Other Outcomes During 12/31/2022 - 12/31/2023 (Percent)			
Credit Rating Scale	Number of Ratings Outstanding	HR AAA (G)	HR AA + (G)	HR AA (G)	HR AA - (G)	HR A + (G)	HR A (G)	HR A - (G)	HR BBB + (G)	HR BBB (G)	HR BBB - (G)	HR BB + (G)	HR BB (G)	HR BB - (G)	HR B + (G)	HR B (G)	HR B - (G)	HR C + (G)	HR C (G)	HR C - (G)	Default	Paid Off	Withdrawn (Other)
HR AAA (G)	-																						
HR AA + (G)	-																						
HR AA (G)	-																						
HR AA - (G)	-																						
HR A + (G)	2						50%																50%
HR A (G)	5						20%	60%	20%														
HR A - (G)	11					9%		27%	27%	27%													9%
HR BBB + (G)	15								73%	7%	13%												7%
HR BBB (G)	16								6%	56%	25%	6%											6%
HR BBB - (G)	12								8%	17%	42%	17%									8%		8%
HR BB + (G)	6											67%	17%	17%									
HR BB (G)	2												50%										50%
HR BB - (G)	-																						
HR B + (G)	-																						
HR B (G)	1																						100%
HR B - (G)	-																						
HR C + (G)	-																						
HR C (G)	-																						
HR C - (G)	-																						
TOTAL	70																						

Source: HR Ratings



- One- Year Corporates, Short Term Global Transition Matrix – 2022-2023

*The one-year Corporates Short Term Global Transition Matrix cannot be calculated due to the fact that HR Ratings has not been determining credit ratings for the length necessary to produce 1 year Transition/ Default Matrix for 2022-2023.



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Three- Year Corporates, Long Term Local Transition Matrix – 2020-2023

Corporate Long Term Local Issuers - 3 Year Transition and Default Rates
(December 31, 2020 through December 31, 2023)

Credit Ratings as of 12/31/2020		Credit Ratings as of 12/31/2023 (Percent)																		Other Outcomes During 12/31/2020- 12/31/2023 (Percent)			
Credit Rating Scale	Number of Ratings Outstanding	HR AAA	HR AA +	HR AA	HR AA -	HR A +	HR A	HR A -	HR BBB +	HR BBB	HR BBB -	HR BB +	HR BB	HR BB -	HR B +	HR B	HR B -	HR C +	HR C	HR C -	Default	Paid Off	Withdrawn (Other)
HR AAA	15	93%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7%
HR AA +	9	44%	11%	33%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11%
HR AA	9	44%	22%	11%	11%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11%
HR AA -	8	-	25%	50%	13%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	13%	-	-
HR A +	9	-	11%	-	22%	33%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11%	-	22%
HR A	6	-	-	-	17%	50%	17%	-	-	-	-	-	-	-	-	-	-	-	-	-	17%	-	-
HR A -	8	-	-	-	-	25%	25%	25%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	25%
HR BBB +	2	-	-	-	-	50%	50%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB	2	-	-	-	-	50%	-	-	-	50%	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB -	3	-	-	-	-	-	-	-	33%	-	-	-	-	-	-	-	-	-	-	-	-	-	67%
HR BB +	2	-	-	-	-	-	-	-	-	-	50%	-	-	-	-	-	-	-	-	-	-	-	50%
HR BB	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB -	3	-	-	-	-	-	-	-	-	-	-	-	-	0.33	-	-	-	-	-	-	33%	-	33%
HR B +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-	-	-
HR B -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C +	2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	50%	-	-	50%	-	-
HR C	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-
HR C -	2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-
TOTAL	82																						

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Three- Year Corporates, Short Term Local Transition Matrix – 2020-2023

Corporate Short Term Local Issuers - 3 Year Transition and Default Rates
(December 31, 2020 through December 31, 2023)

Credit Ratings as of 12/31/2020		Credit Ratings as of 12/31/2023 (Percent)						Other Outcomes During 12/31/2020 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR+1	HR1	HR2	HR3	HR4	HR5	Default	Paid Off	Withdrawn (Other)
HR+1	21	86%	5%	-	-	-	-	-	-	10%
HR1	19	21%	68%	-	-	-	-	5%	-	5%
HR2	22	-	18%	55%	-	-	-	9%	-	18%
HR3	7	-	-	43%	29%	-	-	-	-	29%
HR4	5	-	-	-	20%	20%	-	20%	-	40%
HR5	4	-	-	-	-	-	50%	50%	-	-
TOTAL	78									

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Three- Year Corporates, Long Term Global Transition Matrix – 2020-2023

Corporate Long Term Global Issuers - 3 Year Transition and Default Rates
(December 31, 2020 through December 31, 2023)

Credit Ratings as of 12/31/2020		Credit Ratings as of 12/31/2023 (Percent)																		Other Outcomes During 12/31/2020- 12/31/2023 (Percent)			
Credit Rating Scale	Number of Ratings Outstanding	HR AAA (G)	HR AA + (G)	HR AA (G)	HR AA - (G)	HR A + (G)	HR A (G)	HR A - (G)	HR BBB + (G)	HR BBB (G)	HR BBB - (G)	HR BB + (G)	HR BB (G)	HR BB - (G)	HR B + (G)	HR B (G)	HR B - (G)	HR C + (G)	HR C (G)	HR C - (G)	Default	Paid Off	Withdrawn (Other)
HR AAA (G)	-																						
HR AA + (G)	-																						
HR AA (G)	-																						
HR AA - (G)	-																						
HR A + (G)	1																						100%
HR A (G)	1																						100%
HR A - (G)	4								25%														75%
HR BBB + (G)	7								57%														43%
HR BBB (G)	6								17%		17%	17%											50%
HR BBB - (G)	3									33%													67%
HR BB + (G)	2									50%			50%										
HR BB (G)	4											50%									25%		25%
HR BB - (G)	1													100%									
HR B + (G)	-																						
HR B (G)	-																						
HR B - (G)	-																						
HR C + (G)	-																						
HR C (G)	-																						
HR C - (G)	-																						
TOTAL	29																						

Source: HR Ratings



- Three- Year Corporates, Short Term Global Transition Matrix – 2020-2023

*The three-year Corporates Short Term Global Transition Matrix cannot be calculated due to the fact that HR Ratings has withdrawn all Short Term Corporate ratings since 2020.



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Ten- Year Corporates, Long Term Local Transition Matrix – 2013-2023

Corporate Long Term Local Issuers - 10 Years Transition and Default Rates
(December 31, 2013 through December 31, 2023)

Credit Ratings as of 12/31/2013		Credit Ratings as of 12/31/2023 (Percent)																				Other Outcomes During 12/31/2013- 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR AAA	HR AA +	HR AA	HR AA -	HR A +	HR A	HR A -	HR BBB +	HR BBB	HR BBB -	HR BB +	HR BB	HR BB -	HR B +	HR B	HR B -	HR C +	HR C	HR C -	Default	Paid Off	Withdrawn (Other)	
HR AAA	5	60%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	40%	
HR AA +	2	50%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	50%	
HR AA	5	-	40%	20%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	40%	
HR AA -	3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	
HR A +	3	33%	-	-	-	33%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33%	-	-	
HR A	3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33%	-	67%	
HR A -	5	-	-	-	20%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	20%	20%	40%	
HR BBB +	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	
HR BBB	2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	
HR BBB -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
HR BB +	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	
HR BB	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	
HR BB -	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	
HR B +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
HR B	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
HR B -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
HR C +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
HR C	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-	
HR C -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
TOTAL	33																							

Source: HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Ten- Year Corporates, Short Term Local Transition Matrix – 2013-2023

Corporate Short Term Local Issuers - 10 Years Transition and Default Rates (December 31, 2013 through December 31, 2023)

Credit Ratings as of 12/31/2013		Credit Ratings as of 12/31/2023 (Percent)						Other Outcomes During 12/31/2013 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR+1	HR1	HR2	HR3	HR4	HR5	Default	Paid Off	Withdrawn (Other)
HR+1	4	-	-	-	-	-	-	-	-	100%
HR1	6	-	-	-	-	-	-	-	-	100%
HR2	2	-	-	-	-	-	-	-	-	100%
HR3	2	-	-	-	-	-	-	-	-	100%
HR4	1	-	-	-	-	-	-	-	-	100%
HR5	-	-	-	-	-	-	-	-	-	-
TOTAL	15									

Source: HR Ratings



- Ten- Year Corporates, Long Term Global Transition Matrix – 2013-2023

*The ten-year Corporates Long Term Global Transition Matrix cannot be calculated due to the fact that HR Ratings started issuing Long Term Global Corporate ratings as of 2015.



- Ten- Year Corporates, Short Term Global Transition Matrix – 2013-2023

*The ten-year Corporates Short Term Global Transition Matrix cannot be calculated due to the fact that HR Ratings started issuing Short Term Global Corporates ratings as of 2018.



- One- Year Sovereign Issuers, Long Term Global Transition Matrix – 2022-2023

Sovereign Long Term Issuers - 1 Year Transition and Default Rates
(December 31, 2022 through December 31, 2023)

Credit Ratings as of 12/31/2022		Credit Ratings as of 12/31/2023 (Percent)																		Other Outcomes During 12/31/2022 - 12/31/2023 (Percent)			
Credit Rating Scale	Number of Ratings Outstanding	HR AAA (G)	HR AA + (G)	HR AA (G)	HR AA - (G)	HR A + (G)	HR A (G)	HR A - (G)	HR BBB + (G)	HR BBB (G)	HR BBB - (G)	HR BB + (G)	HR BB (G)	HR BB - (G)	HR B + (G)	HR B (G)	HR B - (G)	HR C + (G)	HR C (G)	HR C - (G)	Default	Paid Off	Withdraw (Other)
HR AAA (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA + (G)	1	100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA - (G)	1	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A - (G)	1	-	-	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB + (G)	1	-	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB - (G)	1	-	-	-	-	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-
HR B + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	5	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Source : HR Ratings

- One- Year Sovereign Issuers, Short Term Global Transition Matrix – 2022-2023

**Sovereign Short Term Issuers - 1 Year Transition and Default Rates
(December 31, 2022 through December 31, 2023)**

Credit Ratings as of 12/31/2022		Credit Ratings as of 12/31/2023 (Percent)						Other Outcomes During 12/31/2022 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR +1 (G)	HR1 (G)	HR2 (G)	HR3 (G)	HR4 (G)	HR5 (G)	Default	Paid Off	Withdrawn (Other)
HR+1 (G)	1	100%	-	-	-	-	-	-	-	-
HR1 (G)	1	-	100%	-	-	-	-	-	-	-
HR2 (G)	1	-	-	-	100%	-	-	-	-	-
HR3 (G)	1	-	-	-	100%	-	-	-	-	-
HR4 (G)	1	-	-	-	-	100%	-	-	-	-
HR5 (G)	-	-	-	-	-	-	-	-	-	-
TOTAL	5									

Source : HR Ratings

- Three- Year Sovereign Issuers, Long Term Global Transition Matrix – 2020-2023

Sovereign Long Term Issuers - 3 Year Transition and Default Rates
(December 31, 2020 through December 31, 2023)

Credit Ratings as of 12/31/2020		Credit Ratings as of 12/31/2023 (Percent)																		Other Outcomes During 12/31/2020 - 12/31/2023 (Percent)			
Credit Rating Scale	Number of Ratings Outstanding	HR AAA (G)	HR AA + (G)	HR AA (G)	HR AA - (G)	HR A + (G)	HR A (G)	HR A - (G)	HR BBB + (G)	HR BBB (G)	HR BBB - (G)	HR BB + (G)	HR BB (G)	HR BB - (G)	HR B + (G)	HR B (G)	HR B - (G)	HR C + (G)	HR C (G)	HR C - (G)	Default	Paid Off	Withdrawn (Other)
HR AAA (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA + (G)	1	100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A - (G)	1	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB + (G)	1	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB - (G)	1	-	-	-	-	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-
HR B + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	4	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Source : HR Ratings

- Three- Year Sovereign Issuers, Short Term Global Transition Matrix – 2020-2023

Sovereign Short Term Issuers - 3 Year Transition and Default Rates
(December 31, 2020 through December 31, 2023)

Credit Ratings as of 12/31/2020		Credit Ratings as of 12/31/2023 (Percent)						Other Outcomes During 12/31/2020 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR +1 (G)	HR1 (G)	HR2 (G)	HR3 (G)	HR4 (G)	HR5 (G)	Default	Paid Off	Withdrawn (Other)
HR+1 (G)	1	100%	-	-	-	-	-	-	-	-
HR1 (G)	-	-	-	-	-	-	-	-	-	-
HR2 (G)	1	-	-	-	100%	-	-	-	-	-
HR3 (G)	1	-	-	-	100%	-	-	-	-	-
HR4 (G)	1	-	-	-	-	100%	-	-	-	-
HR5 (G)	-	-	-	-	-	-	-	-	-	-
TOTAL	4									

Source : HR Ratings



- Ten- Year Sovereign Issuers, Long Term Global Transition Matrix – 2013-2023

Sovereign Long Term Issuers - 10 Years Transition and Default Rates
(December 31, 2013 through December 31, 2023)

Credit Ratings as of 12/31/2013		Credit Ratings as of 12/31/2023 (Percent)																		Other Outcomes During 12/31/2013 - 12/31/2023 (Percent)			
Credit Rating Scale	Number of Ratings Outstanding	HR AAA (G)	HR AA + (G)	HR AA (G)	HR AA - (G)	HR A + (G)	HR A (G)	HR A - (G)	HR BBB + (G)	HR BBB (G)	HR BBB - (G)	HR BB + (G)	HR BB (G)	HR BB - (G)	HR B + (G)	HR B (G)	HR B - (G)	HR C + (G)	HR C (G)	HR C - (G)	Default	Paid Off	Withdrawn (Other)
HR AAA (G)	-																						
HR AA + (G)	-																						
HR AA (G)	-																						
HR AA - (G)	-																						
HR A + (G)	-																						
HR A (G)	-																						
HR A - (G)	1								100%														
HR BBB + (G)	-																						
HR BBB (G)	-																						
HR BBB - (G)	-																						
HR BB + (G)	-																						
HR BB (G)	-																						
HR BB - (G)	-																						
HR B + (G)	-																						
HR B (G)	-																						
HR B - (G)	-																						
HR C + (G)	-																						
HR C (G)	-																						
HR C - (G)	-																						
TOTAL	1																						

Source : HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Ten- Year Sovereign Issuers, Short Term Global Transition Matrix – 2013-2023

Sovereign Short Term Issuers - 10 Year Transition and Default Rates (December 31, 2013 through December 31, 2023)

Credit Ratings as of 12/31/2013		Credit Ratings as of 12/31/2023 (Percent)						Other Outcomes During 12/31/2013 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR +1 (G)	HR1 (G)	HR2 (G)	HR3 (G)	HR4 (G)	HR5 (G)	Default	Paid Off	Withdrawn (Other)
HR+1 (G)	-	-	-	-	-	-	-	-	-	-
HR1 (G)	-	-	-	-	-	-	-	-	-	-
HR2 (G)	1	-	-	-	100%	-	-	-	-	-
HR3 (G)	-	-	-	-	-	-	-	-	-	-
HR4 (G)	-	-	-	-	-	-	-	-	-	-
HR5 (G)	-	-	-	-	-	-	-	-	-	-
TOTAL	1									

Source : HR Ratings



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- One- Year U.S. Public Finance, Long Term Global Transition Matrix – 2022-2023

U.S Public Finance Global- 1 Year Transition and Default Rates
(December 31, 2022 through December 31, 2023)

Credit Ratings as of 12/31/2022		Credit Ratings as of 12/31/2023 (Percent)																		Other Outcomes During 12/31/2022 - 12/31/2023 (Percent)			
Credit Rating Scale	Number of Ratings Outstanding	HR AAA (G)	HR AA + (G)	HR AA (G)	HR AA - (G)	HR A + (G)	HR A (G)	HR A - (G)	HR BBB + (G)	HR BBB (G)	HR BBB - (G)	HR BB + (G)	HR BB (G)	HR BB - (G)	HR B + (G)	HR B (G)	HR B - (G)	HR C + (G)	HR C (G)	HR C - (G)	Default	Paid Off	Withdrawn (Other)
HR AAA (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB + (G)	1	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Source: HR Ratings



- One- Year U.S. Public Finance, Short Term Global Transition Matrix – 2022-2023

*The one-year U.S. Public Finance Short Term Global Transition Matrix cannot be calculated due to the fact that HR Ratings hasn't issued Short Term Global U.S Public Finance ratings.



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

-Three- Year U.S. Public Finance, Long Term Global Transition Matrix – 2020-2023

U.S Public Finance Global- 3 Year Transition and Default Rates
(December 31, 2020 through December 31, 2023)

Credit Ratings as of 12/31/2020		Credit Ratings as of 12/31/2023 (Percent)																		Other Outcomes During 12/31/2020 - 12/31/2023 (Percent)			
Credit Rating Scale	Number of Ratings Outstanding	HR AAA (G)	HR AA + (G)	HR AA (G)	HR AA - (G)	HR A + (G)	HR A (G)	HR A - (G)	HR BBB + (G)	HR BBB (G)	HR BBB - (G)	HR BB + (G)	HR BB (G)	HR BB - (G)	HR B + (G)	HR B (G)	HR B - (G)	HR C + (G)	HR C (G)	HR C - (G)	Default	Paid Off	Withdrawn (Other)
HR AAA (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR A - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB + (G)	1	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C + (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C - (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Source: HR Ratings



-Three- Year U.S. Public Finance, Short Term Global Transition Matrix – 2020-2023

*The three-year U.S. Public Finance Short Term Global Transition Matrix cannot be calculated due to the fact that HR Ratings hasn't issued Short Term Global U.S Public Finance ratings.



- Ten- Year U.S. Public Finance, Long Term Global Transition Matrix – 2013-2023

*The ten-year U.S. Public Finance Long Term Global Transition Matrix cannot be calculated due to the fact that HR Ratings started issuing Long Term Global U.S. Public Finance ratings as of 2014.



- Ten- Year U.S. Public Finance, Short Term Global Transition Matrix – 2013-2023

*The ten-year U.S. Public Finance Short Term Global Transition Matrix cannot be calculated due to the fact that HR Ratings hasn't issued Short Term Global U.S Public Finance ratings.



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- One- Year International Public Finance, Long Term Local Transition Matrix – 2022-2023

International Public Finance Issuers - 1 Year Transition and Default Rates
(December 31, 2022 through December 31, 2023)

Credit Ratings as of 12/31/2022		Credit Ratings as of 12/31/2023 (Percent)																			Other Outcomes During 12/31/2022 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR AAA	HR AA +	HR AA	HR AA -	HR A +	HR A	HR A -	HR BBB +	HR BBB	HR BBB -	HR BB +	HR BB	HR BB -	HR B +	HR B	HR B -	HR C +	HR C	HR C -	Default	Paid Off	Withdrawn (Other)
HR AAA	208	79%	-	-	-	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	19%	0.5%
HR AA +	71	7%	77%	3%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11%	1%
HR AA	41	-	34%	51%	7%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7%	-
HR AA -	19	-	-	26%	53%	-	5%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	16%	-
HR A +	18	-	-	-	33%	61%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6%
HR A	18	-	-	-	-	33%	61%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6%	-
HR A -	15	-	-	-	-	-	47%	47%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7%
HR BBB +	14	-	-	-	-	-	-	36%	57%	7%	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB	15	-	-	-	-	-	-	13%	67%	13%	7%	-	-	-	-	-	-	-	-	-	-	-	-
HR BBB -	4	-	-	-	-	-	-	-	25%	75%	-	-	-	-	-	-	-	-	-	-	-	-	-
HR BB +	7	-	-	-	-	-	-	-	-	-	71%	29%	-	-	-	-	-	-	-	-	-	-	-
HR BB	3	-	-	-	-	-	-	-	-	-	-	67%	33%	-	-	-	-	-	-	-	-	-	-
HR BB -	2	-	-	-	-	-	-	-	-	-	-	50%	50%	-	-	-	-	-	-	-	-	-	-
HR B +	3	-	-	-	-	-	-	-	-	-	-	-	67%	33%	-	-	-	-	-	-	-	-	-
HR B	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B -	1	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-
HR C +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-
HR C -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	440																						

Source: HR Ratings



- One- Year International Public Finance, Short Term Local Transition Matrix – 2022-2023

*The one-year International Public Finance Short Term Transition Matrix cannot be calculated due to the fact that HR Ratings hasn't issued Short Term International Public Finance ratings.



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Three- Year International Public Finance, Long Term Local Transition Matrix – 2020-2023

International Public Finance Long Term Local Issuers - 3 Year Transition and Default Rates
(December 31, 2020 through December 31, 2023)

Credit Ratings as of 12/31/2020		Credit Ratings as of 12/31/2023 (Percent)																		Other Outcomes During 12/31/2020 - 12/31/2023 (Percent)			
Credit Rating Scale	Number of Ratings Outstanding	HR AAA	HR AA +	HR AA	HR AA -	HR A +	HR A	HR A -	HR BBB +	HR BBB	HR BBB -	HR BB +	HR BB	HR BB -	HR B +	HR B	HR B -	HR C +	HR C	HR C -	Default	Paid Off	Withdrawn (Other)
HR AAA	162	73%	2%	-	-	1%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23%	1%
HR AA +	88	20%	36%	-	3%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	28%	11%
HR AA	48	6%	50%	33%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6%	4%
HR AA -	22	-	14%	45%	18%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	18%	5%
HR A +	11	-	-	-	27%	18%	18%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27%	9%
HR A	20	-	-	-	20%	50%	20%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10%
HR A -	18	-	-	-	-	17%	44%	22%	-	-	-	-	-	-	-	-	-	-	-	-	6%	-	11%
HR BBB +	20	-	-	-	-	5%	5%	25%	45%	10%	5%	-	-	-	-	-	-	-	-	-	-	-	5%
HR BBB	13	-	-	-	-	-	-	8%	62%	8%	-	-	-	-	-	-	-	-	-	-	8%	-	15%
HR BBB -	8	-	-	-	-	-	-	38%	-	25%	-	-	-	-	-	-	-	-	-	-	13%	-	25%
HR BB +	6	-	-	-	-	-	-	-	33%	-	33%	17%	-	17%	-	-	-	-	-	-	-	-	-
HR BB	4	-	-	-	-	-	-	-	-	-	25%	75%	-	-	-	-	-	-	-	-	-	-	-
HR BB -	3	-	-	-	-	-	-	-	-	-	-	33%	33%	-	-	-	-	-	-	-	33%	-	-
HR B +	1	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-	-
HR B	1	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-	-	-	-	-	-	-
HR B -	0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100%	-	-
HR C -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	426																						

Source: HR Ratings



- Three- Year International Public Finance, Short Term Local Transition Matrix – 2020-2023

*The three-year International Public Finance Short Term Transition Matrix cannot be calculated due to the fact that HR Ratings hasn't issued Short Term International Public Finance ratings.



Credit Ratings Performance Measurement Statistics

NRSRO Ratings

- Ten- Year International Public Finance, Long Term Transition Matrix – 2013-2023

**International Public Finance Long Term Local Issuers - 10 Year Transition and Default Rates
(December 31, 2013 through December 31, 2023)**

Credit Ratings as of 12/31/2013		Credit Ratings as of 12/31/2023 (Percent)																			Other Outcomes During 12/31/2013 - 12/31/2023 (Percent)		
Credit Rating Scale	Number of Ratings Outstanding	HR AAA	HR AA +	HR AA	HR AA -	HR A +	HR A	HR A -	HR BBB +	HR BBB	HR BBB -	HR BB +	HR BB	HR BB -	HR B +	HR B	HR B -	HR C +	HR C	HR C -	Default	Paid Off	Withdrawn (Other)
HR AAA	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR AA +	12	17%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	75%	8%
HR AA	36	11%	3%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	69%	17%
HR AA -	25	8%	12%	4%	4%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	56%	16%
HR A +	22	5%	5%	5%	-	9%	5%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	68%	5%
HR A	22	-	-	14%	9%	9%	-	5%	-	-	-	-	-	-	-	-	-	-	-	-	5%	50%	9%
HR A -	8	-	-	-	-	25%	13%	-	13%	-	-	-	-	-	-	-	-	-	-	-	-	25%	25%
HR BBB +	8	-	13%	13%	-	-	-	25%	13%	-	13%	-	-	-	-	-	-	-	-	-	-	-	25%
HR BBB	9	-	-	-	11%	-	11%	-	22%	-	-	-	-	11%	-	-	-	-	-	-	-	33%	11%
HR BBB -	13	-	-	-	8%	-	-	8%	31%	8%	-	-	-	-	-	-	-	-	-	-	8%	15%	23%
HR BB +	6	-	-	-	-	17%	-	-	17%	-	17%	17%	-	-	-	-	-	-	-	-	17%	-	17%
HR BB	6	-	-	-	-	-	17%	17%	-	-	-	-	17%	-	-	-	-	-	-	-	33%	-	17%
HR BB -	3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33%	-	67%
HR B +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR B -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C +	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HR C -	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	170																						

Source: HR Ratings



- Ten- Year International Public Finance, Short Term Transition Matrix – 2013-2023

*The ten-year International Public Finance Short Term Transition Matrix cannot be calculated due to the fact that HR Ratings hasn't issued Short Term International Public Finance ratings.

Long Term Local Rating Scale

Symbol	Definition of the Rating
HR AAA	The issuer or issue with this rating is considered to have the highest credit quality, offering high safety for timely payment of debt obligations. Maintains minimum credit risk.
HR AA	The issuer or issue with this rating is considered to have high credit quality and offers high safety for timely payment of debt obligations. Maintains very low credit risk under adverse economic scenarios.
HR A	The issuer or issue with this rating offers acceptable safety for timely payment of debt obligations. Maintains low credit risk.
HR BBB	The issuer or issue with this rating provides moderate safety for timely payment of debt obligations. Maintains moderate credit risk, with weakness in the ability to pay in adverse economic scenarios.
HR BB	The issuer or issue with this rating provides inadequate safety for timely payment of debt obligations. Maintains high credit risk.
HR B	The issuer or issue with this rating provides low safety for timely payment of debt obligations and maintains a high credit risk. The issue or issuer is susceptible to falling into default.
HR C	The issuer or issue with this rating exhibits high probability of falling into default in debt obligation payments.
HR D	The issuer or issue with this rating has the lowest rating. The issue is already in, or is highly likely to fall into, default in the short term.

Our ratings range from HR AAA to HR D, a plus or minus sign may be included in the range from HR AA to HR C, to indicate strength or weakness within a general rating category. To indicate the rating is a limited rating, HR Ratings assigns at the end of each rating the symbol "(L)". HR Ratings could also assign the symbol "P" to indicate a preliminary rating or the symbol "(I)" which refers to an indicative level.

Short Term Local Rating Scale

Symbol	Definition of the Rating
HR1	The issuer or issue with this rating exhibits high capacity for timely payment of debt obligations in the short term and maintains the lowest credit risk. Within this category, debt instruments and or issuers with features showing relative superiority in terms of credit characteristics may be rated as HR+1.
HR2	The issuer or issue with this rating exhibits an acceptable capacity for timely payment of debt obligations in the short term and maintains a higher credit risk compared with higher credit rating debt instruments.
HR3	The issuer or issue with this rating exhibits a moderate capacity for timely payment of debt obligations in the short term and maintains a higher credit risk compared with higher credit rating debt instruments.
HR4	The issuer or issue with this rating exhibits an insufficient capacity for timely payment of debt obligations in the short term and maintains a very high credit risk. These instruments are susceptible to falling into default.
HR5	The issuer or offering is highly probable they will fall into default on the payment of debt obligations.
HR D	The issuer or offering given this rating has the lowest credit rating and they are already in default.

To indicate the rating is a limited rating, HR Ratings assigns at the end of each rating the symbol "(L)". HR Ratings could also assign the symbol "P" to indicate a preliminary rating or the symbol "(I)" which refers to an indicative level.

*Short-term refers to a period shorter than twelve months

Long Term Global Rating Scale

Symbol	Definition of the Rating
HR AAA (G)	The issuer or issue with this rating is considered to have the highest credit quality, offering high safety for timely payment of debt obligations. Maintains minimum credit risk on a global scale basis.
HR AA (G)	The issuer or issue with this rating is considered to have high credit quality and offers high safety for timely payment of debt obligations. Maintains very low credit risk on a global scale basis, under adverse economic scenarios.
HR A (G)	The issuer or issue with this rating offers acceptable safety for timely payment of debt obligations. Maintains low credit risk on a global scale basis.
HR BBB (G)	The issuer or issue with this rating provides moderate safety for timely payment of debt obligations. Maintains moderate credit risk on a global scale, with weakness in the ability to pay in adverse economic scenarios.
HR BB (G)	The issuer or issue with this rating provides inadequate safety for timely payment of debt obligations. Maintains high credit risk on a global scale basis.
HR B (G)	The issuer or issue with this rating provides low safety for timely payment of debt obligations and maintains a high credit risk on a global scale. The issue or issuer is susceptible to falling into default.
HR C (G)	The issuer or issue with this rating exhibits high probability of falling into default in debt obligation payments.
HR D (G)	The issuer or issue with this rating has the lowest rating on a global scale basis. The issue is already in, or is highly likely to fall into, default in the short term.

Our ratings range from HR AAA (G) to HR D (G), a plus or minus sign may be included in the range from HR AA (G) to HR C (G), to indicate strength or weakness within a general rating category. To indicate the rating is a limited rating, HR Ratings assigns at the end of each rating the symbol "(L)". HR Ratings could also assign the symbol "P" to indicate a preliminary rating or the symbol "(I)" which refers to an indicative level.

Short Term Global Rating Scale

Symbol	Definition of the Rating
HR1 (G)	The issuer or issue with this rating exhibits high capacity for timely payment of debt obligations in the short term and maintains the lowest credit risk on a global scale basis. Within this category, debt instruments and or issuers with features showing relative superiority in terms of credit characteristics may be rated as HR+1 (G).
HR2 (G)	The issuer or issue with this rating exhibits an acceptable capacity for timely payment of debt obligations in the short term and maintains a higher credit risk compared with higher credit rating debt instruments on a global scale basis.
HR3 (G)	The issuer or issue with this rating exhibits a moderate capacity for timely payment of debt obligations in the short term and maintains a higher credit risk compared with higher credit rating debt instruments on a global scale basis.
HR4 (G)	The issuer or issue with this rating exhibits an insufficient capacity for timely payment of debt obligations in the short term and maintains a very high credit risk on a global scale basis. These instruments are susceptible to falling into default.
HR5 (G)	The issuer or offering is highly probable they will fall into default on the payment of debt obligations.
HR D (G)	The issuer or offering given this rating has the lowest credit rating and they are already in default.

To indicate the rating is a limited rating, HR Ratings assigns at the end of each rating the symbol "(L)". HR Ratings could also assign the symbol "P" to indicate a preliminary rating or the symbol "(I)" which refers to an indicative level.

*Short-term refers to a period shorter than twelve months

Local Rating Scale for Structured Finance

Symbol	Definition of the Rating
HR AAA (E)	The issue with this rating is considered to have the highest credit quality, offering high safety for timely payment of debt obligations. Maintains minimum credit risk.
HR AA (E)	The issue with this rating is considered to have high credit quality and offers high safety for timely payment of debt obligations. Maintains very low credit risk under adverse economic scenarios.
HR A (E)	The issue with this rating offers acceptable safety for timely payment of debt obligations. Maintains low credit risk.
HR BBB (E)	The issue with this rating provides moderate safety for timely payment of debt obligations. Maintains moderate credit risk, with weakness in the ability to pay in adverse economic scenarios.
HR BB (E)	The issue with this rating provides inadequate safety for timely payment of debt obligations. Maintains high credit risk.
HR B (E)	The issue with this rating provides low safety for timely payment of debt obligations and maintains a high credit risk. The issue is susceptible to falling into default.
HR C (E)	The issue with this rating exhibits high probability of falling into default in debt obligation payments.
HR D (E)	The issue with this rating has the lowest rating. The issue is already in, or is highly likely to fall into, default in the short term.
HR D (E)	The issue with this rating has the lowest rating. The issue is already in, or is highly likely to fall into, default in the short term.

Our ratings range from HR AAA (E) to HR D (E), a plus or minus sign may be included in the range from HR AA (E) to HR C (E), to indicate strength or weakness within a general rating category. To indicate the rating is a limited rating, HR Ratings assigns at the end of each rating the symbol "(L)". HR Ratings could also assign the symbol "P" to indicate a preliminary rating or the symbol "(I)" which refers to an indicative level.

Global Rating Scale for Structured Finance

Symbol	Definition of the Rating
HR AAA (G)(E)	The issue with this rating is considered to have the highest credit quality, offering high safety for timely payment of debt obligations. Maintains minimum credit risk on a global scale basis.
HR AA (G)(E)	The issue with this rating is considered to have high credit quality and offers high safety for timely payment of debt obligations. Maintains very low credit risk on a global scale basis, under adverse economic scenarios.
HR A (G)(E)	The issue with this rating offers acceptable safety for timely payment of debt obligations. Maintains low credit risk on a global scale basis.
HR BBB (G)(E)	The issue with this rating provides moderate safety for timely payment of debt obligations. Maintains moderate credit risk on a global scale, with weakness in the ability to pay in adverse economic scenarios.
HR BB (G)(E)	The issue with this rating provides inadequate safety for timely payment of debt obligations. Maintains high credit risk on a global scale basis.
HR B (G)(E)	The issue with this rating provides low safety for timely payment of debt obligations and maintains a high credit risk on a global scale. The issue is susceptible to falling into default.
HR C (G)(E)	The issue with this rating exhibits high probability of falling into default in debt obligation payments.
HR D (G)(E)	The issue with this rating has the lowest rating on a global scale basis. The issue is already in, or is highly likely to fall into, default in the short term.

Our ratings range from HR AAA (G)(E) to HR D (G)(E), a plus or minus sign may be included in the range from HR AA (G)(E) to HR C (G)(E), to indicate strength or weakness within a general rating category. To indicate the rating is a limited rating, HR Ratings assigns at the end of each rating the symbol "(L)". HR Ratings could also assign the symbol "P" to indicate a preliminary rating or the symbol "(I)" which refers to an indicative level.

Credit Risk Rating Scale for Investment Funds

Symbol	Definition of the Rating
HR AAA	The Investment Fund with this rating is considered to have the highest credit quality and has a credit risk like an instrument with the minimum credit risk.
HR AA	The Investment Fund with this rating is considered to have high credit quality and has a credit risk like an instrument with a very low credit risk.
HR A	The Investment Fund with this rating is considered to have an adequate credit quality and has a credit risk like an instrument with a low credit risk.
HR BBB	The Investment Fund with this rating is considered to have a moderate credit quality and has a credit risk like an instrument with a moderate credit risk.
HR BB	The Investment Fund with this rating is considered to have an inadequate credit quality and has a credit risk like an instrument with a high credit risk.
HR B	The Investment Fund with this rating is considered to have a low credit quality and has a credit risk like an instrument with a very high credit risk.
HR C	The Investment Fund with this rating is considered to have a very low credit quality and has a credit risk like an instrument with an extremely credit risk.
HR D	The Investment Fund with this rating is considered to have the lowest credit quality and has a credit risk like an instrument in default.

Short-Term Market Risk Rating Scale for Investment Funds

Symbol	Definition of the Rating
1CP	The asset portfolio has extremely low sensitivity to changes in market conditions.
2CP	The asset portfolio has low sensitivity to changes in market conditions.
3CP	The asset portfolio has low to moderate sensitivity to changes in market conditions.
4CP	The asset portfolio is moderately sensitive to changes in market conditions.
5CP	The asset portfolio has moderate to high sensitivity to changes in market conditions.
6CP	The asset portfolio is highly sensitive to changes in market conditions.
7CP	The asset portfolio is extremely sensitive to changes in market conditions.

Long-Term Market Risk Rating Scale for Investment Funds

Symbol	Definition of the Rating
1LP	The asset portfolio has extremely low sensitivity to changes in market conditions.
2LP	The asset portfolio has low sensitivity to changes in market conditions.
3LP	The asset portfolio has low to moderate sensitivity to changes in market conditions.
4LP	The asset portfolio is moderately sensitive to changes in market conditions.
5LP	The asset portfolio has moderate to high sensitivity to changes in market conditions.
6LP	The asset portfolio is highly sensitive to changes in market conditions.
7LP	The asset portfolio is extremely sensitive to changes in market conditions.

Default Criteria

HR Ratings' Default Criteria is as follows:

- a) HR Ratings defines "default" as the failure to comply with the obligatory interest and principal payments according to the original agreed terms. In the context of the responsible entity of complying with the payment, the determination of the credit rating depends on the degree of compliance of its set payment obligations. When the default of an entity covers the "predominant" part of its debt, the rating would be HR D.
- b) When the default extends to a "significant" part of its debt, but it is not necessarily predominant, the rating would be HR DS (selective default).
- c) In several cases, an entity may be in difficult conditions that damage its will and/or capacity of complying with its payment obligations according to the original agreed conditions. This may result in a renegotiation of the payment terms between the entity and its creditors. HR Ratings considers a restructure in which the creditors agree to accept the new payment terms knowing that the alternative is to receive inferior payments to the ones originally agreed (or no payment whatsoever), as a "forced restructure". This restructure may represent a "technical default" due to the fact that the entity wouldn't be complying with the original agreed payment terms. The result would be the assignment of a rating of HR DT (technical default) for the instrument(s) in matter, in the moment in which the determined payment is made in the forced restructure.

For further reference please consult the General Methodological Criteria published on HR Ratings website.

URL

HR Ratings Uniform Resource Locator (URL) of its corporate Internet website where the credit rating histories are disclosed is the following:

<https://www.hrratings.com/ratings/>