CDS IMPLIED CREDIT SCORES

A CDS scoring system designed specifically for credit and unrivalled in the market

Simplify your use of the CDS market for credit analysis with a methodology that maps 5-year CDS spreads to the long-term ratings scale. This tool offers users a spot score or smoothed score for reduced volatility to support your portfolio analysis.

FUELING BETTER DECISIONS WITH ROBUST PREDICTIVE POWER
Deciding on whether a CDS spread move is material requires expert judgement. By converting the spread to a score, CDS Implied Credit Scores simplify the assessment of relative performance within a peer group or against an agency rating. Supplementary model data indicates how close an implied score is to crossing a score boundary.

ACCURATE TREND PREDICTIONS
Get a clear view of how the entity’s CDS is trending over time with smoothed scores, a method more suited to credit analysis than simple spot scoring.

PROVEN OVER TIME
The model was created in 2015 and has generated over 2 million implied score observations. It has been updated to further improve accuracy and correlation to ratings.

The Unique CDS Implied Credit Scores Model

Comprehensive scope, data-intensive foundation, and exhaustive validation testing ensure robust out-of-sample predictive power.

A UNIQUE AND POWERFUL MODEL, FOR SIMPLIFIED CDS SPREADS
The proprietary and data-intensive model produces a forward-looking credit assessment expressed on the Fitch long term rating scale. Get the consensus marketplace view of obligor rating based on CDS probability of default derived from CDS spread and recovery rate using the IDSA standard CDS model.

EXTENSIVE AND TIMELY COVERAGE
The model covers about 1800 reference entities globally in all industry sectors including financial institutions, corporates and sovereigns going back to 2007. The model runs daily capturing the latest CDS market data.

DESIGNED FOR THE CREDIT ANALYSIS WORKFLOW
The solution offers both a spot and smoothed CDS Implied Credit Score to support your workflow and enhance portfolio analysis.

• Spot Scores
  Spot scores provide an unfiltered view of an entity’s CDS on a specific date.

• Smoothed Scores
  Smoothed scores reduce the impact of market volatility, stopping credit scores that are hovering on a boundary switching their score daily. The smoothed score is achieved by an exponentially weighted moving average over a 250-day period.

fitchsolutions.com/credit
More Than Just Scores
In addition to the spot and smoothed scores, you'll have access to other helpful data points, deltas and benchmarks.

1,800 Global Entities
CDS Implied Credit Scores
Probability Of Default
CDS Benchmarks
Historic Data since 2007
CDS Spreads
Deltas

The Data and Tools You Need, the Way You Want Them
Choose your delivery method to match your current systems and workflows, and reduce days of work to minutes.

WEB VIA FITCH RATINGS PRO
Explore analytical tools and an intuitive search function, and easily build portfolios, alerts and custom reports to speed up your workflow.

EXCEL ADD-IN
Pull our data and handy analytical metrics into Excel. Use pre-built templates, such as Bank Scorecard or custom-built templates that match your workflow.

Client Services
A dedicated team of client service professionals based in New York, London, Hong Kong, Singapore and Tokyo provide ‘follow the sun’ support.
emeaclient.services@fitchsolutions.com
usa.client.services@fitchsolutions.com
asi.client.services@fitchsolutions.com

Learn More
Cut down the time you spend calculating, and increase the time you dedicate to critical credit risk decisions.
Request a demo by visiting us at fitchsolutions.com/CDSICS
Contact us at marketing@fitchsolutions.com

About Fitch Ratings | Research & Data
Fitch Ratings | Research & Data helps credit, risk, and investment professionals make better-informed decisions and meet regulatory requirements, within and beyond the rated universe. We do this by bringing together the rigorous analysis and deep expertise of 1,500+ Fitch Ratings analysts and the supporting data, models and methodologies, plus workflow-enhancing analytical tools. All to help you make decisions with confidence.

Fitch Ratings | Research & Data is a business unit of Fitch Solutions, a sister company of Fitch Ratings. Fitch Solutions is a part of the Hearst-owned Fitch Group, a global leader in financial information services with operations in more than 30 countries.