

# 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.

## Clear 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 predictability and correlation to ratings.

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## 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.

## 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. Please email us at [fscustomersupport@fitchsolutions.com](mailto:fscustomersupport@fitchsolutions.com) for assistance.

## 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](https://fitchsolutions.com/CDSICS)

Contact us at [marketing@fitchsolutions.com](mailto:marketing@fitchsolutions.com)

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