

Primary Market Views €

The news of the month

Confidence must be earned

Amundi
ASSET MANAGEMENT

The essential

- **The failure of Silicon Valley Bank and Credit Suisse pushed interest rate volatility to an all-time high.** The stress in the banking sector led to a sharp decline in bond yields and a significant widening of corporate spreads. During the last week of March, credit markets began to normalize, erasing some of this broadening. Subordinated financial bonds were the most volatile.
- **The challenge today is to anticipate the extent of the tightening of financing conditions, the reduction in credit volumes and its impact on the economy.** The euro area-banking sector is resilient and has strong capital and liquidity positions. However, the banking turbulence can act as an accelerator in the tightening of credit conditions.
- **Corporate issuance declined to €41bn in March, well below our estimates.** Financials issuance of €17.1bn was only slightly above March 2020 levels, and total March issuance was lower than February issuance for only the second time in 15 years.



ROUGERON Sandrine

Global Head of Corporate Clients and Corporate Pension Funds

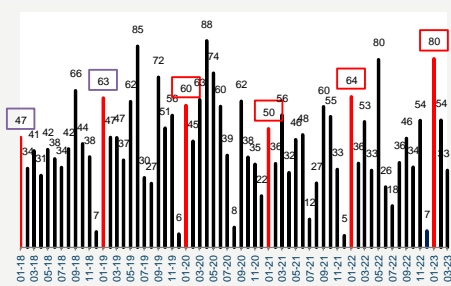


AINOUZ Valentine, CFA

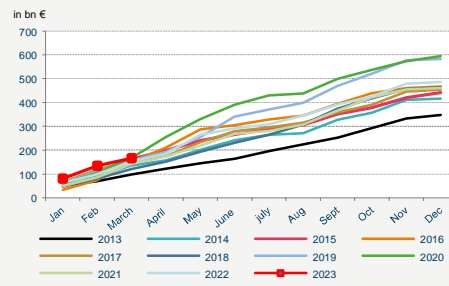
Head of Global Fixed Income Strategy, Amundi Institute

Primary market Investment Grade

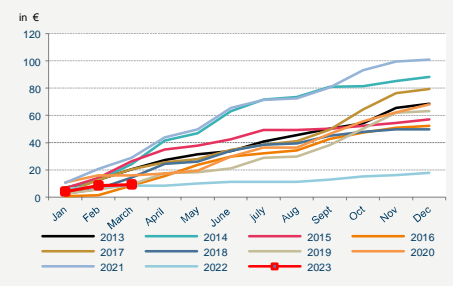
Euro IG primary market Monthly issuance (in €bn)



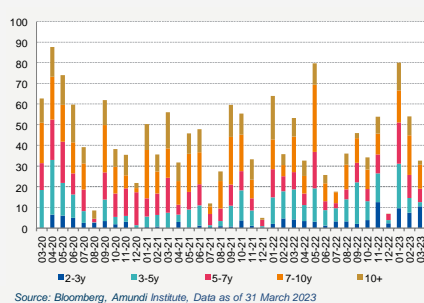
Euro IG primary market Cumulative flows (in €bn)



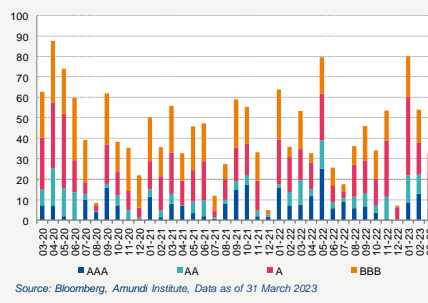
Euro HY primary market Cumulative monthly issuance (in €bn)



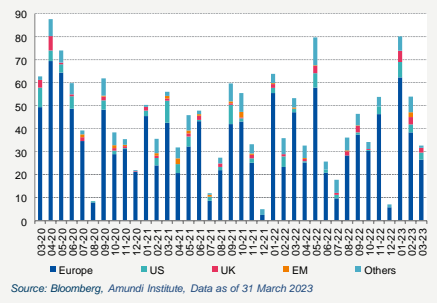
Euro IG primary market Monthly volume by maturity (in €bn)



Euro IG primary market Monthly volume by rating (in €bn)



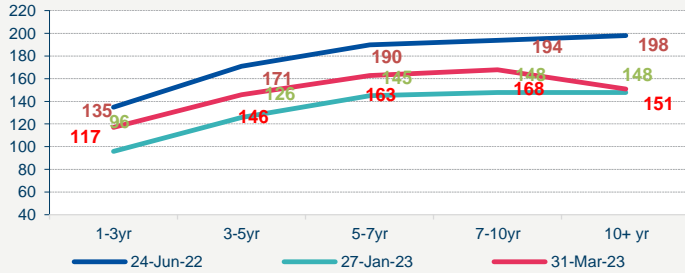
Euro IG primary market Monthly volume by country (in €bn)



Past performance is no guarantee of future yield. An investment might appreciate or depreciate depending on market fluctuations.

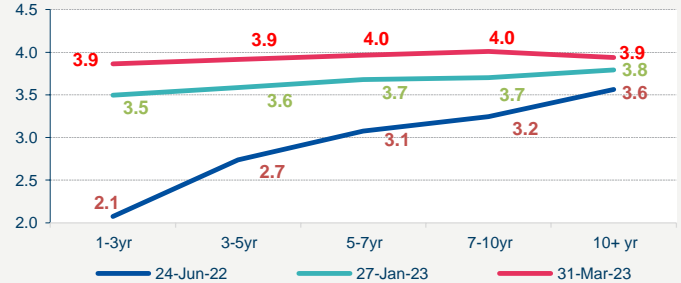
Market data

Euro IG A: OAS (in bp)



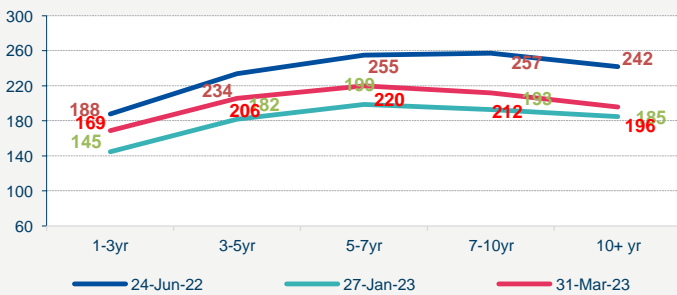
Source: Bloomberg, Amundi Institute

Euro IG A: yield (in %)



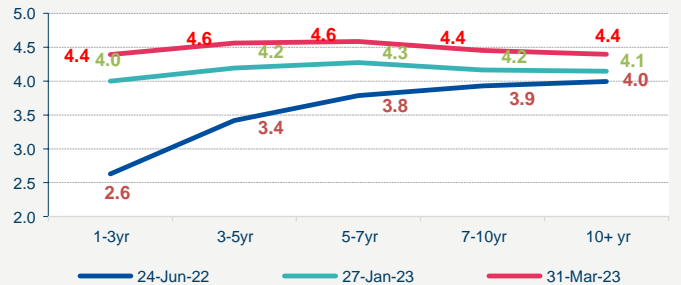
Source: Bloomberg, Amundi Institute

Euro IG BBB: OAS (in bp)



Source: Bloomberg, Amundi Institute

Euro IG BBB: yield (in %)



Source: Bloomberg, Amundi Institute

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