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Amundi
ASSET MANAGEMENT

Primary Market Views €

February 2024

In a nutshell

- **In January, the euro primary market is recording historically high activity**, after a rather calm month of December. Also note more volume on long maturities.
- **Investor appetite for rate products remains strong.** Investors want to capture current yields before the expected drop in 2024. Indeed, the market anticipates that the ECB will lower its rates from April and by a total of 150bp this year. These expectations were reinforced during its last ECB monetary policy committee: Christine Lagarde confirmed that “the disinflation process is at work” and expects “inflation to ease further in 2024”.
- **Credit spreads continue to tighten despite the recorded amounts of new issues.** The market absorbs the flow of issues on the euro primary. So far, the secondary market does not appear to be affected.



ROUGERON Sandrine

Global Head of Corporate Clients and Corporate Pension Funds

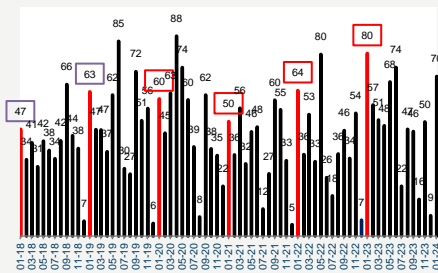


AINOUZ Valentine, CFA

Head of Global Fixed Income Strategy, Amundi Investment Institute

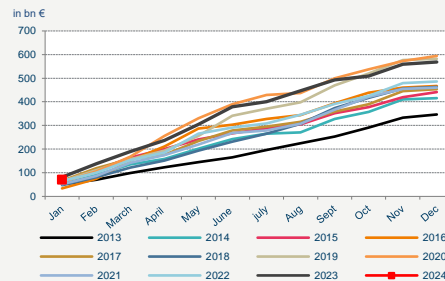
Primary market Investment Grade

Euro IG primary market Monthly issuance (in €bn)



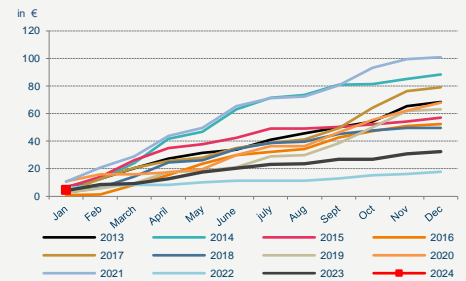
Source: Bloomberg, Amundi Inv. Institute, Data as of 31 Jan. 2024

Euro IG primary market Cumulative flows (in €bn)



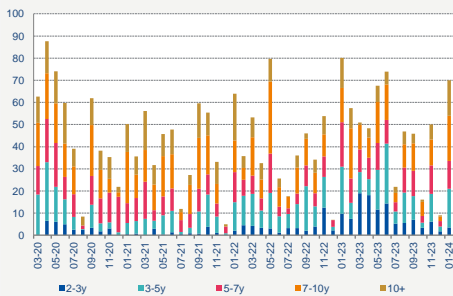
Source: Bloomberg, Amundi Inv. Institute, Data as of 31 Jan. 2024

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



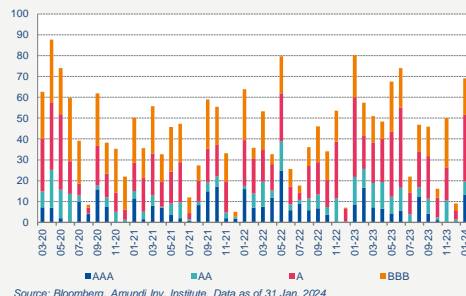
Source: Bloomberg, Amundi Inv. Institute, Data as of 31 Jan. 2024

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



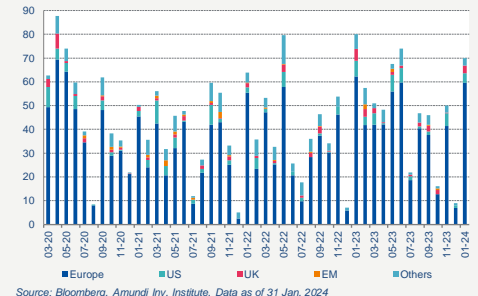
Source: Bloomberg, Amundi Inv. Institute, Data as of 31 Jan. 2024

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



Source: Bloomberg, Amundi Inv. Institute, Data as of 31 Jan. 2024

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

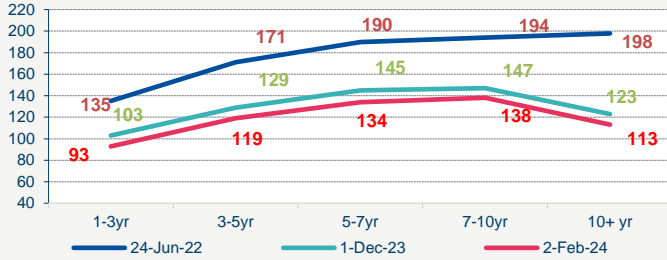


Source: Bloomberg, Amundi Inv. Institute, Data as of 31 Jan. 2024

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

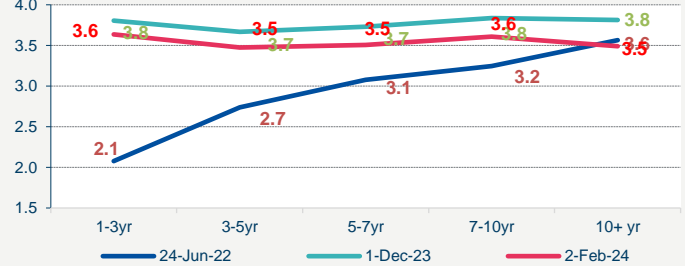
Market data

Euro IG A: OAS (in bp)



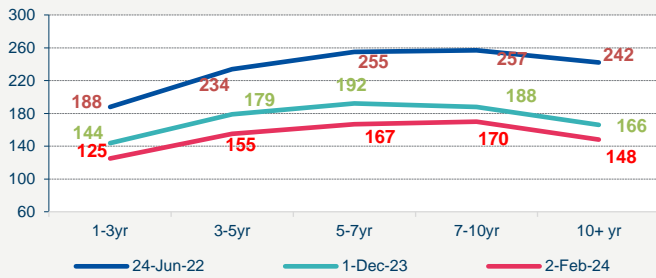
Source: Bloomberg, Amundi Investment Institute

Euro IG A: yield (in%)



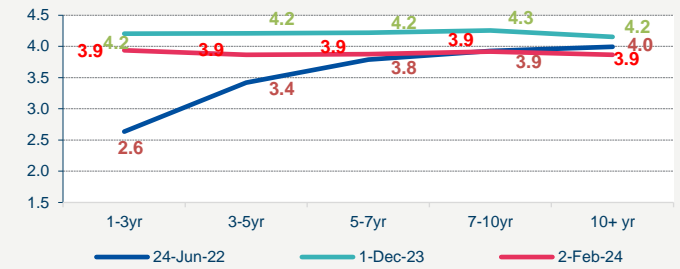
Source: Bloomberg, Amundi Investment Institute

Euro IG BBB: OAS (in bp)



Source: Bloomberg, Amundi Investment Institute

Euro IG BBB: yield (in%)



Source: Bloomberg, Amundi Investment Institute

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Date of first use: 6 February 2024