

Trust
must be earned

Amundi
ASSET MANAGEMENT

Primary Market Views €

October 2023

The essential

- **Rates remain on an upward trend, particularly on long maturities.** US 10-year yields were close to 4.8% and German 10-year yields were close to 2.9%. The returns offered by the “Investment Grade” euro and the “High Yield” euro reach 4.6% and 7.8% respectively. We have observed a slight widening of spreads in recent weeks.
- **Markets expect central banks to maintain high rates for an extended period.** Indeed, the American economy surprises with its resilience. Consumption, the driving force of the American economy, remains robust. The job market is cooling but remains tight. Furthermore, the very expansionary fiscal policy of the Biden administration also supports investment spending. For its part, the ECB remains concerned about wage increases and inflation in services.
- **More generally, investors are starting to demand higher yields to absorb the growing volumes of issuance used to finance state deficits.** The transition to a low-carbon economy and the strengthening of national sovereignty have a cost. We are moving from a world of abundance of savings to a world of shortage of savings.



ROUGERON Sandrine

Global Head of Corporate Clients and Corporate Pension Funds

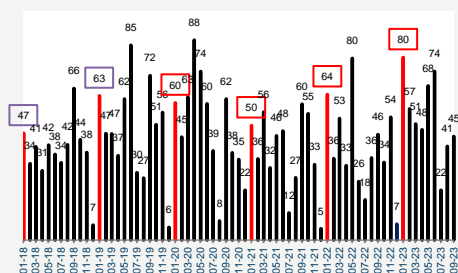


AINOUZ Valentine, CFA

Head of Global Fixed Income Strategy, Amundi Investment Institute

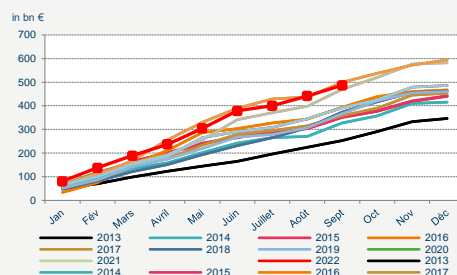
Primary market Investment Grade

Euro IG primary market Monthly issuance (in €bn)



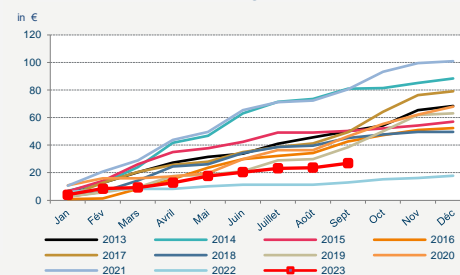
Source: Bloomberg, Amundi Inv. Institute, Data as of 30 September 2023

Euro IG primary market Cumulative flows (in €bn)



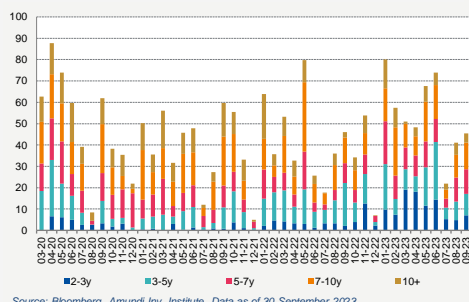
Source: Bloomberg, Amundi Inv. Institute, Data as of 30 September 2023

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



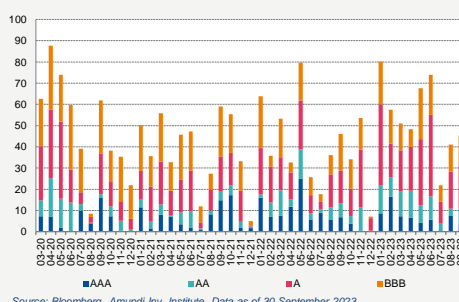
Source: Bloomberg, Amundi Inv. Institute, Data as of 31 September 2023

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



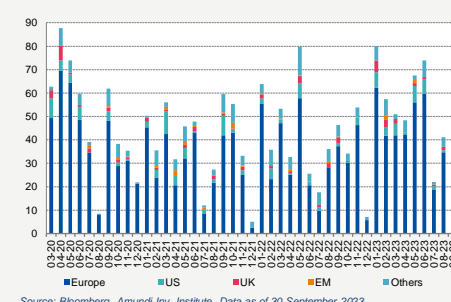
Source: Bloomberg, Amundi Inv. Institute, Data as of 30 September 2023

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



Source: Bloomberg, Amundi Inv. Institute, Data as of 30 September 2023

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

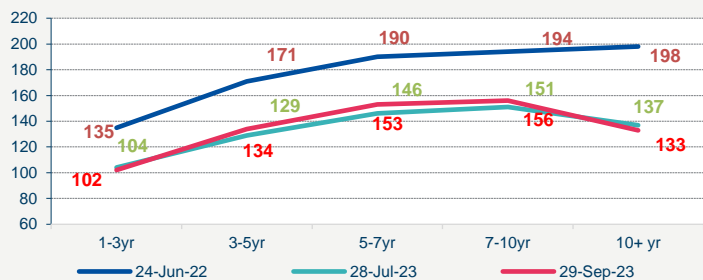


Source: Bloomberg, Amundi Inv. Institute, Data as of 30 September 2023

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

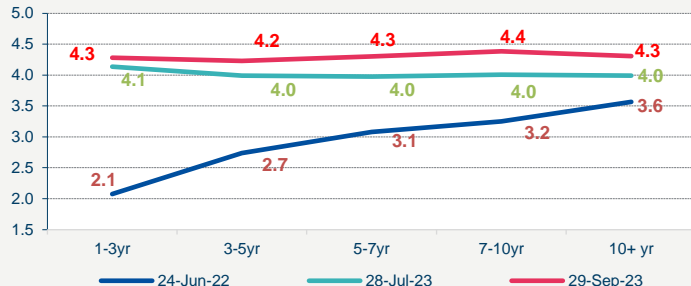
Market data

Euro IG A: OAS (in bp)



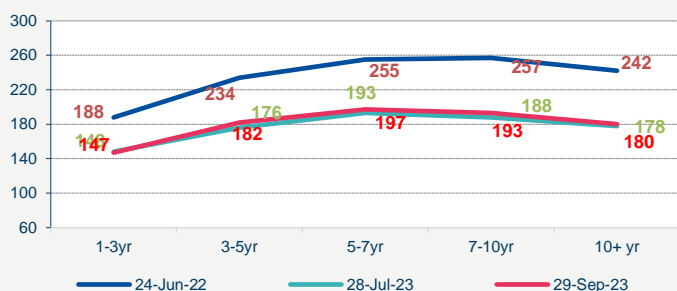
Source: Bloomberg, Amundi Investment Institute

Euro IG A: yield (in%)



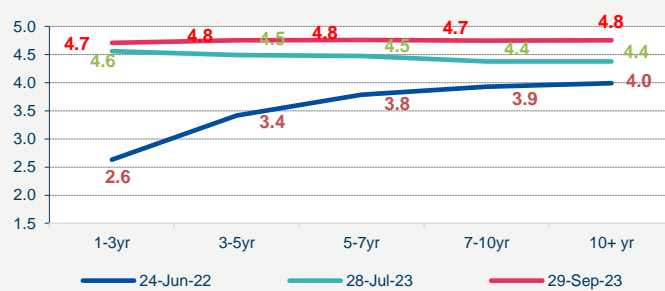
Source: Bloomberg, Amundi Investment Institute

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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