

Primary Market Views €

November 2024

Trust must be earned

In a nutshell

Spreads continued to tighten over the last weeks. The global picture remains positive for credit markets: growth is slowing but economic activity remains resilient and falling inflation is allowing central banks to reduce their rates. We expect another interest rate cut from the ECB by the end of the year. Inflation is declining and downside risks to European growth have increased with the election of Trump.

Demand for credit products remained robust. In October, inflows was strong both for Investment Grade and High Yield. Investors want to take advantage of higher yields before central banks cut rates.

Major risks to credit markets remain:

- (1) downward revision of GDP growth and/or
- (2) Persistent inflation which could call into question expectations of rate cuts. Trump coming to power could lead to more inflationary pressures in the United States and downside risks to growth in the Eurozone.



Sandrine ROUGERON

Global Head of Corporate Clients and Corporate Pension Funds

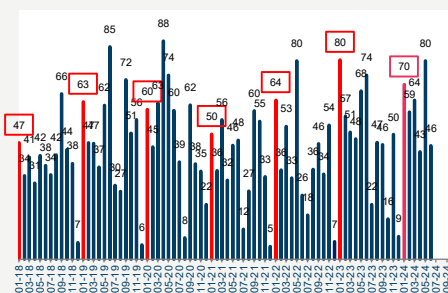


Valentine AINOZ

CFA - Head of Global Fixed Income Strategy, Amundi Investment Institute

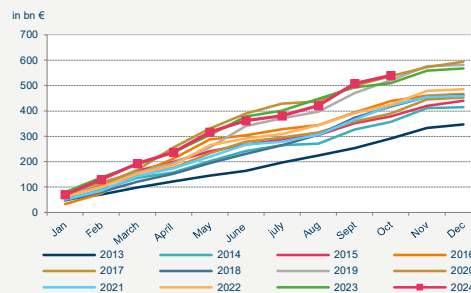
Primary market Investment Grade

Euro IG primary market Monthly issuance (in €bn)



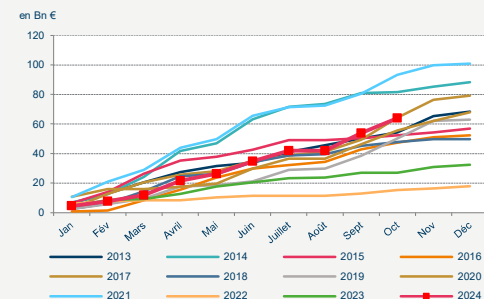
Source: Bloomberg, Amundi Inv. Inst., Data as of 30 October 2024

Euro IG primary market Cumulative flows (in €bn)



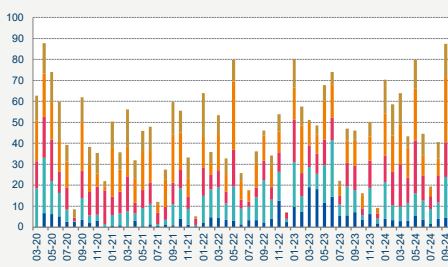
Source: Bloomberg, Amundi Inv. Institute, Data as of 30 October 2024

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



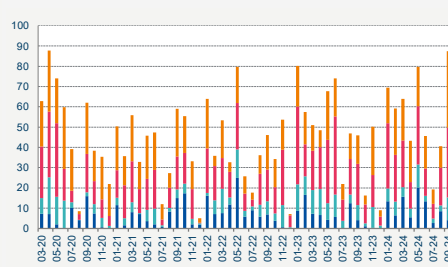
Source: Bloomberg, Amundi Inv. Institute, Data as of 30 October 2024

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



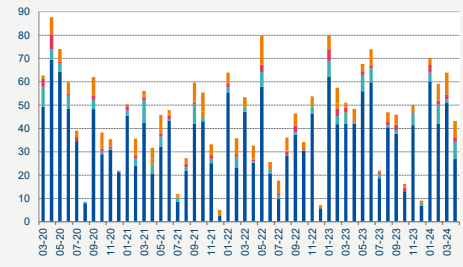
Source: Bloomberg, Amundi Inv. Institute, Data as of 30 October 2024

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



Source: Bloomberg, Amundi Inv. Institute, Data as of 30 October 2024

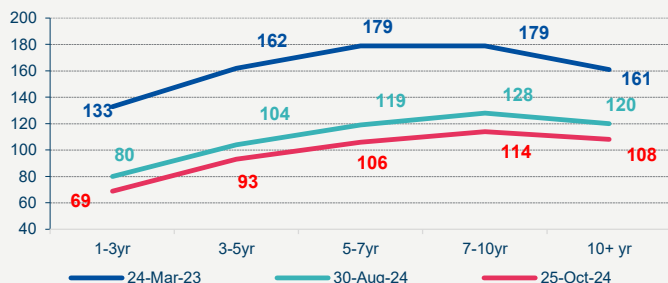
Euro IG primary market Monthly volume by country (in €bn)



Source: Bloomberg, Amundi Inv. Institute, Data as of 30 October 2024

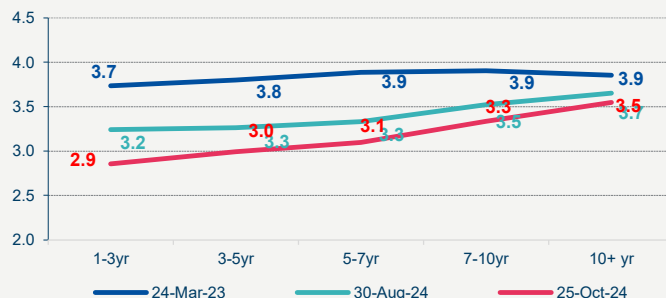
Market data

Euro IG A: OAS (in bp)



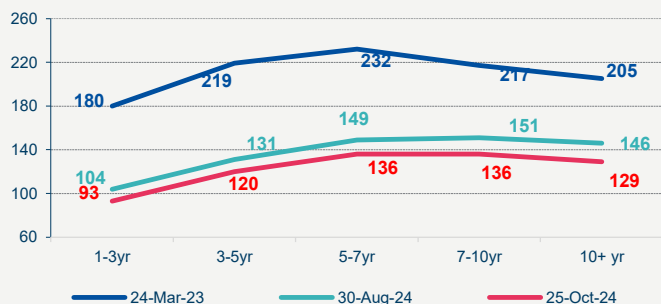
Source: Bloomberg, Amundi Investment Institute

Euro IG A: yield (in%)



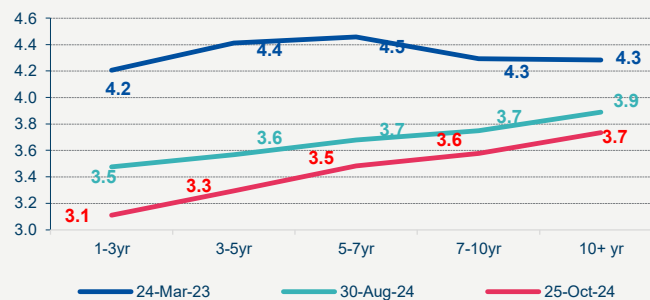
Source: Bloomberg, Amundi Investment Institute

Euro IG BBB: OAS (in bp)



Source: Bloomberg, Amundi Investment Institute

Euro IG BBB: yield (in%)



Source: Bloomberg, Amundi Investment Institute

IMPORTANT INFORMATION

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