

# Primary Market View €

The news of the month

Confidence must be earned

**Amundi**  
ASSET MANAGEMENT

## The essential

- **Credit markets remained particularly resilient to rising rates** as rates are rising so far for good reasons: markets are more confident that we will have a recovery this year. This is a healthy sign of a return to normal.
- **The ECB is closely monitoring the evolution of long-term yields.** “A too abrupt increase in real interest rates on the back of improving global growth prospects could jeopardize the economic recovery.” We expect the ECB to continue to provide strong support to the credit market.
- **We expect corporate fundamentals to improve this year** on the back of higher earnings and greater balance sheet discipline for lower-rated issuers. Indeed, much of the issuance in the HY market is now for refinancing purposes.
- **Ratings momentum in HY, measured by downgrade/upgrade volumes, has turned positive.**

Editor



**ROUGERON Sandrine**

Global Head of Corporate Clients and Corporate Pension Funds

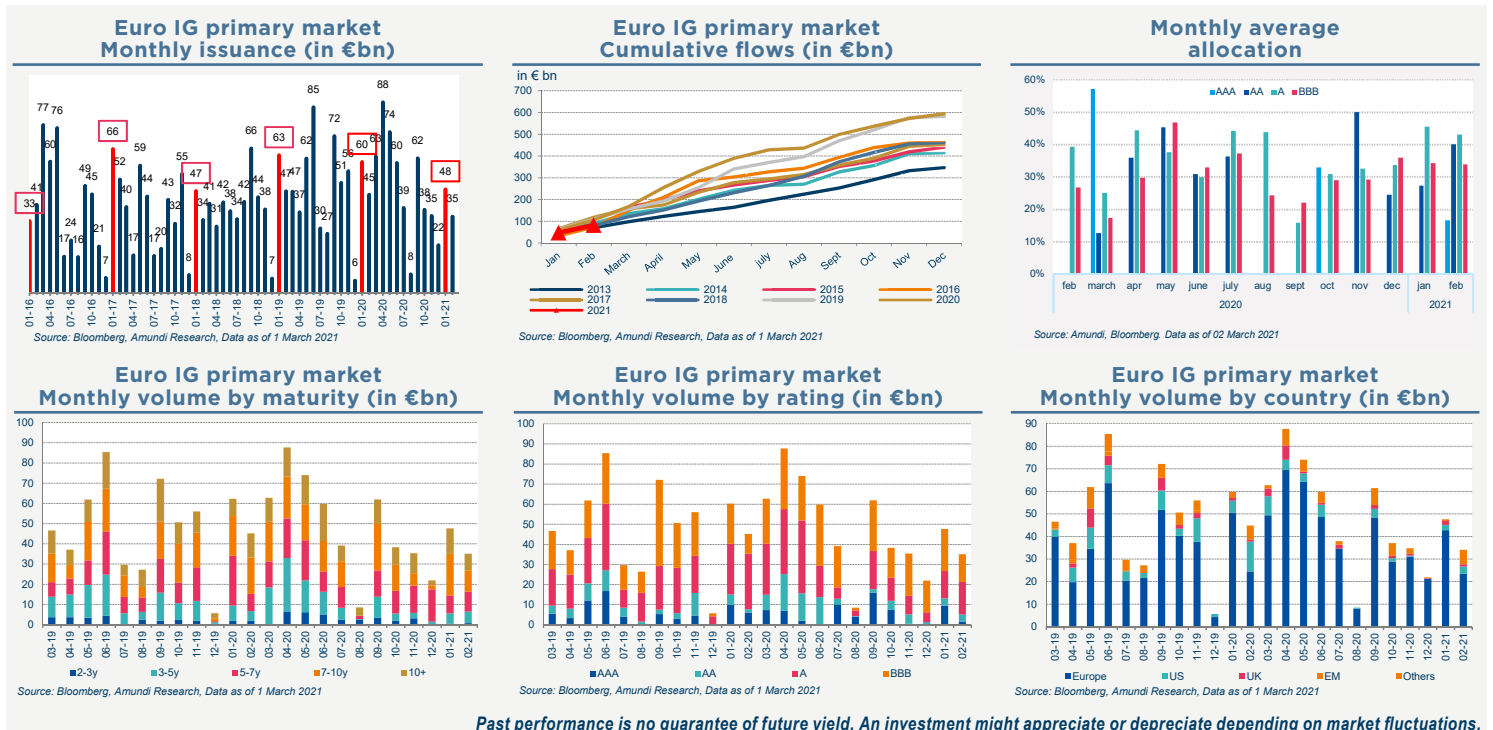
Contributor



**AINOZ Valentine**

Deputy Head of Developed Markets Strategy Research

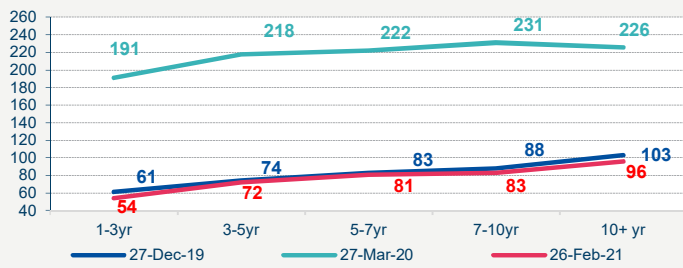
## Primary market Investment Grade



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

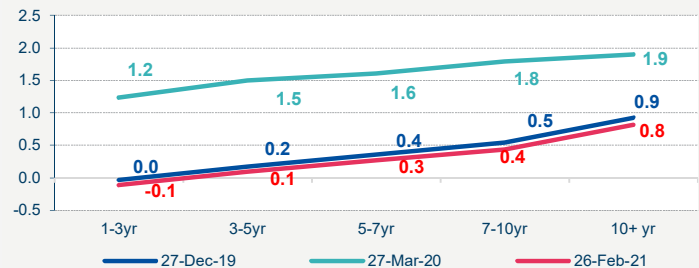
Market data

Euro IG A: OAS (in bp)



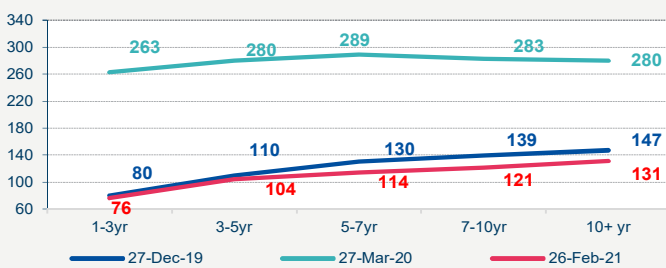
Source: Bloomberg, Amundi Research

Euro IG A: yield (in %)



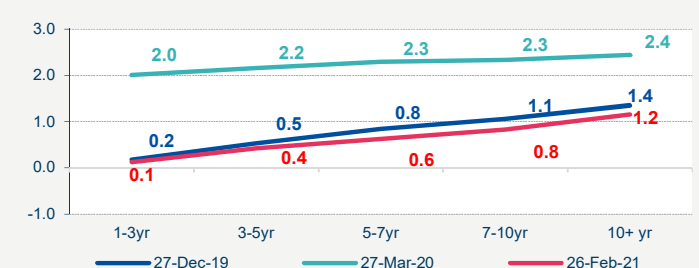
Source: Bloomberg, Amundi Research

Euro IG BBB: OAS (in bp)



Source: Bloomberg, Amundi Research

Euro IG BBB: yield (in %)



Source: Bloomberg, Amundi Research

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Main bonds issues in Euro IG

TRADE DATE	ISIN	TICKERS	ISSUER NAME	MATURITY	INDUSTRY	RATING	CURRENCY	ISSUE AMOUNT	BOOK AMOUNT	% THEORETICAL ALLOCATION	SPREAD (MS+)	COUPON in %
04/02/2021	XS2292263121	MS 0.497 02/07/31	MORGAN STANLEY	07/02/2031	Financial	A	EUR	1,750,000,000	3,800,000,000	46%	MS+90	0.497
08/02/2021	DE000DL19VT2	DB 0 3/4 02/17/27	DEUTSCHE BANK AG	17/02/2027	Financial	BBB	EUR	1,500,000,000	4,200,000,000	36%	MS+145	0.75
08/02/2021	DE000DL19VU0	DB 1 3/8 02/17/32	DEUTSCHE BANK AG	17/02/2032	Financial	BBB	EUR	1,500,000,000	3,400,000,000	44%	MS+175	1.375
08/02/2021	XS2300175655	JPM 0.597 02/17/33	JPMORGAN CHASE & CO	17/02/2033	Financial	A	EUR	1,500,000,000	3,000,000,000	50%	MS+70	0.597
04/02/2021	XS2298304499	SANTAN 0.2 02/11/28	BANCO SANTANDER SA	11/02/2028	Financial	A	EUR	1,250,000,000	3,000,000,000	42%	MS+75	0.2
16/02/2021	CH0595205532	UBS 0 5/8 02/24/33	UBS GROUP AG	24/02/2033	Financial	A	EUR	1,250,000,000	3,000,000,000	42%	MS+65	0.625
02/02/2021	XS2295335413	IBESM 1.45 PERP	IBERDROLA INTL BV	PERP	Utilities	BBB	EUR	1,000,000,000	4,200,000,000	24%	0	1.45
02/02/2021	XS2297549391	CABKSM 0 1/2 02/09/29	CAIXABANK SA	09/02/2029	Financial	BBB	EUR	1,000,000,000	3,700,000,000	27%	MS+115	0.5
12/02/2021	FR00140022B3	SOCGEN 0 1/8 02/18/28	SOCIETE GENERALE	18/02/2028	Financial	A	EUR	1,000,000,000	2,000,000,000	50%	MS+70	0.125
15/02/2021	XS2305244241	LPTY 0 1/4 02/23/26	LEASEPLAN CORPORATION NV	23/02/2026	Financial	BBB	EUR	1,000,000,000	2,500,000,000	40%	MS+95	0.25
16/02/2021	CH0595205524	UBS 0 1/4 02/24/28	UBS GROUP AG	24/02/2028	Financial	A	EUR	1,000,000,000	2,900,000,000	34%	MS+55	0.25
17/02/2021	XS2304664167	ISPIM 0 5/8 02/24/26	INTESA SANPAOLO SPA	24/02/2026	Financial	BBB	EUR	1,000,000,000	2,400,000,000	42%	MS+130	0.625
17/02/2021	XS2306517876	DNBNO 0 1/4 02/23/29	DNB BANK ASA	23/02/2029	Financial	A	EUR	1,000,000,000	1,400,000,000	71%	MS+70	0.25
22/02/2021	FR00140027U2	BPCEGP 0 3/4 03/03/31	BPCE SA	47910	Financial	A	EUR	1,000,000,000	2,100,000,000	48%	MS+100	0.75
23/02/2021	XS2307853098	NWG 0.78 02/26/30	NATWEST GROUP PLC	26/02/2030	Financial	BBB	EUR	1,000,000,000	4,500,000,000	22%	MS+120	0.78
24/02/2021	XS2305026929	NTT 0.342 03/03/30	NTT FINANCE CORP	03/03/2030	Financial	A	EUR	1,000,000,000	2,800,000,000	36%	MS+60	0.342
24/02/2021	XS2305026762	NTT 0.01 03/03/25	NTT FINANCE CORP	03/03/2025	Financial	A	EUR	1,000,000,000	3,800,000,000	26%	MS+70	0.01
02/02/2021	XS2296204444	PLD 0 1/2 02/16/32	PROLOGIS EURO FINANCE	16/02/2032	Financial	A	EUR	850,000,000	2,100,000,000	40%	MS+95	0.5
08/02/2021	XS2299135819	DANBNK 1 05/15/31	DANSKE BANK A/S	15/05/2031	Financial	BBB	EUR	750,000,000	2,000,000,000	38%	MS+160	1
09/02/2021	XS2300313041	FABUH 0 1/8 02/16/26	FIRST ABU DHABI BANK PJS	16/02/2026	Financial	AA	EUR	750,000,000	1,600,000,000	47%	MS+75	0.125

Source: Amundi

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