

Commercial paper and medium-term note market¹ (NEU CP- NEU MTN) - November 2020

Evolution of stocks

- Bank NEU CP: outstanding amounts decrease slows down (-9.5% after -12.9% in October and -2.2% a year ago).
- Corporate NEU CP: outstanding amounts keep increasing (+ 20.7% after + 15.4% in October and + 8.8% a year ago).

Average rates and durations at issuance

- Bank NEU CP: Average monthly rates for issues in euros are stable, at historically low levels for pillars with maturities greater than 3 months. Volume of issues increases strongly over shortest initial maturities (1-3 days) and slightly over initial intermediate maturities (3-month and 6-month).
- Corporate NEU CP: Average monthly rates for issues in euros are down on short maturities (-4 bps over one month) and stable on other maturities.

1. Key data

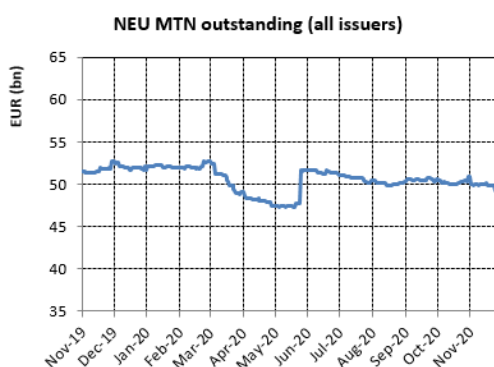
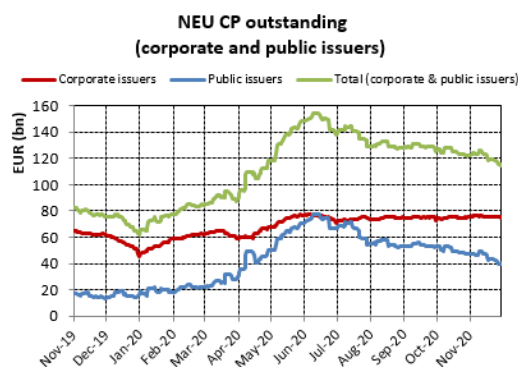
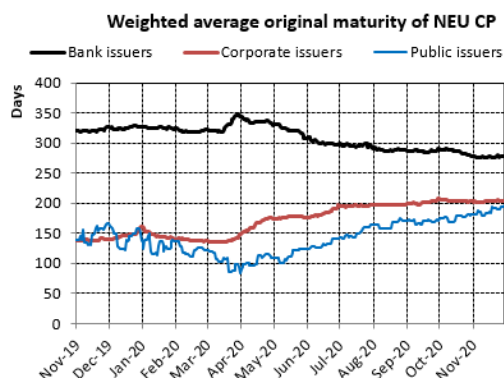
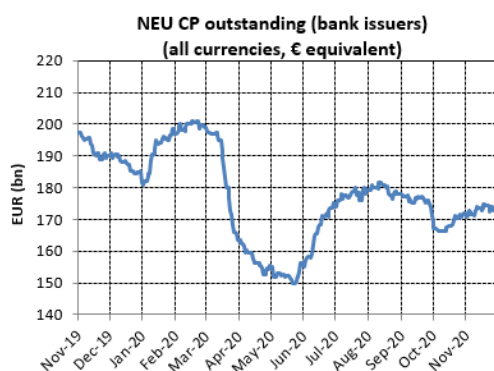
Outstandings (in billions of euros)	Over the month		Change	2008-2018		2008-2018	
	Oct-20	Nov-20		Min.	Date	Max.	Date
NEU CP	299,2	291,7	-7,5	245,3	Jul-16	547,0	Jan-09
Bank issuers	171,9	172,1	0,2	149,6	May-20	465,9	May-09
Corporate and public issuers	122,5	114,8	-7,7	35,2	Jan-10	154,5	Jun-20
Securitization vehicles	4,8	4,8	0,0	3,0	Oct-14	42,4	Feb-08
NEU MTN	50,9	49,7	-1,2	40,2	Nov-16	79,5	Jan-14
Total	350,1	341,4	-8,7	291,6	Jul-16	618,1	Jan-09

Source : Banque de France - DGSO - DMPM - STCN

New issuers/programs :

(more details in snapshot page 2)

MERSEN (Corporate) on the NEU MTN segment

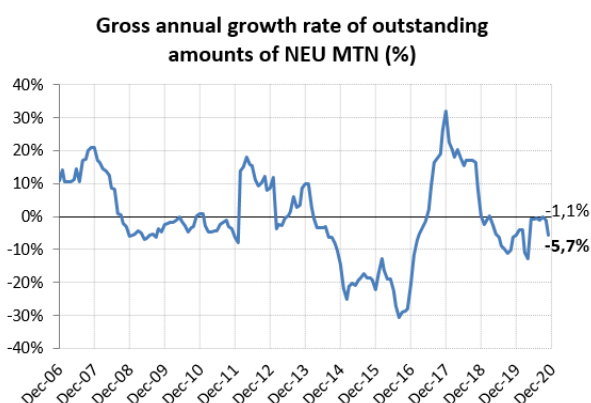
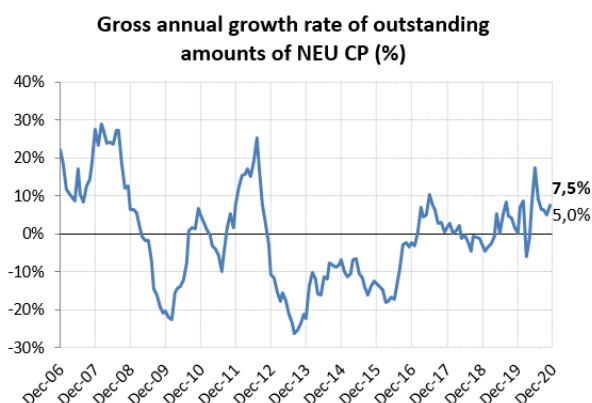


Source : Banque de France- DGSO -DMPM - STCN

¹ Trade name : Negotiable European Commercial Paper and Medium-Term Note (NEU CP – NEU MTN)

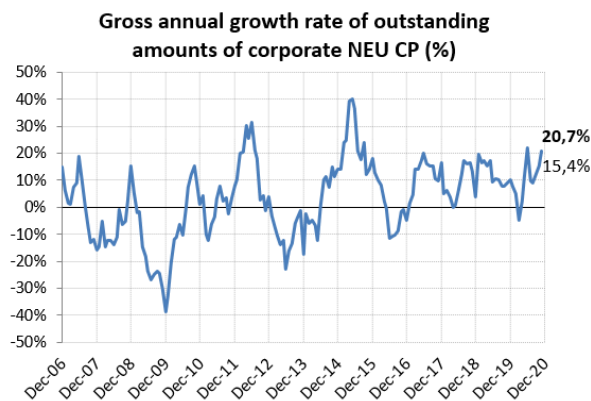
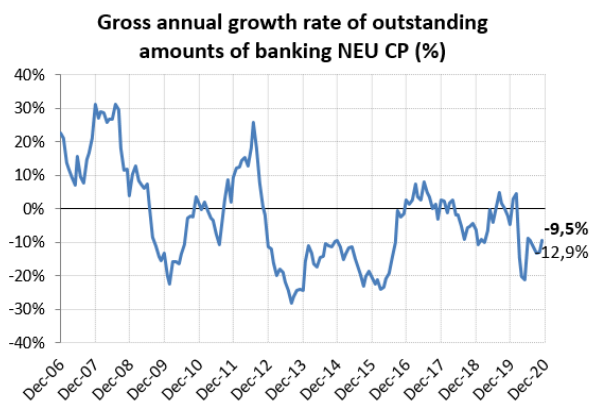
2.1. Evolution of stocks of NEU CP and NEU MTN (nsa data)

- **NEU CP:** the annual growth rate of outstanding amounts recovers in November (+ 7.5% after + 5% in October and + 1.5% a year ago).
- **NEU MTN:** the annual growth rate of outstanding amounts decreases (-5.7%, after -1.1% in October and -6.4% a year ago).



Source: Banque de France- DGSO -DMPM - STCN

- **Banking NEU CP:** the annual growth rate of outstanding amounts slows its decrease (-9.5% after -12.9% in October and -2.2% a year ago).
- **Corporate NEU CP:** the annual growth rate of outstanding amounts keeps increasing (+ 20.7%, after + 15.4% in October and + 8.8% a year ago).



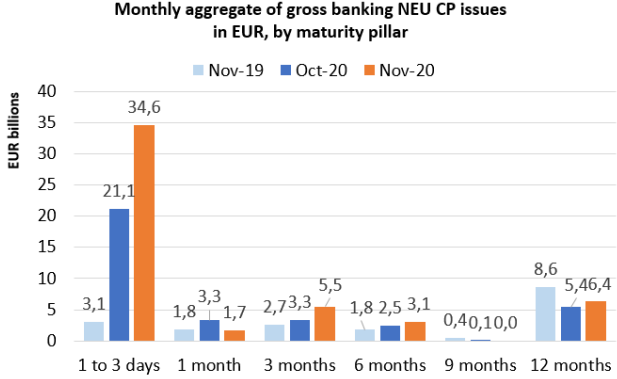
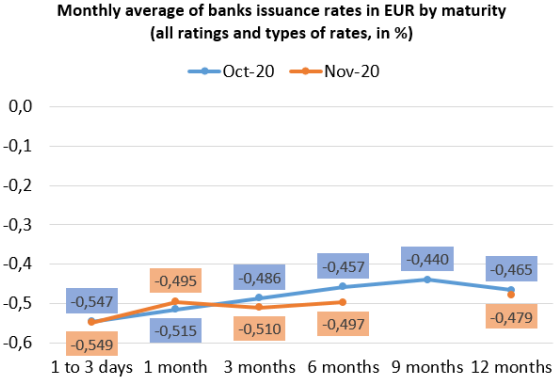
Source: Banque de France- DGSO -DMPM - STCN

New issuers/programs

MERSEN: Implementation of a NEU MTN program capped at EUR 200 million and not rated (MERSEN is a company listed on a regulated market, Euronext Paris). MERSEN already owned a NEU CP program, capped at EUR 200 million, since 2016.

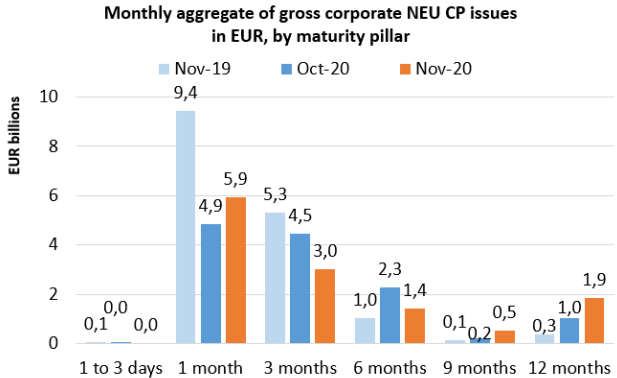
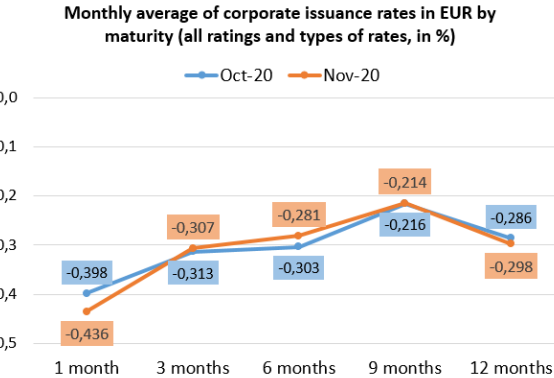
2.2. Average rates and durations at issuance

- The average monthly rates for Bank NEU CP issues in euros are stable, at historically low levels for pillars with maturities greater than 3 months.
- The volume of issues increases strongly over shortest initial maturities (1 to 3 days) and more slightly over initial intermediate maturities (3-month and 6-month). On the other hand, they fell back slightly over 1-month and 12-month maturities.



Source: Banque de France- DGSO -DMPM – STCN

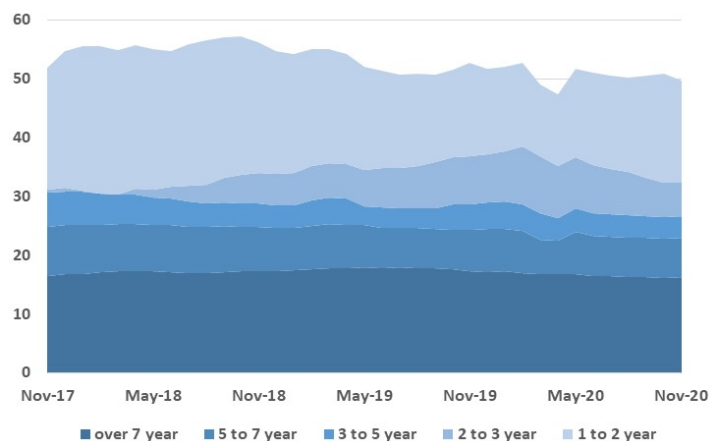
- Compared with the previous month, the average monthly rates for corporate NEU CP issues are down on short maturities (-4 bps over one month) and stable on other maturities.
- Issuances by maturity pillar increase over 1-month, 9-month and 12-month issues. They fall back on intermediate maturities (3-month and 6-month)



Source: Banque de France- DGSO -DMPM - STCN

Structure and rate conditions on NEU MTN market

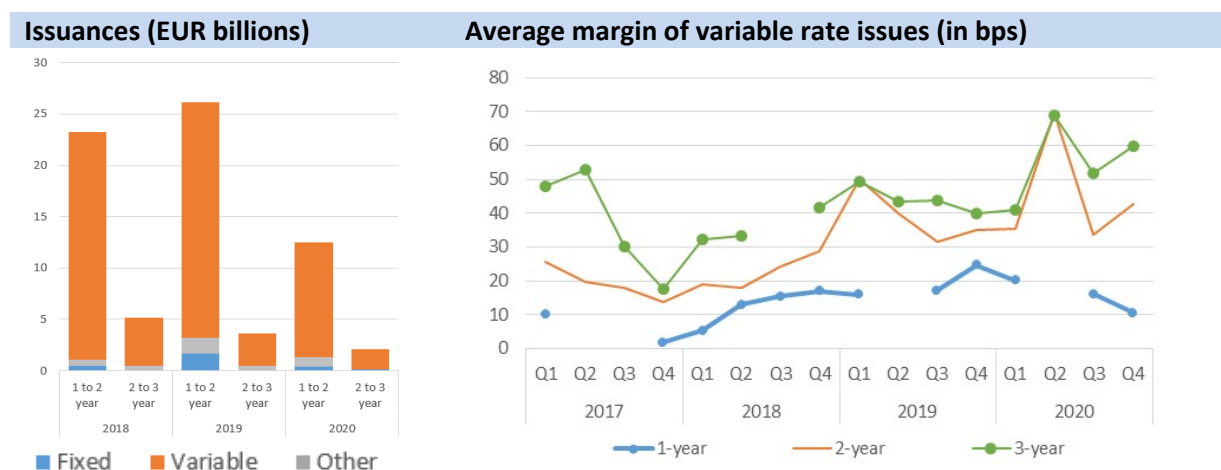
The data below are calculated for all categories of issuers (financial, non-financial and public sector) and all ratings combined.



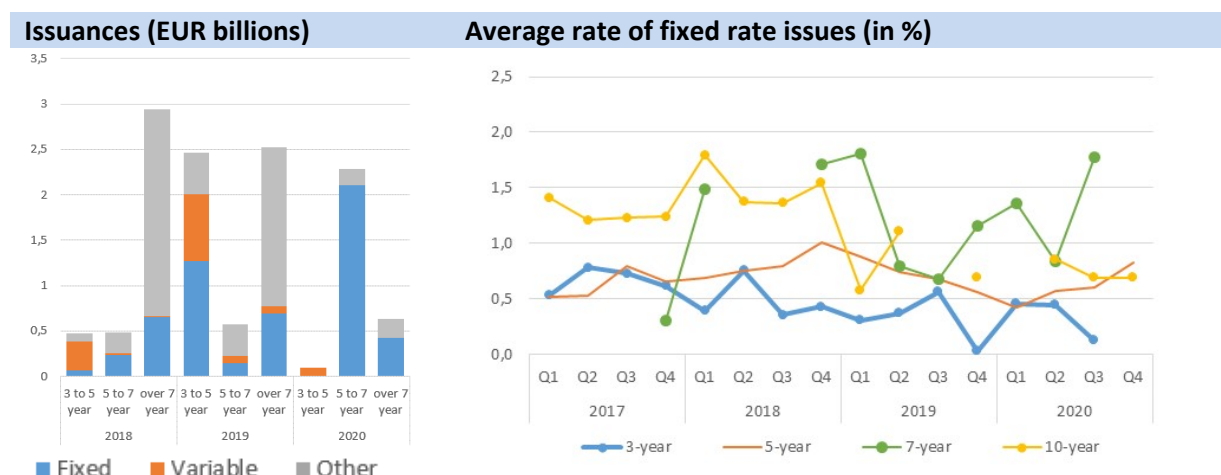
NEU MTN (medium-term notes) outstanding amounts remained broadly stable despite a decline in spring 2020. This market is split into two pockets of equal parts:

- A pocket for issues of less than three years, mainly at variable rates.
- A pocket longer than three years, mainly at fixed or structured rates.

Structure and rate conditions, maturities up to 3 years



Structure and rate conditions, maturities over 3 years



Apart from temporary peak including the covid crisis, the yields of NEU MTN are generally stable on both fixed and variable rates. The decrease on Swap OIS mitigates the observed increase in margins on variable rates.

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