

- The total outstanding amount of the NEU CP and NEU MTN markets was €282.2 billion in June after €280.7 billion in May. The market increase was mainly driven by the NEU CP segment (+€2.6bn), with an increase in financial issuers (+€2.4bn). The NEU MTN segment is down (-€1.1 bn)
- The downward trend in financial issuers' rates continued in June on maturities above 3 months.
- Corporate rates rose slightly (+15 bps) on the 3-month pillar, where issuance fell sharply after record 10-year issues the previous month. Rates were stable on the 1-month pillar and rose sharply on the longest maturities, but in reduced issue volumes.

1. Market overview

Stocks (EUR billions) and annual variation

	Jun-22	May-22	Jun-21	Var. (%)
NEU CP	242,0	239,4	253,1	-4,4%
Financial issuers	140,8	138,4	152,1	-7,4%
Corporate issuers	64,9	66,2	58,8	10,4%
Public issuers	28,4	28,0	37,3	-23,9%
Securitization vehicles	7,9	6,8	4,9	61,2%
NEU MTN	40,2	41,3	47,7	-15,7%
Total	282,2	280,7	300,8	-6,2%

Source : Banque de France

NEU CP Roll rates



- The overall outstanding amount of the NEU CP market was €242 billion in June, a slight increase (+€2.6 billion) compared to the previous month. The increase in financial issuers (+€2.4bn) and ABCP conduits more than offset the decrease in corporate issuers (€1.3bn)
- The decrease in the outstanding amount of the NEU MTN market continued to reach €40.2 billion (-€1.1 billion over one month).
- In June, the reissue rate of NEU CPs increased compared to the previous year, with an increase in the volume of issues and maturities compared to the previous year.

2. Issuances and stocks of NEU CP by sector and by original maturity

Financial issuers

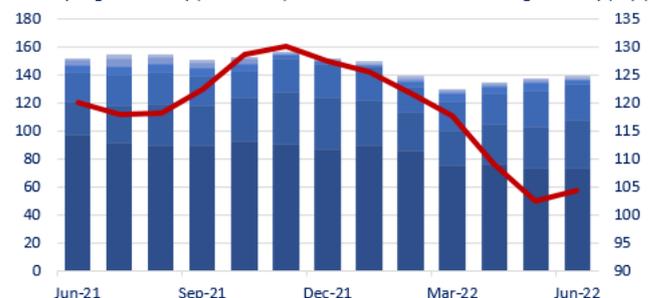
Issuance by original maturity (EUR billions)

Original average maturity (days)



Stocks by original maturity (EUR billions)

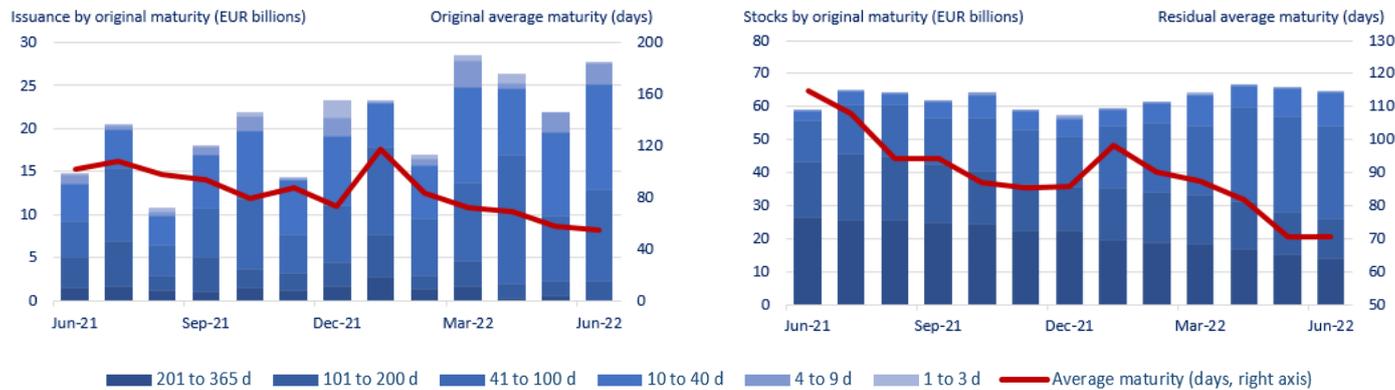
Residual average maturity (days)



Legend: 201 to 365 d, 101 to 200 d, 41 to 100 d, 10 to 40 d, 4 to 9 d, 1 to 3 d, Average maturity (days, right axis)

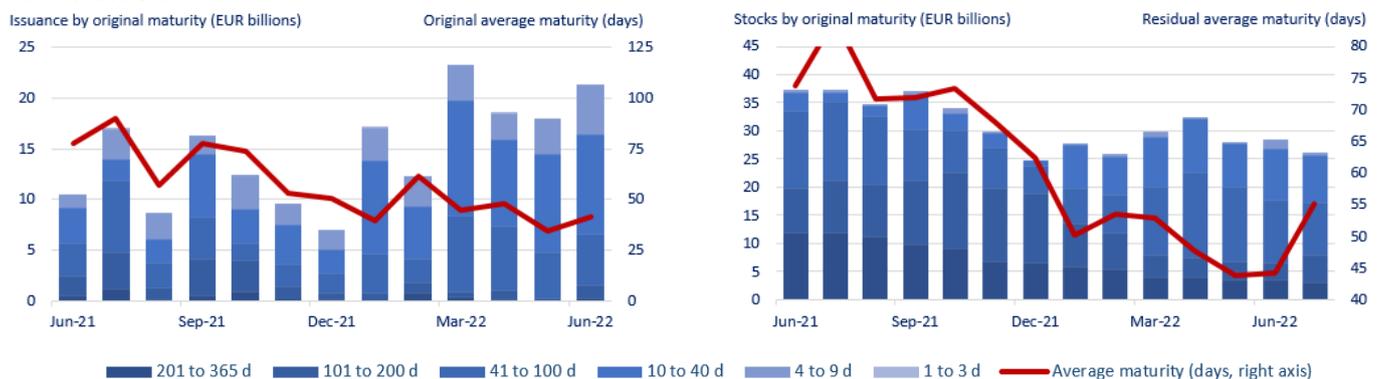
- Financial sector issuance increased significantly (€57.3 billion in June after €52.0 billion in May); the increase was concentrated in issues of 201 to 365 days (+€5.3 billion). The average initial maturity was stable at around 75 days. The recovery effect of long issues (201 to 365 days) was cancelled out by the increase in short issues (1 to 3 days).
- Outstandings have recovered for the third consecutive month (+€1.6 billion), while the average residual maturity has risen to 105 days.

Corporate issuers



- Corporate issuance remained high at €27,8 billion, the value in May was €21,9 Bns .
- The average initial maturity of issuances fell for the 5th consecutive month to 55,2 days.
- Outstanding amounts fell a little bit in June (-€1,2Bns) and the average residual time stabilizes at 71 days

Public issuers



- Issuance by public issuers rose from €17.9 billion in May to €21.3 billion in June, the fourth consecutive month of high issuance (almost €20 billion on average each month).
- The average initial duration is back on the rise in June (41 days) after a low point (34 days) in May.
- Outstanding loans are more or less stable. It rose from €28 billion to €28.4 billion in June. The average residual maturity stabilized at 44 days (unchanged over one month).

3. Issuances and stocks of NEU MTN by original maturity



- NEU MTN's issuance doubled in June and exceeded €1.1 billion, a return to the usual monthly issuance levels in this segment, after three months when a wait-and-see attitude dominated (issuance volumes of around €500 million).
- The average initial maturity has increased to 9.4 years due to the issuance of perpetual securities (15% of the issues during the month).
- Outstanding amounts fell further to €40.1 billion, down €1.2 billion over one month. The average residual maturity increased to 4 years due to the very long issues mentioned in the previous point.

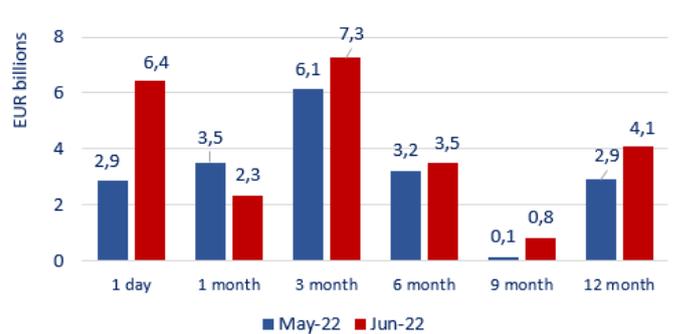
4. Average rates of NEU CP and maturities at issuance

Financial issuers

Average rates at issuance in Euros



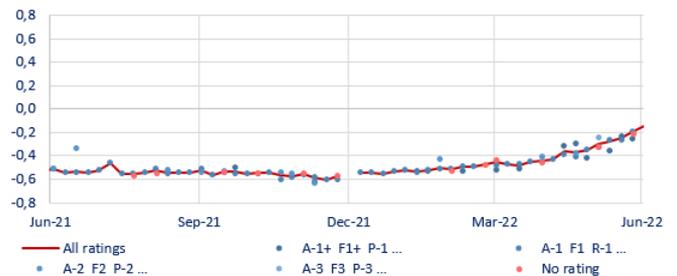
Cumulated issuances



- Average rates up to one month were down in June, in line with the schedule of rate hikes announced by the euro system.
- The yield curve continued to steepen for terms of three months or more. Rates have risen sharply and steadily as maturities have lengthened (+15 bps on 3-month, +30 on 6 month and between +50 and +60 bps on 9 and 12 month).
- There was also an explosion of overnight issues in June, potentially due to the increase in ECB rates during this period.

Dispersion of financial issuers' average rates¹ at issuance on the 3-month maturity pillar (weekly data)

- Average issuer rates have risen about 20 bps since April.
- The dispersion of average rates by rating category has increased slightly in recent months.



Corporate issuers

Average rates at issuance in Euros



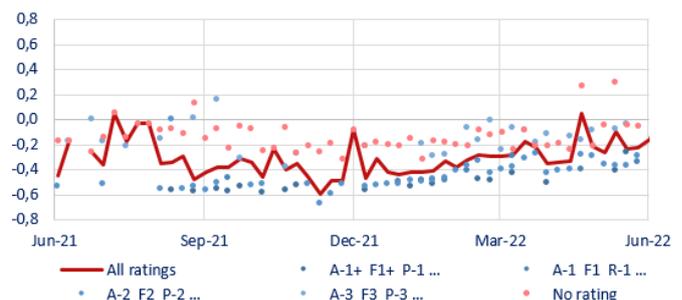
Cumulated issuances



- Average rates have increased on the 1-month pillar and are rising significantly on the 3-month pillar (+16 bps). Rates rose more strongly on the 12-month pillar (+24 bps) in admittedly reduced volumes.
- Corporate issuance is heavily concentrated on the flagship maturities for working capital financing (1 and 3 month pillars). These issuers are abandoning the longest maturities (between 6 and 12 months) in a context of rising interest rates and very short maturities.

Dispersion of corporate issuers' average rates at issuance on the 1-month maturity pillar (weekly data)

- Average issuer rates have risen about 12 bps since April.
- The dispersion of average rates by rating category is increasing.



¹ Outliers are not displayed so as to improve the clarity and detail of charts by dispersion of average rates.