

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

Evolution of stocks

- Bank NEU CP: slight acceleration in the contraction of outstanding amounts (-13.5% year on year, after -11.5% in August and + 1.7% a year ago).
- Corporate NEU CP: outstanding amounts evolution remains positive (+ 12.2%, after + 9% in August and + 7.7% a year ago).

Average rates and durations at issuance

- Average rates are trending downward for bank NEU CPs on all maturities (except 6 months). The trend is more heterogeneous for the NEU CP Corporate (lower rates except for the 3 and 6 month maturities).
- Distribution of issuance reflects the usual strategy of issuers: volumes are concentrated on the 1 to 3 days and 12 months pillars of maturity for bank securities, whereas corporate issuance is focused on 1 and 3 months (with an increase over the 6 months compared to usual levels).

1. Key data

Outstandings (in billions of euros)	Over the month		Change	2008-2018		2008-2018	
	30-Aug-20	30-Sep-20		Min.	Date	Max.	Date
NEU CP	310,7	300,8	-9,9	245,3	04/07/16	547,0	27/01/09
Bank issuers	177,7	170,4	-7,3	149,6	22/05/20	465,9	22/05/09
Corporate and public issuers	128,0	125,4	-2,6	35,2	22/01/10	154,5	11/06/20
Securitization vehicles	5,0	5,0	0,0	3,0	01/10/14	42,4	19/02/08
NEU MTN	48,1	48,6	0,5	40,2	15/11/16	79,5	24/01/14
Total	358,8	349,4	-9,4	291,6	04/07/16	618,1	27/01/09

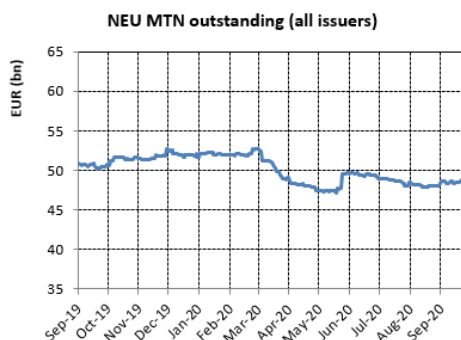
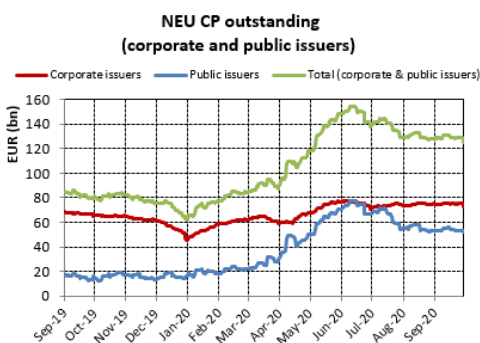
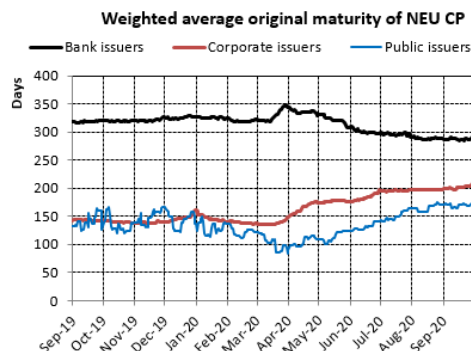
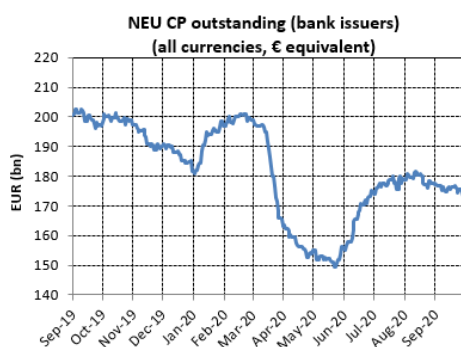
Source : Banque de France - DGSO - DMPM - STCN

New issuers :

(more details in snapshot page 2)

SOCIETE BIC (Corporate)

LATECOERE (Corporate)

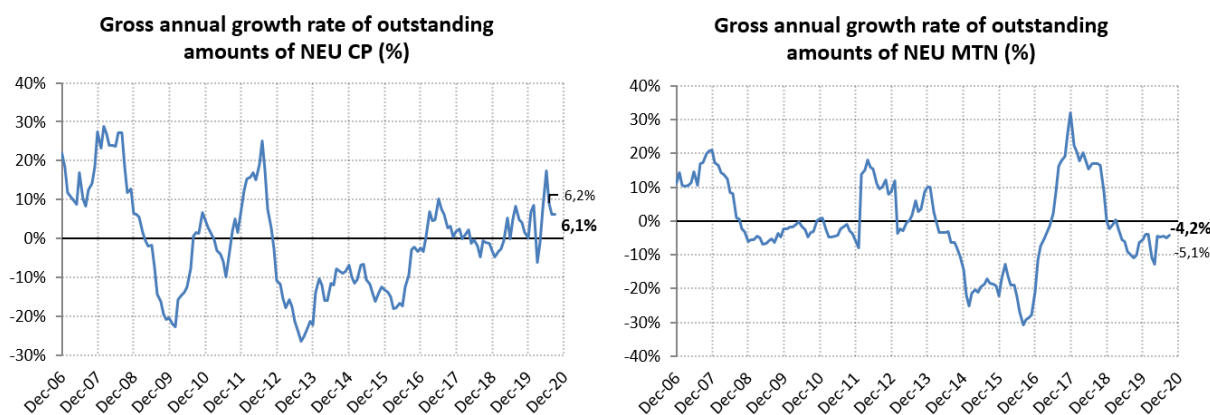


Source: Banque de France- DGSO -DMPM - STCN

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

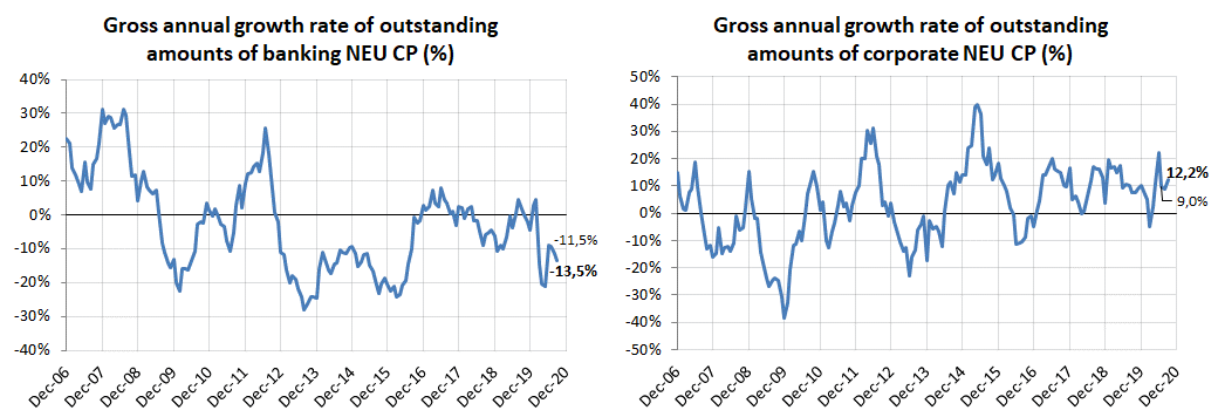
2.1. Evolution of stocks of NEU CP and NEU MTN (nsa data)

The non-seasonally adjusted (nsa) annual growth rate of NEU CP outstanding amounts stabilizes in September (+ 6.1% after + 6.2% in August and + 4.7% a year ago). That of NEU MTN outstanding amounts, still in negative territory, recovers slightly (-4.2%, after -5.1% in August and -11.1% a year ago).



Source: Banque de France- DGSO -DMPM - STCN

This overall development, however, covers different dynamics depending on the market segments. The annual growth rate of NEU CP banking outstanding amounts - negative – decreases (-13.5% after -11.5% in August, and + 1.7% a year ago). On the other hand, that of the outstanding amounts of corporate NEU CP - positive - is on the rise again (+ 12.2%, after + 9% in August and + 7.7% a year ago).



Source: Banque de France- DGSO -DMPM - STCN

New issuers

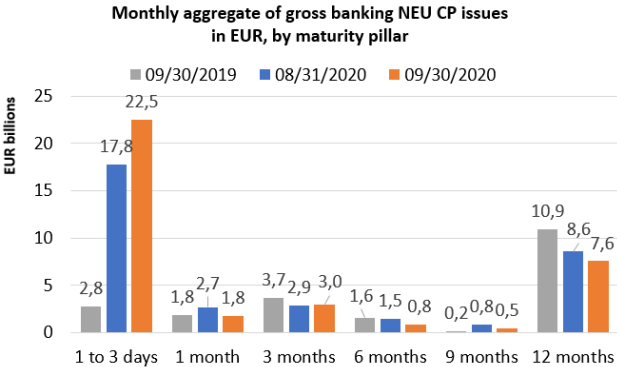
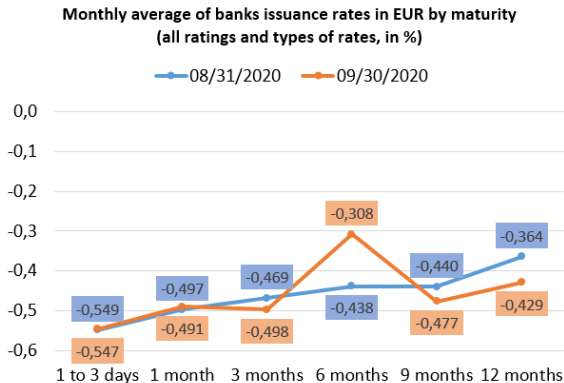
SOCIETE BIC: NEU CP program capped at EUR 200 million and unrated (as shares of the Company are listed on a regulated market -Euronext Paris), belonging to the “Consumer goods” sector.

LATECOERE: NEU CP program capped at EUR 200 million and unrated (as shares of the Company are listed on a regulated market -Euronext Paris), belonging to the “Aeronautics Industry” sector.

2.2. Average rates and durations at issuance

The **monthly average rates** of **banking** NEU CP issues in euros (all program ratings and all types of rates considered) are stable on the 1 to 3 days and 1 month pillars of maturities, and fall on most maturities greater than 1 month (-3 bps over the 3 months, - 4 bps over the 9 months and -6 bps over the 12 months). On the contrary, the average rate increases for 6-month issues due to structure effects on the rating of issuers.

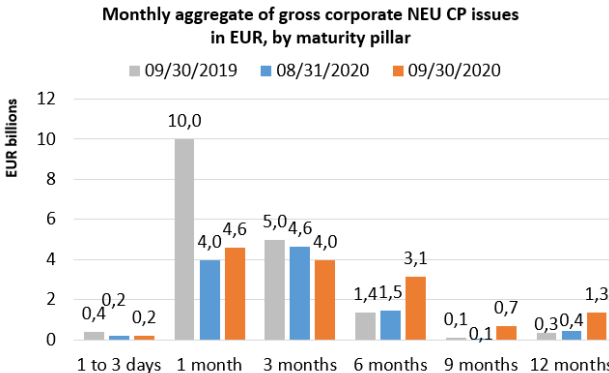
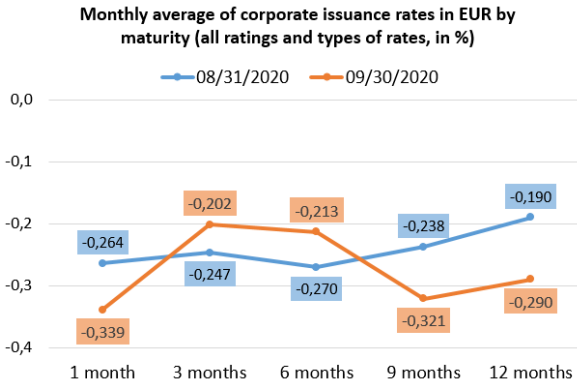
The **volumes** issued are generally down for maturities greater than 1 month, with the exception of being stable for 3-month maturities. The volume of issues for the initial durations of 1 to 3 days continues to increase. The most frequent terms at issuance remain unchanged and concern mostly short (1 to 3 days) and long (12 months) maturities.



Source: Banque de France- DGSO -DMPM – STCN

The **monthly average rates** of **corporate** NEU CP issues increase slightly (4 and 6 bps) on the pillars of 3 and 6 months maturities while they relax on short (-8 bps on 1 month) and longer maturities (-8bp on 9 months and -10bp on 12 months).

Volumes issued increase on long maturities (6 months and more) and are stable compared to the previous month on shorter maturities (1 and 3 months).



Source: Banque de France- DGSO -DMPM - STCN

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