



EUROPEAN CENTRAL BANK

EUROSYSTEM

ECMI Annual Conference: Easing financing conditions for corporates

Imène Rahmouni-Rousseau

Director General

ECB Market Operations



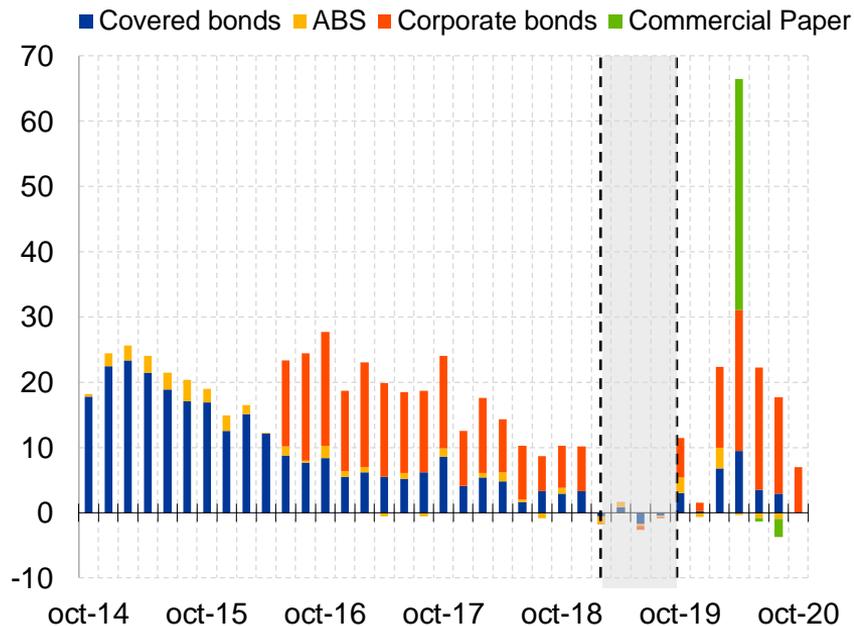
6 November 2020

The views expressed are those of the presenter and do not necessarily reflect those of the ECB

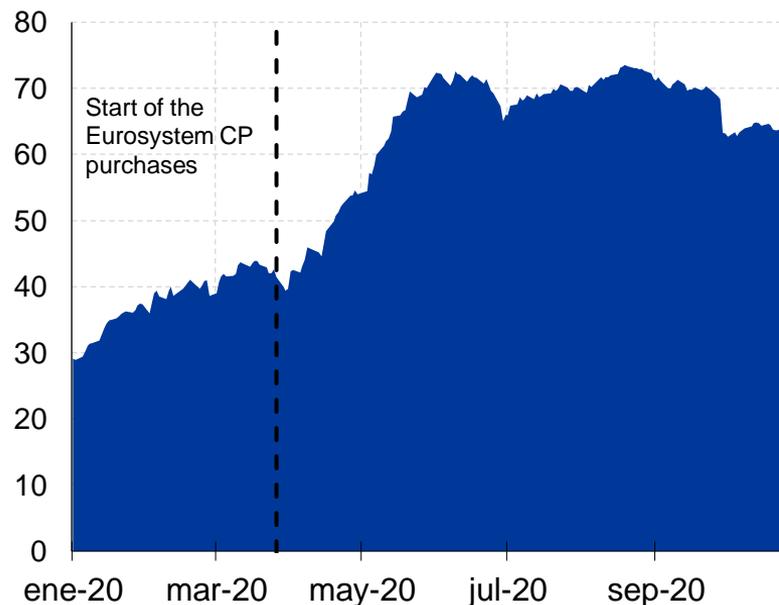
Eurosystem's private sector purchases increased after the outbreak of Covid-19

Net purchases of the private sector parts for the APP and PEPP (bi-monthly, EURbn)

(lhs: EURbn; rhs: basis points)



Euro area non-financial commercial paper (CP) universe evolution (EURbn)

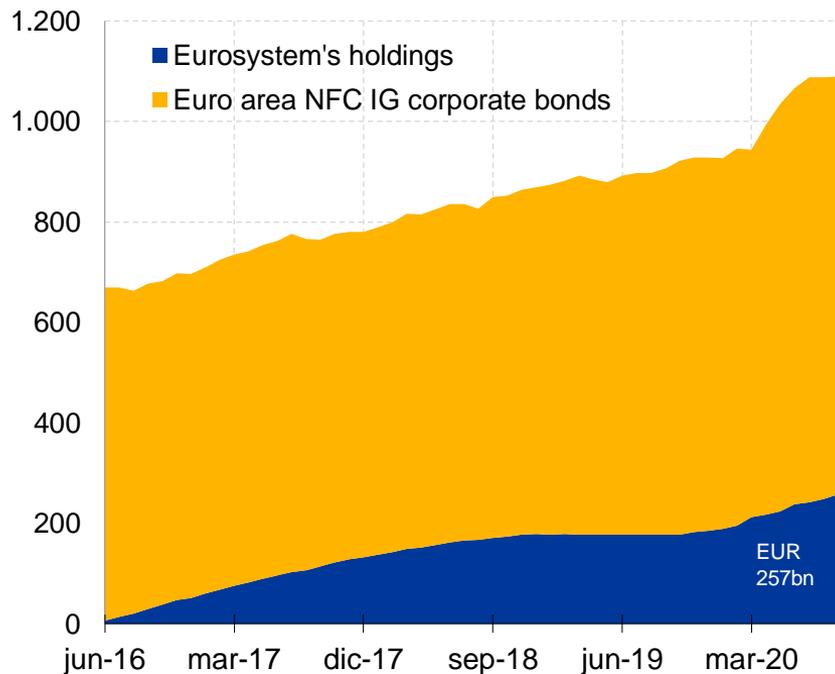


Source: ECB website. Note: Bi-monthly net purchases. Purchases approximated from change in holdings. Negative values for a subcategory indicate that redemptions were greater than gross purchases for that period. Grey area represents reinvestment phase. Last observation: 30 September 2020

Source: C2D/EA, ECB website. Last observation: 31 October 2020.

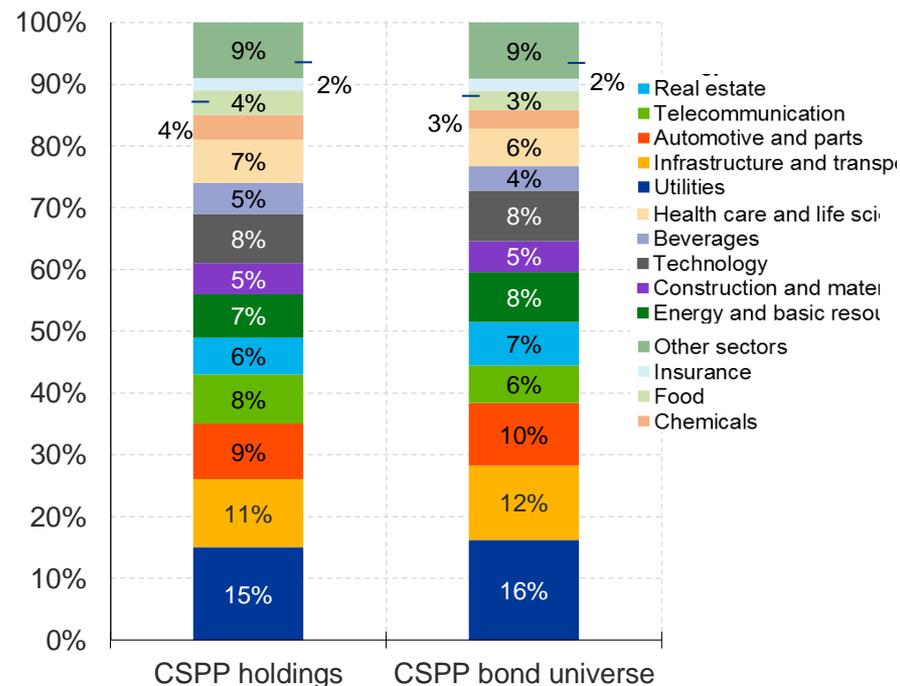
NFC IG bond universe increased substantially – CSPP holdings close to market weights

Evolution of the Eurosystem's corporate bond holdings and the euro area investment grade non-financial corporate bond universe (EURbn)



Source: ECB website, C2D/EA, last observation 31 October 2020

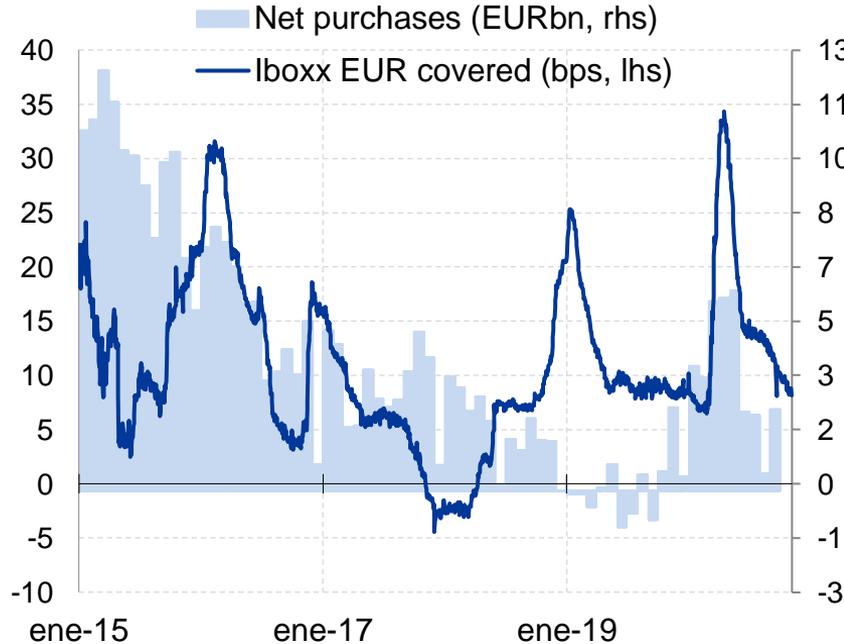
CSPP holdings vs the universe by sector



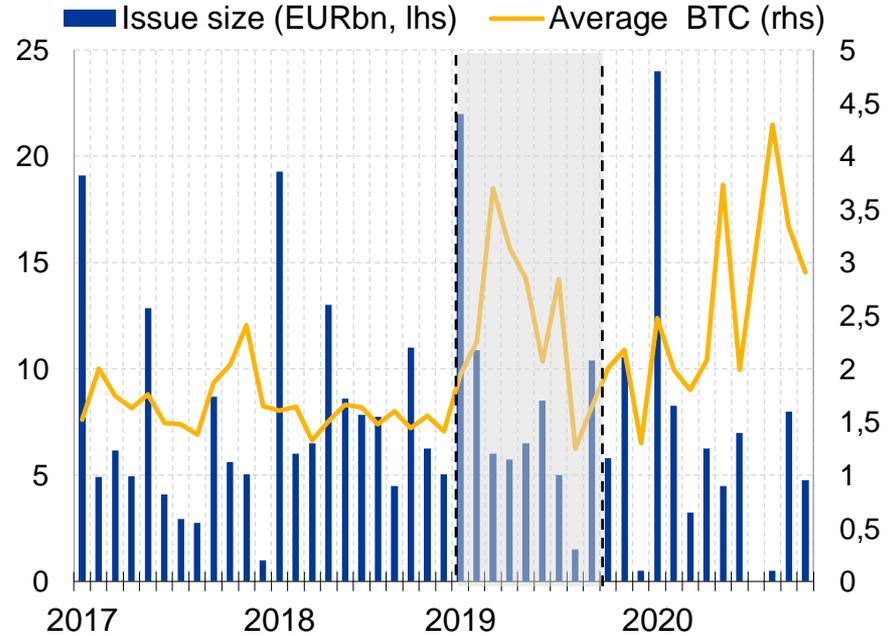
Source: ECB website, last observation 30 September 2020

CBPP3's footprint in the market has not prevented market functioning

Covered bonds spread movement and CBPP3 monthly net purchases



Bid-to-cover ratios of CBPP3 eligible bonds and gross issuance



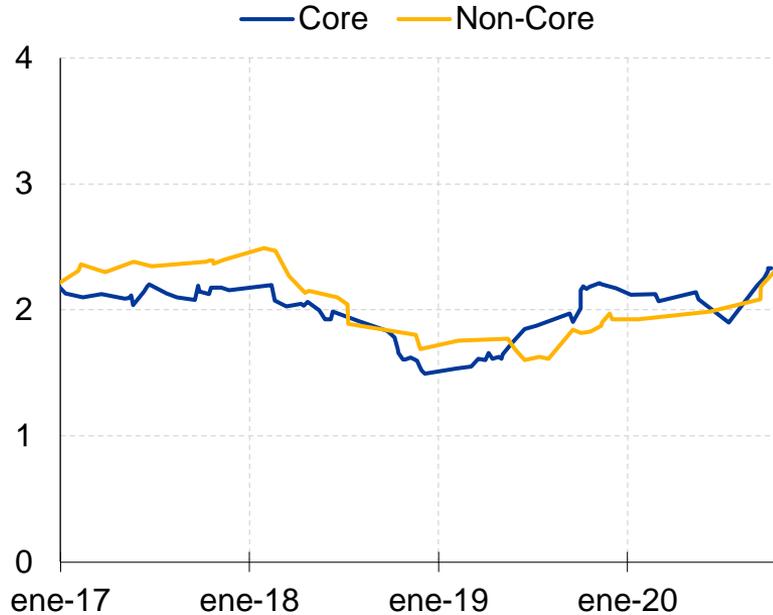
Source: ECB website. Note: Purchases approximated from change in holdings. Negative values indicate that redemptions were greater than gross purchases for that period. Last observation: 30 September 2020

Source: Bloomberg, ECB calculations. Note: Grey area represents reinvestment phase. Last observation: 27 October 2020

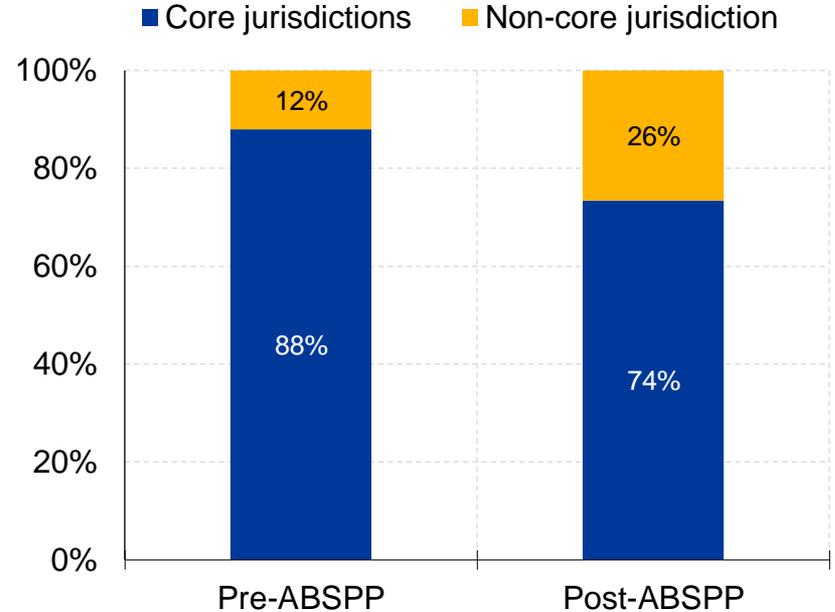
The ABSPP has supported the primary market and contributed to European integration

Euro area public issuance senior tranche bid-to-cover ratio

(Order book/Offered)



Euro area senior tranche public issuance (in percentage)



Source: JPM, ECB calculations.
Notes: Bid-to-cover ratio calculated as previous 12 auctions rolling average.
Euro Area senior tranche auctions.

Source: JPM, ECB calculations.
Notes: Pre-ABSPP refers to the period between January 2010 until November 2014. Post-ABSPP refers to December 2014 until 30 October 2020.