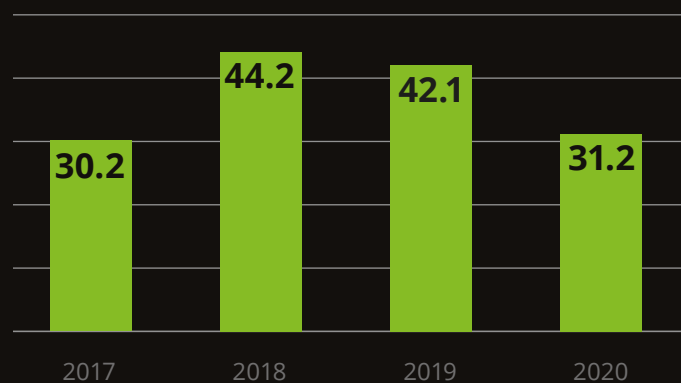


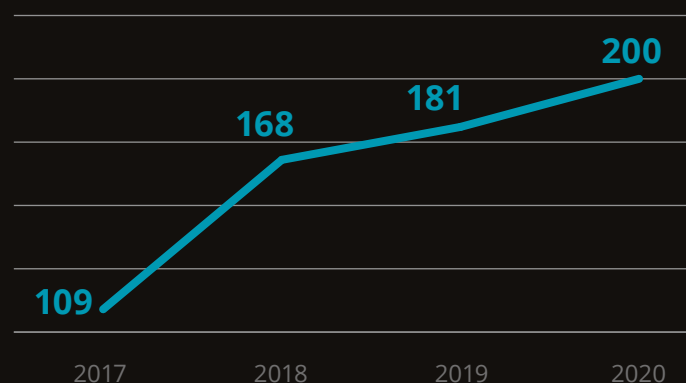
Bond Index 2020

Corporate bond issuance volumes in 2017–2020 (CZK billion)



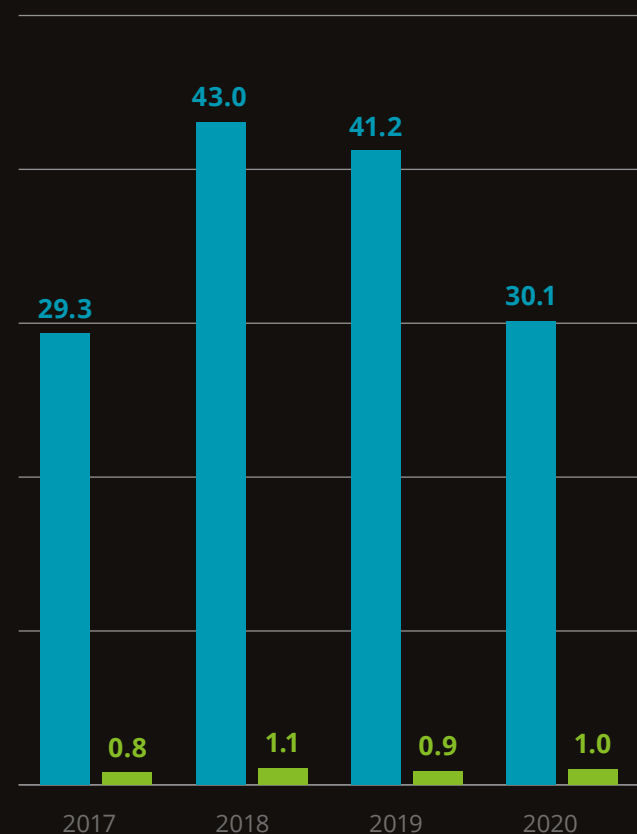
↓ **31 billion** corporate bond issuance volume in 2020

Number of new corporate bonds issued in 2017–2020



In 2020, there was a decrease in the issuance volume; however, the total amount of newly issued bonds increased. The number of newly issued corporate bonds in CZK has doubled over the past four years. Due to the use of bond financing by smaller companies, the average issuance volume has been decreasing gradually since 2017.

Above-the-limit and below-the-limit issuance volumes in 2017–2020 (CZK billion)



5 companies with largest bond issuance volumes in 2020

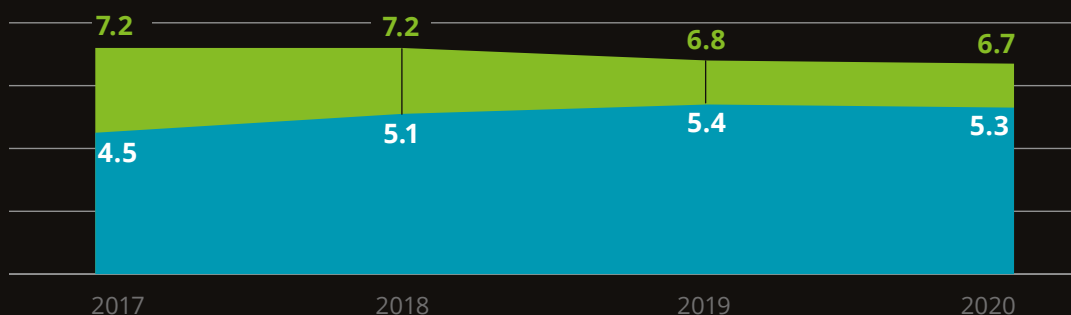
Issuer	Maturity	Coupon rate (p.a.)	Issuance volume (CZK million)
EPH Financing CZ, a.s.	2025	4.50%	5,000
Heureka FinCo CZ a.s.	2025	5.25%	2,550
BICZ Bond 2020 s.r.o.	2025	5.50%	1,500
ČD Cargo, a.s.	2027	1.65%	1,000
HB Reavis Finance CZ II, s.r.o.	2025	4.85%	750

115 The above-the-limit issuance amount in 2020 decreased by 3%, with the average issuance amounting to CZK 262 million.

85 The below-the-limit issuance amount in 2020 increased by 35%, with the average issuance amounting to CZK 12 million.

The decrease in the volume of new issuance in 2020 can be explained namely by the decrease in the volume of the above-the-limit issuance, which was due to a smaller volume of new issuance on the Prague Stock Exchange. The amount of below-the-limit issuance increased significantly in 2020.

Development of coupon yields of above-the-limit and below-the-limit issuance (% p.a.)

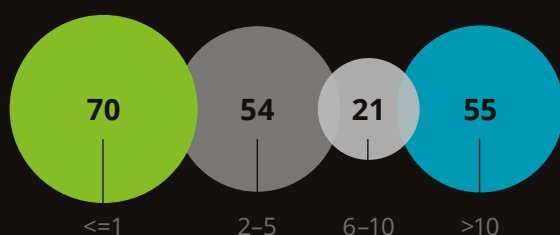


50%
decrease of the coupon spread between above-the-limit and below-the-limit issuance

In 2020, below-the-limit issuance offered a 1.4 percentage point higher coupon yield than above-the-limit issuance. Since 2017, the "issue size premium" has decreased by 50%. The coupon range for issuance above CZK 500 million was between 1.65% p.a. and 6.5% p.a.

■ above-the-limit issuance
■ below-the-limit issuance

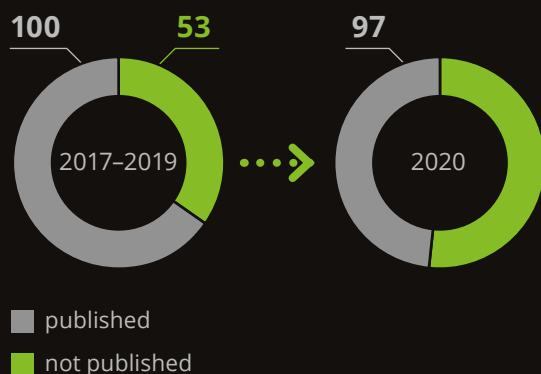
Structure of the period of existence of issuers (years)



On the Czech market, bonds are predominantly issued by companies with no history, often by SPVs. In 2020, there was a positive development and the issuers included significantly more companies existing for up to five years. This factor could have contributed to the decrease in the above-mentioned difference between coupon yields of above-the-limit and below-the-limit issuance.

Fulfilment of information obligation

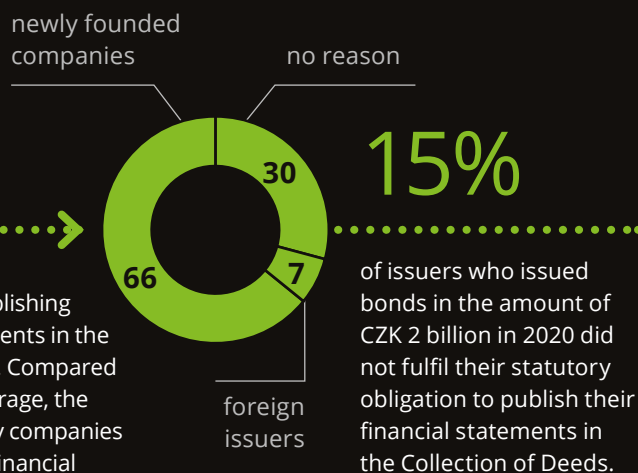
As of the issuance date, approximately one half of issuers did not have their financial statements published in the Collection of Deeds



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There is no positive development in publishing the financial statements in the Collection of Deeds. Compared to the historical average, the number of issues by companies without published financial statements was many times higher.

Reason for non-disclosure of the financial statements



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This document is used to provide a general overview of the volume and number of corporate bonds denominated in Czech Koruna issued in the Czech Republic. Due to the non-existence of records of issued bonds, the presented data may not include all issues for the relevant periods.

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