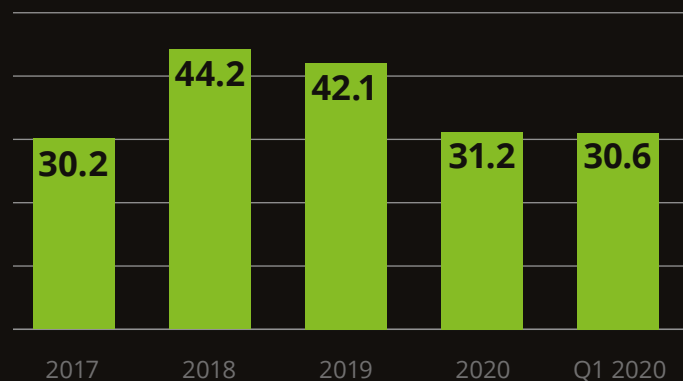
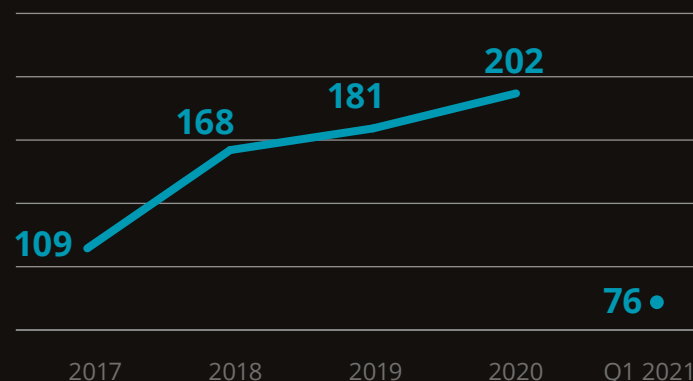


## Bond Index Q1 2021

Corporate bond issuance volumes in 2017-Q1 2021 (CZK billion)



Number of new corporate bonds issued in 2017-Q1 2021

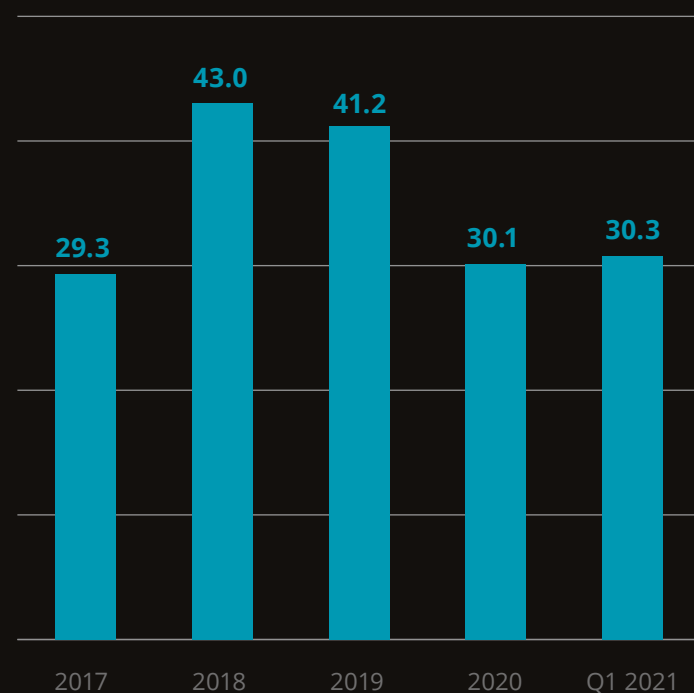


**30.6 billion**

volume of issued corporate bonds in the first quarter of 2021

In the first quarter of 2021, corporate bonds in CZK were issued in the exceptional amount of CZK 30.6 billion. The volume of issued bonds for the first three months of 2021 was thus the same as for the entire year 2020. The high volume of new issues is attributable especially to new issues of NET4GAS, which subscribed two issues in the total amount of CZK 11 billion in January.

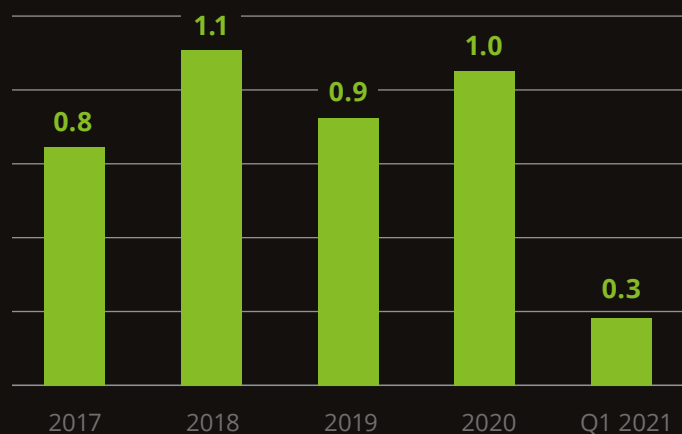
Above-threshold issuance volumes in 2017-Q1 2021 (CZK billion)



**53**

Is the number of above-threshold issues in the first quarter of 2021, which is historically an above-average number.

Below-threshold issuance volumes in 2017-Q1 2021 (CZK billion)



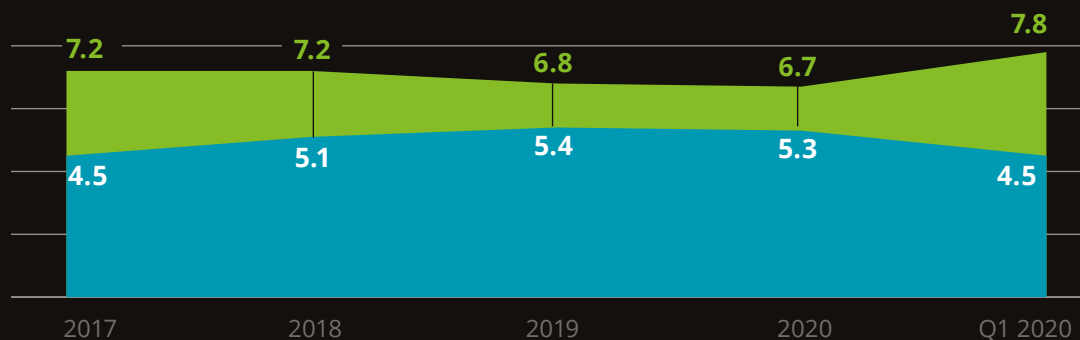
**23**

Is the number of below-threshold issues in Q1 2021. The average issue amount dropped by 14% to approx. CZK 11 million.

The large volume of new issuance in the first quarter of 2021 can be explained by an exceptionally high volume of above-threshold issuance. The volume of above-threshold issuance was also above average in the first quarter of 2021. In terms of both volume and quantity, below-threshold issuance was average in the first quarter of 2021. In below-threshold issues, the average issuance amount dropped by 14% to approx. CZK 11 million.



## Development of coupon yields of above-threshold and below-threshold issuance (% p.a.)

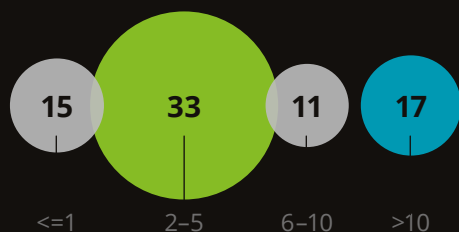


**100%**  
increase in the coupon spread between below- and above-threshold issuance for the past quarter

In the first quarter of 2021, average coupon rates of above-threshold issuance decreased year-on-year and the coupon rates of below-threshold issuance increased year-on-year. This contrary change caused the interest rate spread to double to 3.2 percentage points compared to 2020. More than a half of the below-threshold issues offered coupons above 8% p.a. For comparison, the average yield on the 5-year Czech government bond was 1.1% in the first quarter of 2021.

■ above-threshold issuance  
■ below-threshold issuance

## Structure of the period of existence of issuers (years)



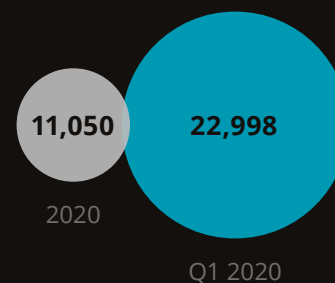
Compared to historical averages, fewer bonds were issued by newly incorporated companies in the first quarter of 2021. A positive fact is that only 20% of the number of issues were by companies with no history, which is a significant improvement on previous years.

## Largest issuance in Q1 2021

Issuer	Maturity	Coupon (p.a.)	Issue amount (CZK million)
NET4GAS, s.r.o.	2031	2.745	6,900
Česká zbrojovka Group SE	2027	VAR	5,000
NET4GAS, s.r.o.	2028	VAR	4,098
Savarin p.l.c.	2026	0	3,300
PREMIALIS s.r.o.	2030	5.6	2,000

Net4GAS was the obvious dominant issuer on the Czech bond market in the first quarter of 2021, with two issues in the aggregate amount of approx. CZK 11 billion. Another significant issue was from Česká zbrojovka, which issued bonds to acquire the US company Colt.

## Issuance above CZK 1 billion (CZK million)



There was a total of 6 issues above CZK 1 billion in the first quarter of 2021, in the aggregate amount of CZK 23 billion. Compared to the entire 2020, this was double the volume, which indicates exceptional activity on the Czech bond market in the first quarter of 2021.

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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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