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ESMA Risk Dashboard

26 November 2021



ESMA Risk Dashboard
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ESMA risk assessment

Risk summary

EU financial markets continued to grow in 3Q21 but at a slower pace, with assets priced significantly above pre-crisis levels across all classes, reflecting growing investor risk-taking. While the macroeconomic outlook has brightened, uncertainty over the speed and resilience of the recovery persists. We see realistic scope for a reduction in risk levels within the market segments under our remit if the current improvements in the economic environment and the comparatively low volatilities in the market prove resilient. This resilience will critically depend, in particular, on the ability of markets to withstand a reduction in public policy support on the monetary or fiscal side without material disruptions. Market corrections and soaring volatility around the newsflow related to Chinese construction corporation Evergrande illustrate the sensitivity of markets. Corporate indebtedness persists, especially in HY where bond valuations climbed further. Uncertainty on the continuation of fiscal support measures, as well as expectations on monetary policy tapering, could weigh on pre-existing vulnerabilities in financial markets. Supply shortages in energy and commodities add to market nervousness, fuelling concerns on inflation expectations. Going forward, institutional and retail investors should be ready to sustain further, potentially significant market corrections as market risks remain very high.

ESMA remit	Level Outlook	Risk categories	Level Outlook	Risk drivers	Outlook
Overall ESMA remit		Liquidity		Macroeconomic environment	
Securities markets		Market		Interest-rate environment	
Infrastructures and services		Contagion		Sovereign and private debt markets	
Asset management		Credit		Infrastructure disruptions	
Consumers		Operational		Political and event risks	

Note: Assessment of the main risks by risk segments for markets under ESMA's remit since the last assessment, and outlook for the forthcoming quarter. Assessment of the main risks by risk categories and sources for markets under ESMA's remit since the last assessment, and outlook for the forthcoming quarter. Risk assessment based on categorisation of the European Supervisory Authorities (ESA) Joint Committee. Colours indicate current risk intensity. Coding: green=potential risk, yellow=elevated risk, orange=high risk, red=very high risk. Upward arrows indicate an increase in risk intensities, downward arrows a decrease and horizontal arrows no change. Change is measured with respect to the previous quarter; the outlook refers to the forthcoming quarter. ESMA risk assessment based on quantitative indicators and analyst judgement.

Market assessment

Overall ESMA remit: Improved economic conditions over the summer offset concerns over the spreading COVID-19 Delta variant, before market sentiment slightly deteriorated in end-September. In 3Q21, asset valuations remained above pre-crisis levels with increased risk of price corrections and abrupt shifts in risk premia, as witnessed following the Evergrande newsflow. Looking ahead, the scars of the pandemic, its resurgence in 4Q21, and uncertainty around inflation and the continuation of fiscal and monetary policy support may exacerbate long-term vulnerabilities both for the financial and non-financial sectors. Market expectations on macroeconomic fundamentals will also play a key role in investor behaviour.

ESMA assesses the risks in its overall remit, securities markets, and in asset management as still very high. The same applies to liquidity and market risks. The outlook for the consumers segment is negative as well as that for credit and contagion risk. The most important risk drivers for the quarter are the economic outlook, inflation uncertainty, indebtedness in sovereign and private debt markets and political and event risks.

Securities markets: Equity markets continued to increase over the summer, with a contraction towards end-September linked to the events around the Chinese construction firm Evergrande and investor worries on rising inflation. The Eurostoxx ended the quarter flat (-0.7%), but still

stood 6% above pre-crisis levels (R.1). The difference in performance across EU national equity indices persisted, with some still not fully recovering the losses occurred during the pandemic (FR +12%; ES -7%). Across sectors, financial services stocks continued to outperform, while bank shares caught up albeit still standing below pre-crisis levels (-2.5%). Price-earnings ratios continued to grow, pointing towards overvaluation concerns in equity markets. In fixed income markets, EA sovereign bond yields rose amid concerns over potential monetary policy tapering. Corporate bond valuations increased further with HY at 49% above pre-crisis levels. IG valuations have grown at a slower pace (+9% higher than pre-crisis), with growth mostly driven by BBB-rated bonds. Crypto assets grew and remained highly volatile.

Infrastructures and services: EU infrastructures were resilient overall in 3Q21. Trading volumes stabilised close to the 3M moving average of EUR 13bn per day and never exceeded excess capacity (R.57). Following the introduction of the share trading obligation (STO), the proportion of turnover volumes in EEA stocks moved away from UK lit markets, where they continued to be limited at 3%. Settlement fails at EU CSDs were stable for equities, but still above pre-crisis levels, while those for both corporate and sovereign bonds declined below their 1Y moving average by 0.2pp and 0.4pp respectively (R.7). In derivatives markets, outstanding amounts of interest rate swaps (IRS) referencing the new

RFRs have increased since the beginning of the year (R.9). The emergence of new digital platforms with low barriers to opening accounts may pose risks to retail investors with little knowledge of trading in complex financial instruments.

Asset management: Global investment fund flows remained positive in 3Q21 (R.12) linked to positive performance, which reflected the trends of the underlying asset classes (R.13). Asset quality is a concern for bond funds, especially HY, which further increased their exposure to credit risk through lower quality portfolio holdings (R.18). Moreover, duration exposures could expose bond funds to interest rate shocks. However, bond fund maturity has slightly declined to 7Y (R.19). MMFs experienced outflows, possibly linked to increased investor risk appetite. (R.20). AuM of EU ETFs continued to grow linked to inflows and ETF performance, reaching a total size of EUR 1.2tn, and to experience positive returns (R.22).

Retail investors: Current investor sentiment increased further, but retail investors have started to be more cautious about future expectations (R.25). Retail participation in capital markets rose in 2021, driven by larger purchases of equity and investment funds shares, and other financial assets (R.24). The pandemic has also boosted the use of leveraged products (LPs) and LPs with knock-out features (R.18).¹ The wide availability of technological tools drove increased retail trading, encouraged by new trading applications offering 'zero-commission' investing and gamified features. The large increase in retail trading and investing has been associated with large price increases in crypto assets and was also mirrored in the rising number of complaints reported to NCA, mostly concerning equities (R.26). Investor appetite for sustainable investment products increases greenwashing risk in the absence of disclosure requirements and labelling.

Risk drivers

Macroeconomic environment: The economic outlook improved overall in 3Q21 as COVID-19 vaccination campaigns accelerated and containment measures gradually eased across jurisdictions. EU GDP is now forecast to grow by +4.8% in 2021 and +4.5% in 2022, with the volume of output projected to return to its pre-crisis levels already by the end of 2021.² However, the speed of the recovery differs across Member States. Uncertainty and risks remain high around the 4Q21 resurgence of COVID-19 in large parts of the EU. The outlook on inflation

has also been revised upwards, amid rising energy and commodity prices, and supply chain shortages in some input components and raw materials. The 1Y-1Y break-even inflation forward rate rose sharply to 1.8% (R.39).³

Interest-rate environment: The prolonged low-interest rate environment reinforced the risk-taking behaviour of investors in search for yield. This contributed to keep asset valuations at elevated levels, especially in the HY segment. Uncertainty over the monetary outlook may drive an increase in yields, leading to risks of market corrections.

Sovereign and private debt markets: Public indebtedness remained at elevated levels linked to fiscal support measures. As containment measures eased, corporate sector activity picked up in 3Q21 with increased profitability. However, debt levels for non-financial corporations remained high as market conditions continued to facilitate lower rated bonds issuance. The share of A and BBB-rated bonds was 60% of total outstanding rated debt (R.45). Corporate downgrades declined (R.51) and the share of ratings with negative outlook was lower, but still at 40% for HY (R.52). Debt sustainability concerns remain high, and any potential future phasing out of public support measures may result in a further deterioration of credit risk. Foreign credit risk exposures came to the forefront in September, when Evergrande warned investors that it could default on its debt, with limited spillovers into European markets.

Infrastructure disruptions: There were no major incidents on EU trading venues or CCPs, except for a minor outage in derivative trading reported at the end of June, and few circuit breakers were triggered in 3Q21 (R.56). Continued digital transformation is one key concern for financial infrastructures as, across the digital economy, cyber-criminals are developing new techniques to exploit vulnerabilities. Cyber incidents may threaten financial stability, given their potential to disrupt critical financial services and damage confidence in the system.

Political and event risk: Market reactions to the issues related to Evergrande have shown the continued importance of event risks, the reactivity of markets to such events, and the continued potential impact on investors and financial stability going forward. Regarding political risk, negotiations on a long-term extension of the US debt ceiling could also contribute to shaping the trends in financial markets. Moreover, sources of geopolitical instability still exist both in neighbouring and more distant regions.

¹ LPs with knock-out features are options that cease to exist if the underlying asset's price exceeds or falls below a specified price.

² [Summer 2021 Economic Forecast: Reopening fuels recovery](#)

³ The 1 y-1y and 5y,5y inflation swap rates are used as a proxy for short- and long-term inflation expectations.

Key indicators

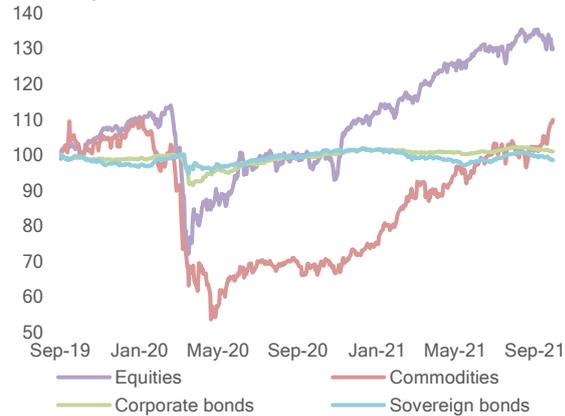
Markets

Securities markets

R.1

Market performance

Above pre-crisis levels for EQ

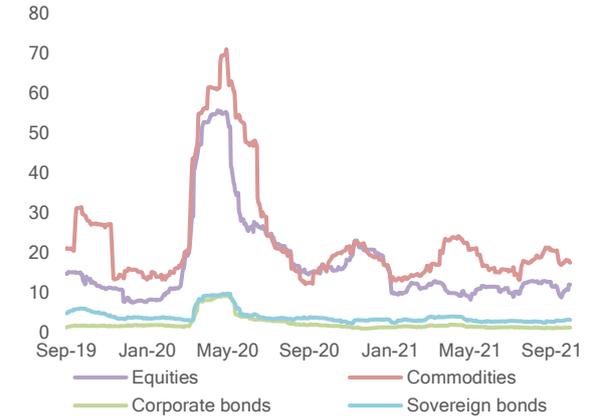


Note: Return indices on EA equities (Datastream regional index), global commodities (S&P GSCI) converted to EUR, EA corporate and sovereign bonds (iBoxx EUR, all maturities). 01/09/2019=100.
Sources: Refinitiv Datastream, ESMA.

R.2

Market volatilities

Volatilities down

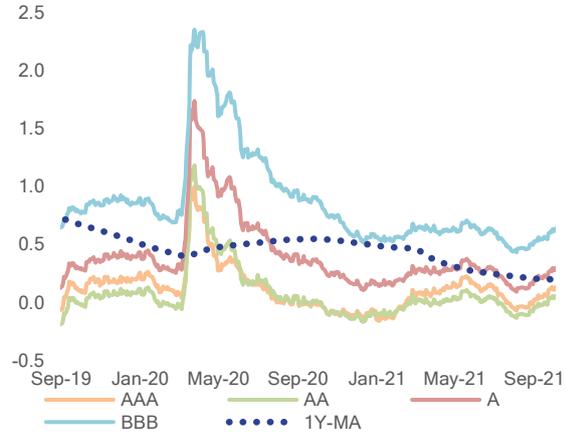


Note: Annualised 40D volatility of return indices on EA equities (Datastream regional index), global commodities (S&P GSCI) converted to EUR, EA corporate and sovereign bonds (iBoxx EUR, all maturities), in %.
Sources: Refinitiv Datastream, ESMA.

R.3

Corporate bond yields by ratings

Reduced yields across ratings

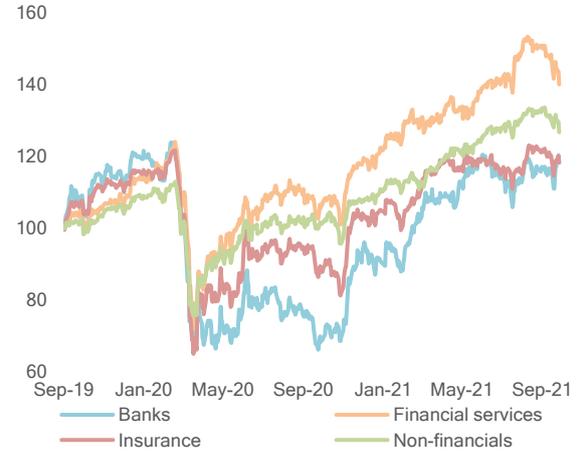


Note: ICE BofAML EA corporate bond redemption yields by rating, in %. 1Y-MA=one-year moving average of all indices.
Sources: Refinitiv Datastream, ESMA.

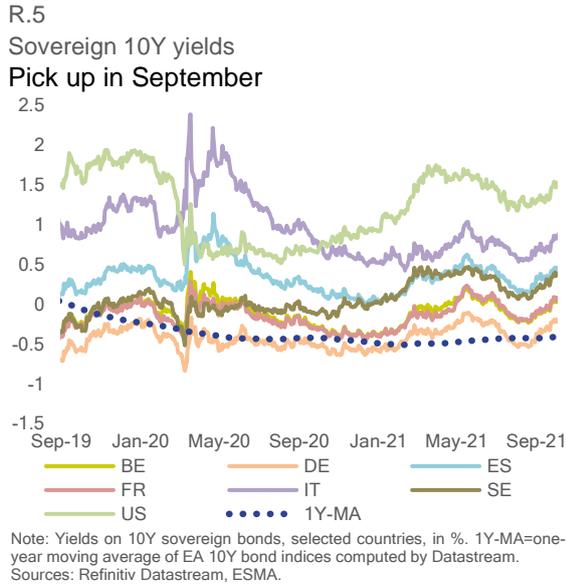
R.4

Equity prices

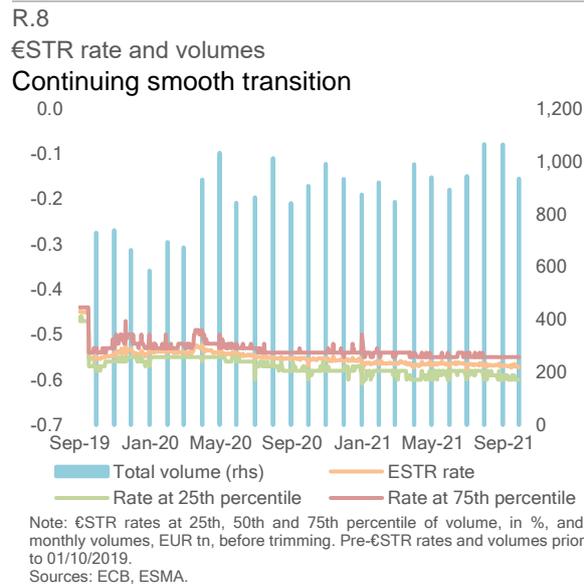
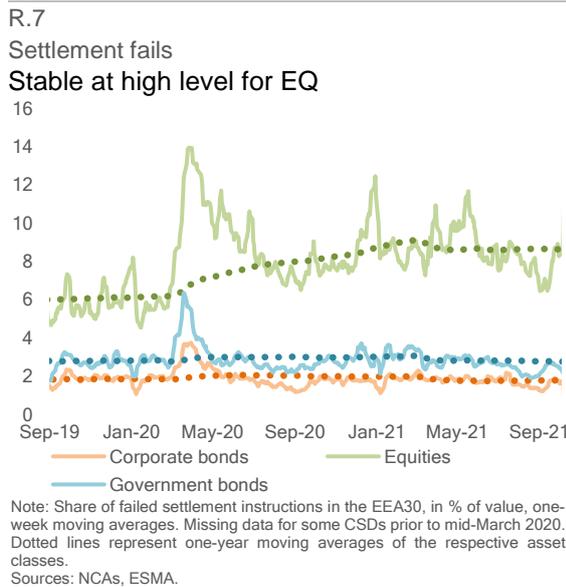
Banks catching up



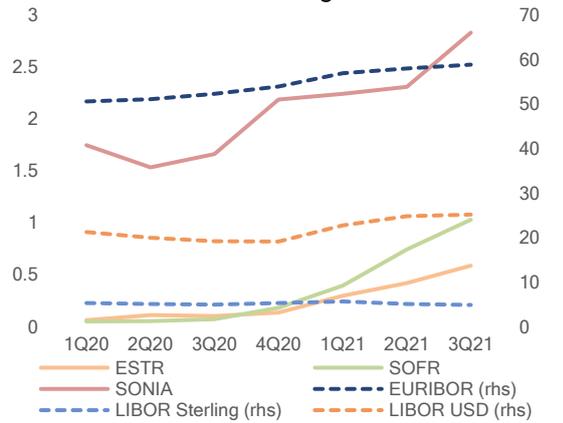
Note: STOXX Europe 600 sectoral return indices. 01/09/2019=100.
Sources: Refinitiv Datastream, ESMA.



Markets Infrastructures and services

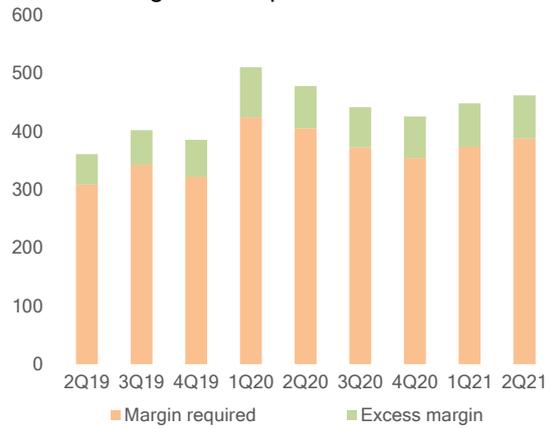


R.9
IRS referencing EONIA and Euribor by maturity
Increase of IRS referencing RFRs



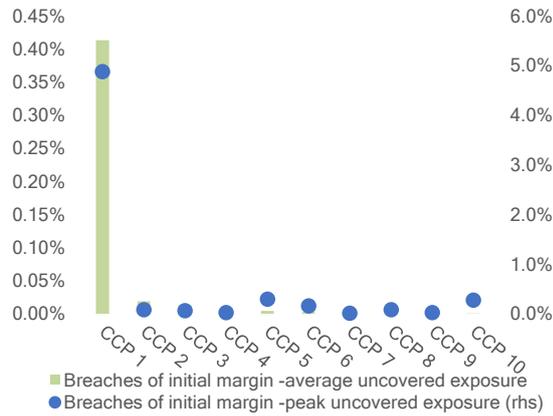
Note: Gross notional amount of IRD outstanding referencing benchmarks, EUR tn.
 Sources: TRs, ESMA

R.10
Initial Margins held at EU CCPs
Stable and higher than pre-crisis levels



Note: Initial margin required as well as additional margin posted by EU and UK CCPs, in EUR bn.
 Sources: Clarus Financial Technology, CPMI-IOSCO PQD, ESMA.

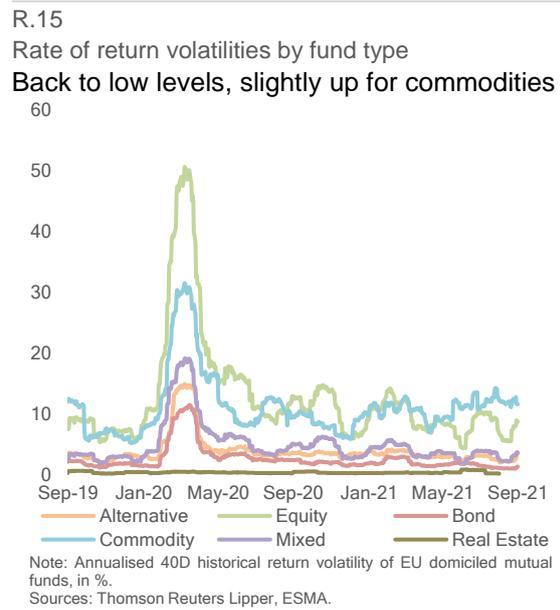
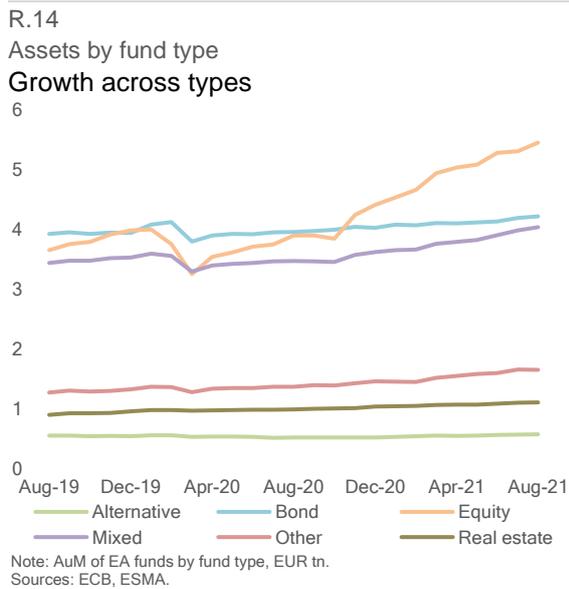
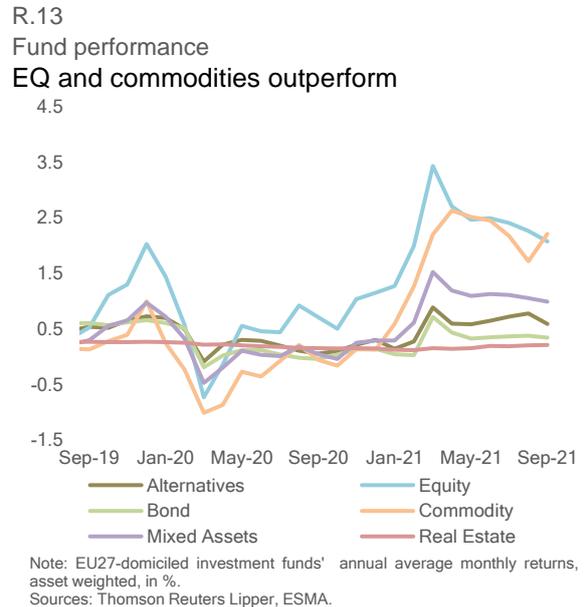
R.11
CCP Margin breaches
Breaches below 1%



Note: Average and maximum margin breach size over the past 12 month at selected EU CCPs, as a percentage of the total margin held, as of 30 June 2021.
 Sources: Clarus Financial Technology, PQD, ESMA.

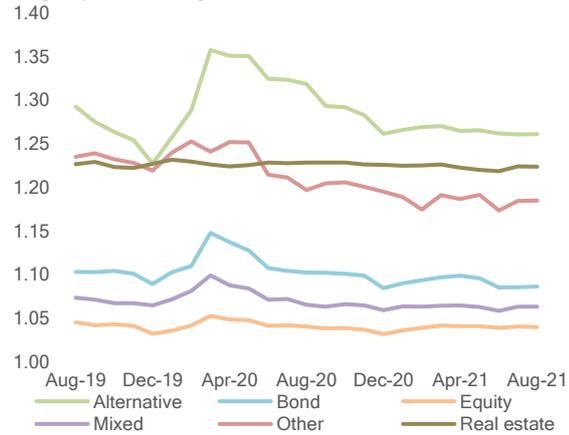
Markets

Asset management



R.16

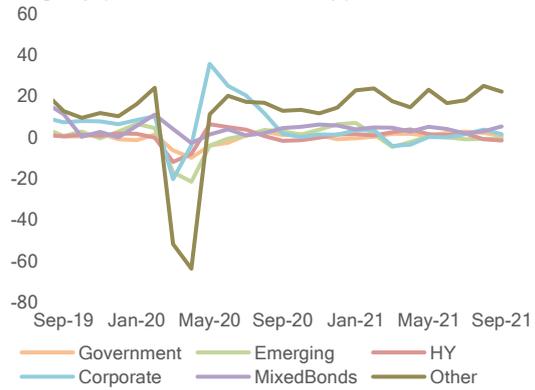
Leverage by fund type
Slightly declining



Note: Leverage of EA investment funds by fund type computed as the AuM/NAV ratio.
Sources: ECB, ESMA.

R.17

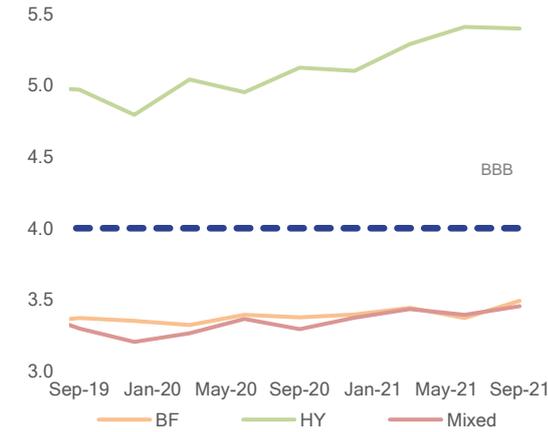
EU bond fund net flows
Slightly positive across all types of bond funds



Note: Two-month cumulative net flows for bond funds, EUR bn. Funds investing in corporate and government bonds that qualify for another category are only reported once e.g. funds investing in emerging government bonds reported as Emerging; funds investing in HY corporate bonds reported as HY).
Sources: Thomson Reuters Lipper, ESMA.

R.18

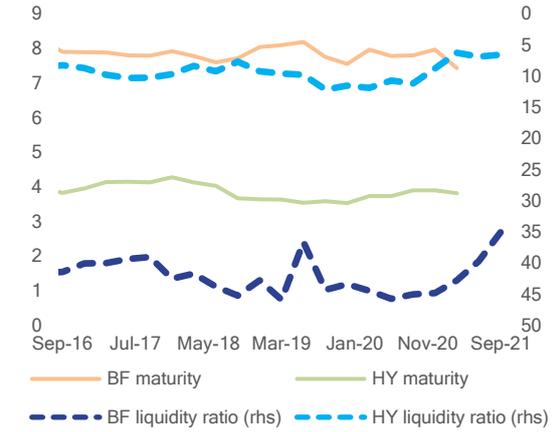
Bond funds credit risks
Increased credit risk



Note: Average credit quality (S&P ratings; 1= AAA; 4= BBB; 10 = D).
Sources: Refinitiv Lipper, ESMA.

R.19

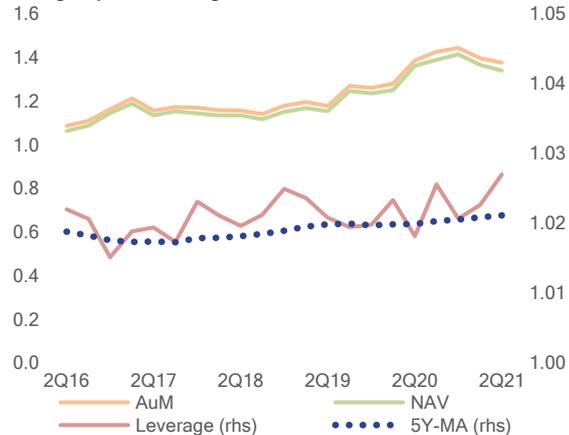
Bond funds' maturity and liquidity profile
Increase in HY



Note: Effective average maturity of fund assets in years; ESMA liquidity ratio (rhs, in reverse order).
Sources: Refinitiv Lipper, ESMA.

R.20

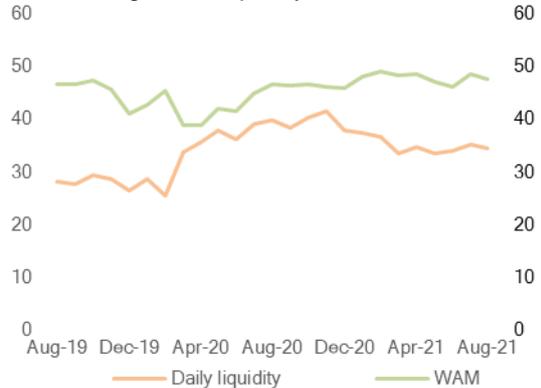
MMF assets and leverage
Slightly declining in 2Q21



Note: NAV and AuM of EA MMFs, EUR tn. Leverage computed as the AuM/NAV ratio. 5Y-MA=five-year moving average of the leverage ratio.
Sources: ECB, ESMA.

R.21

MMF liquidity and maturity
Increasing MMF liquidity

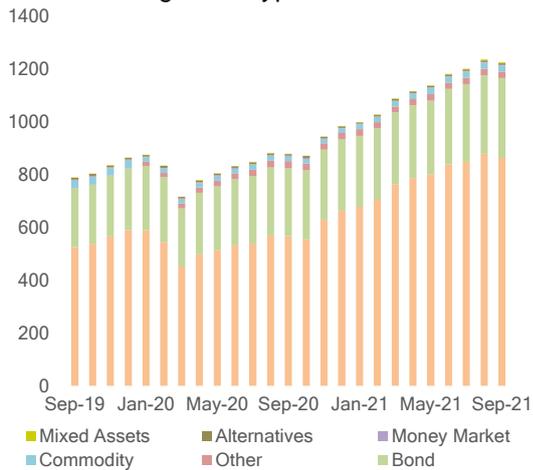


Note: Daily and weekly liquidity includes all assets maturing overnight and shares by AAA MMFs. securities issued by highly rated sovereigns with a maturity of less than one year, in % of total assets (rhs). Weighted average maturity (WAM) of Europe-domiciled MMFs, in days (rhs).
Sources: Fitch Ratings, ESMA.

R.22

ETF NAV by asset type

NAV increasing for all types of ETFs

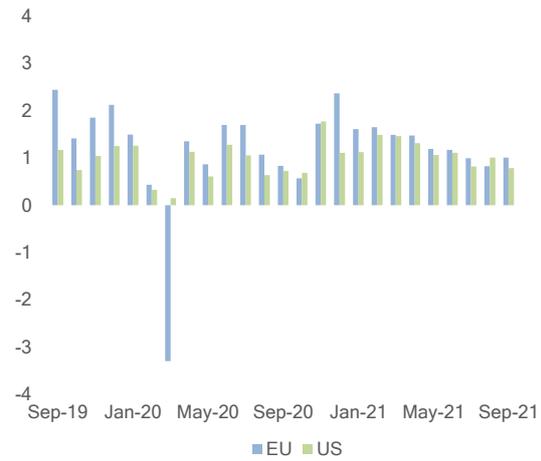


Note: NAV of EU27 ETFs by asset type, EUR bn.
Sources: Refinitiv Lipper, ESMA.

R.23

ETF net flows by domicile

Inflows in EU and US



Note: ETF net flows by domicile, in % of NAV.
Sources: Refinitiv Lipper, ESMA.

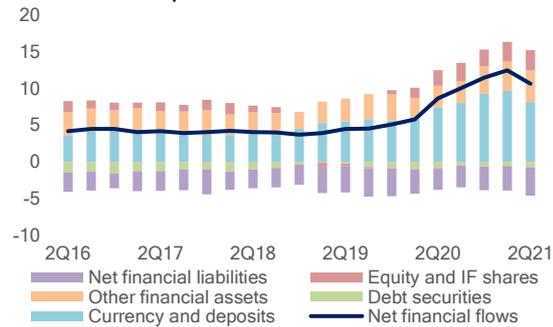
Markets

Consumers

R.24

EA households' net acquisition of financial assets

Increased acquisition of financial assets in 1H21

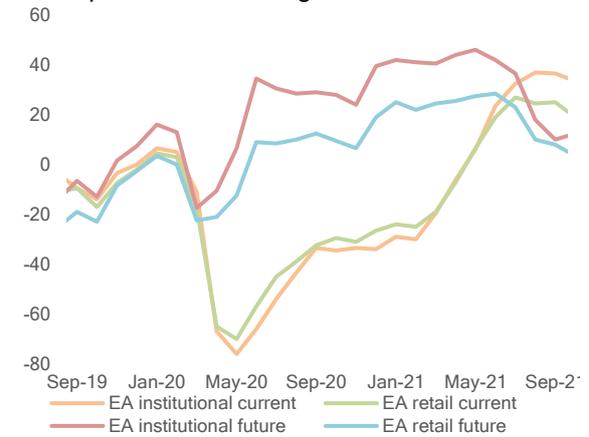


Note: Net acquisition of financial assets and net incurrence of liabilities for EA households as a share of their gross disposable income adjusted for changes in pension entitlements, based on a one-year rolling period, in %. IF shares=investment fund shares. Other financial assets=insurance technical reserves, financial derivatives, loans granted and other accounts receivable. Net financial flows=Net household lending (positive values) or borrowing (negative values) to/from sectoral financial accounts. Liabilities multiplied by -1 to present as outflows.
Sources: ECB, ESMA.

R.25

Investor sentiment

Less optimism in the long-term

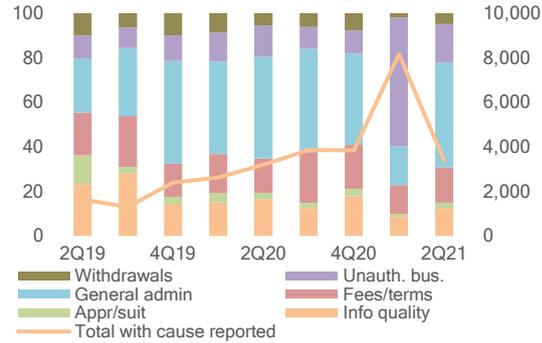


Note: Sentix Sentiment Indicators for the EA retail and institutional investors on a ten-year horizon. The zero benchmark is a risk-neutral position.
Sources: Refinitiv Datastream, ESMA.

R.26

Complaints by cause

Increase in fees related complaints

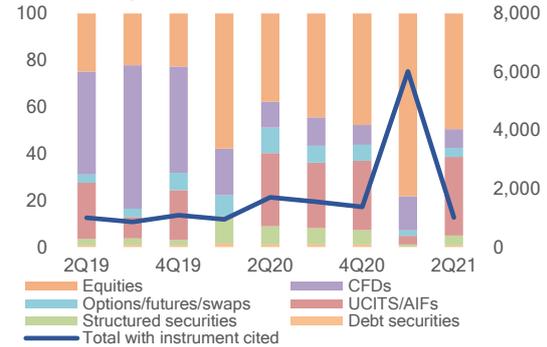


Note: Share of complaints for quarterly-reporting NCAs (n=14) received direct from consumers and via firms by underlying cause, excluding complaints with no cause recorded, %. 'Unauth. bus.'=Unauthorised business. 'Appr/suit'=Appropriateness or suitability assessment. 'Info quality'=Quality or lack of information. 'Total with cause reported'=Number of complaints via these reporting channels including those with none of the listed causes recorded.
Sources: ESMA complaints database

R.27

Complaints by financial instruments

More complaints on EQ

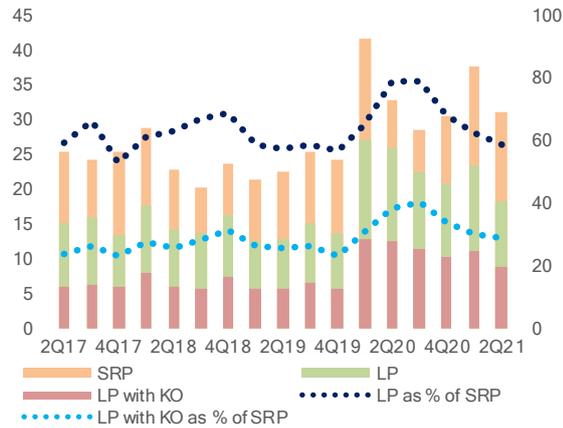


Note: Share of complaints from quarterly-reporting NCAs (n=14) received direct from consumer and via firms by type of financial instrument, where none of the instruments listed was reported. 'Total with instrument cited'=number of complaints via these reporting channels excluding those with instrument type not reported or reported as 'other' or 'N/A'. 'Total complaints'=number of complaints via these reporting channel whether or not further categorisation possible. 'CFDs'=Contracts for Differences.
Sources: ESMA complaints database

R.28

Structured retail products

Pandemic boosted LPs



Note: Exchange turnover of Structured Retail Products (SRPs), Leveraged Products (LP), and LP with Knock-Out feature, EUR bn. EUSIPA data for AT, BE, FR, DE, IT, NL, SE (CH excluded). % shares on right scale.
Sources: EUSIPA, ESMA

Risk categories

Liquidity risk

R.29

Composite equity illiquidity index

Small peak in 3Q21

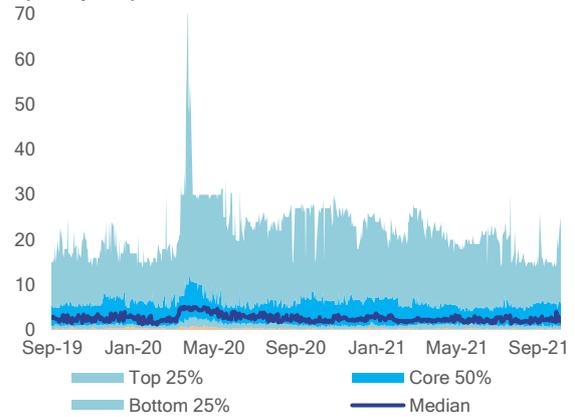


Note: Composite indicator of illiquidity in the equity market for the current STOXX Europe Large 200 constituents, computed by applying the principal component methodology to six input liquidity measures (Amihud illiquidity coefficient, bid-ask spread, Hui-Heubel ratio, turnover value, inverse turnover ratio and market efficiency coefficient). The indicator range is between 0 (higher liquidity) and 1 (lower liquidity).
Sources: Refinitiv Datastream, ESMA.

R.30

Sovereign bond liquidity dispersion

Liquidity improved

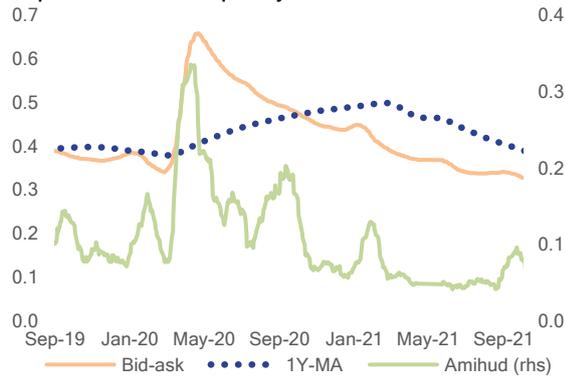


Note: Dispersion of liquidity measured as median across countries of the bid-ask yields difference for 10Y sovereign bonds, in bps. Lower figures mean more liquidity and vice-versa. 22 EEA30 countries are included.
Sources: Refinitiv EIKON, ESMA.

R.31

Corporate bond illiquidity index

Improvement in liquidity

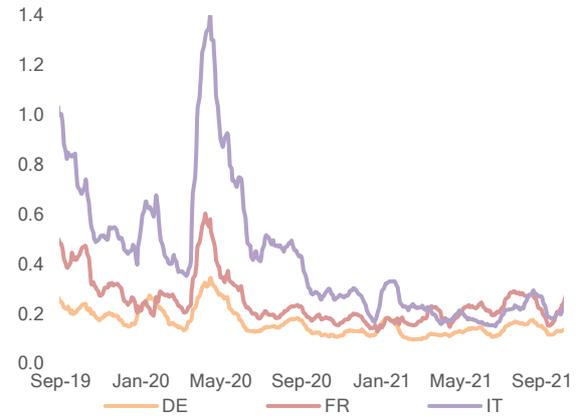


Note: Markit iBoxx EUR Corporate bond index bid-ask spread, in %, computed as a one-month moving average of the iBoxx components in the current composition. 1Y-MA=one-year moving average of the bid-ask spread. Amihud liquidity coefficient index between 0 and 1. Highest value indicates less liquidity.
Sources: IHS Markit, ESMA.

R.32

Bond futures illiquidity indicator

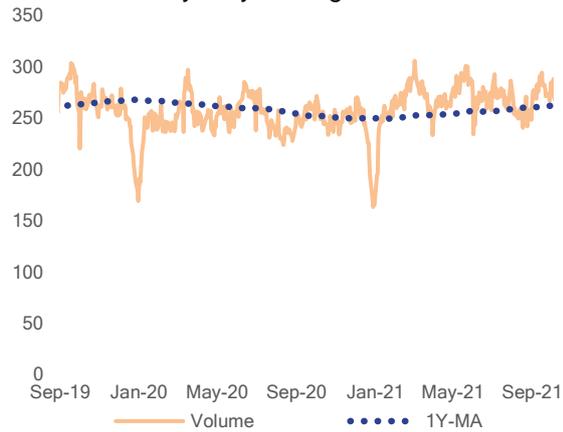
Stable at low levels



Note: One-month moving averages of the Hui-Heubel illiquidity indicator for selected 10Y sovereign bond futures, in %. Lower figures mean more liquidity and vice-versa.
Sources: Refinitiv Datastream, ESMA.

R.33

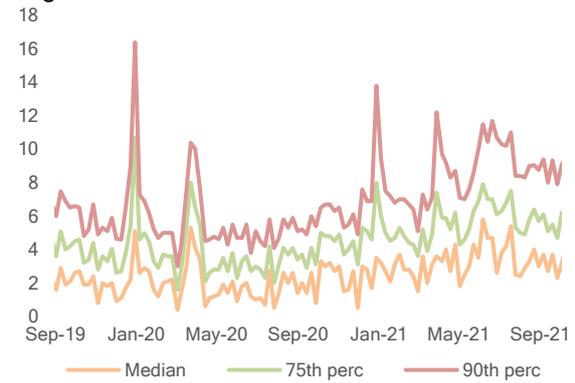
Sovereign repo volumes
Stable around yearly average



Note: Repo transaction volumes executed through CCPs in nine sovereign EUR repo markets (AT, BE, DE, ES, FI, FR, IT, NL and PT), EUR bn.
Sources: CME Group Benchmark Administration Limited, ESMA.

R.34

Repo market specialness
Slight increase

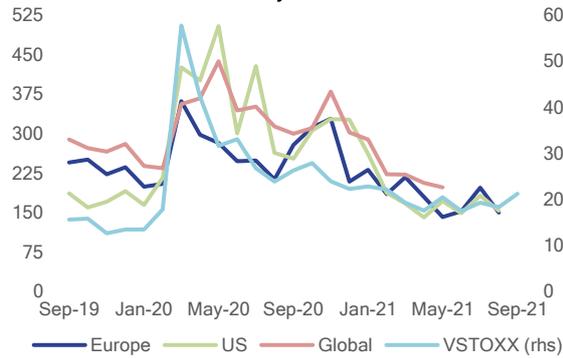


Note: Median, 75th and 90th percentile of weekly specialness, measured as the difference between general collateral and special collateral repo rates on government bonds in nine EUR repo markets (AT, BE, DE, ES, FI, FR, IT, NL and PT).
Sources: CME Group Benchmark Administration Limited, ESMA.

Risk categories
Market risk

R.35

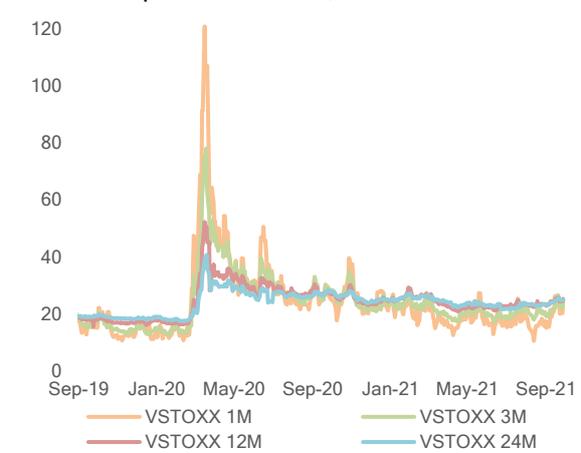
Economic policy uncertainty
Decrease in uncertainty



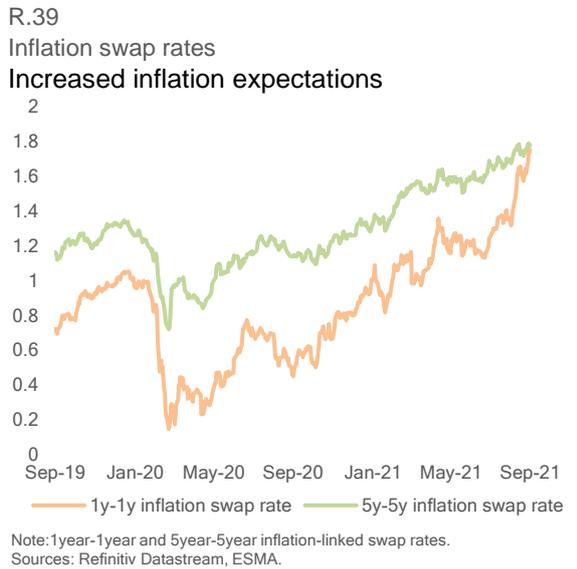
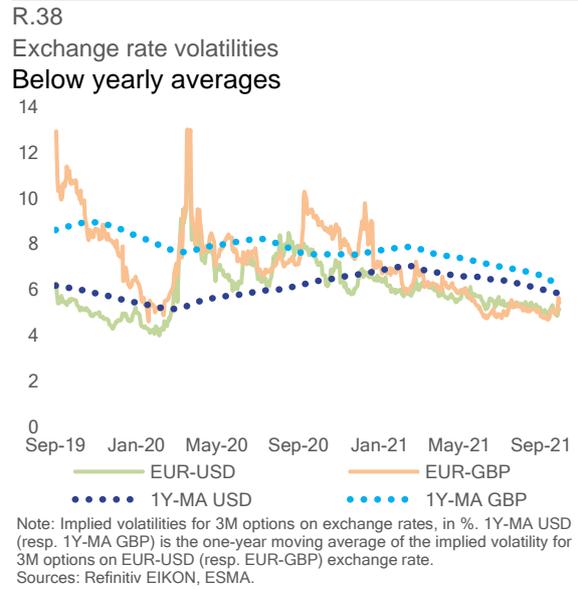
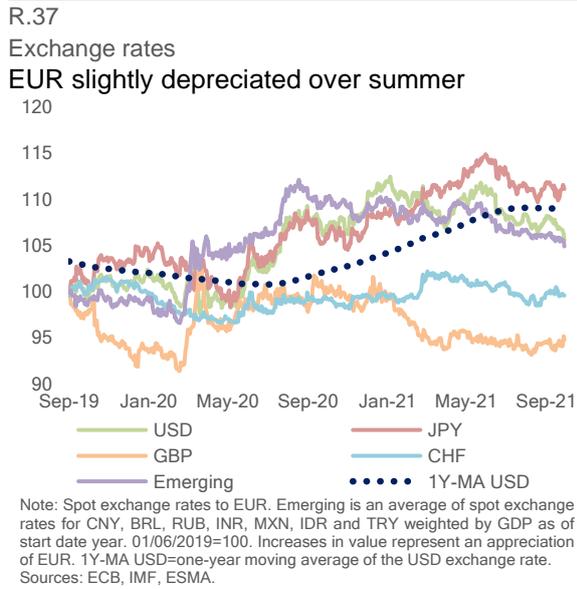
Note: Economic Policy Uncertainty Index (EPU), developed by Baker et al. (www.policyuncertainty.com), based on the frequency of articles in European newspapers that contain the following triple: "economic" or "economy", "uncertain" or "uncertainty" and one or more policy-relevant terms. Global aggregation based on PPP-adjusted GDP weights. Implied volatility of EURO STOXX 50 (VSTOXX), monthly average, on the right-hand side.
Sources: Baker, Bloom, and Davis 2015; Refinitiv Datastream, ESMA.

R.36

Financial instrument volatilities
Still above pre-crisis levels, but stable



Note: EURO STOXX 50 implied volatilities, measured as price indices, in %.
Sources: Refinitiv Datastream, ESMA.

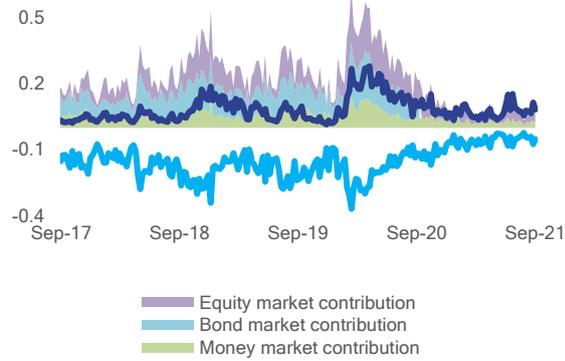


Risk categories

Contagion risk

R.40

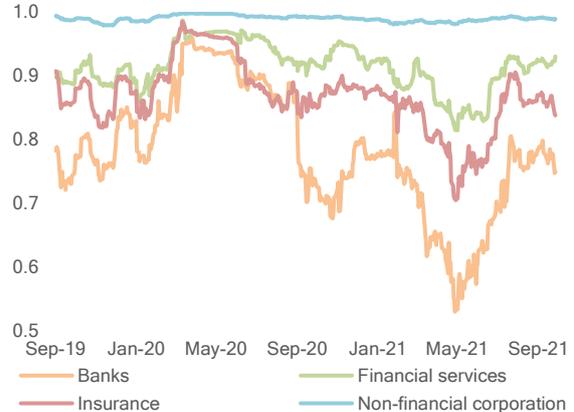
Composite systemic stress indicator
Back to pre-crisis levels



Note: ESMA version of the ECB-CISS indicator measuring systemic stress in securities markets. It focuses on three financial market segments: equity, bond and money markets, aggregated through standard portfolio theory. It is based on securities market indicators such as volatilities and risk spreads.
 Sources: ECB, ESMA.

R.41

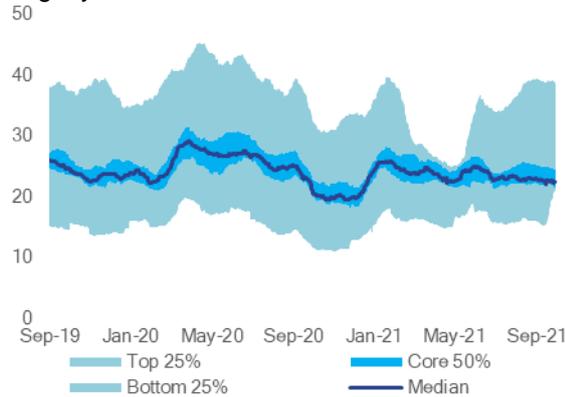
Sectoral equity indices correlation
Differentiation across sectors



Note: Correlations between daily returns of the STOXX Europe 600 and STOXX Europe 600 sectoral return indices. Calculated over 60-day rolling windows.
 Sources: Refinitiv Datastream, ESMA.

R.42

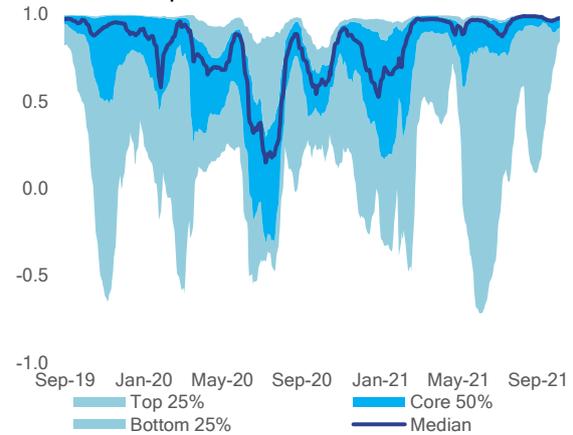
Equity market concentration
Slightly lower concentration



Note: Concentration of notional value of equity trading by national indices computed as a 1M-MA of the Herfindahl-Hirschmann Index, in %. Cboe indices included are AT 20, BE 20, DE 30, DK 25, ES 35, FI 25, FR 40, IE 20, IT 40, NL 25, PT 20 and SE 30.
 Sources: Cboe, ESMA.

R.43

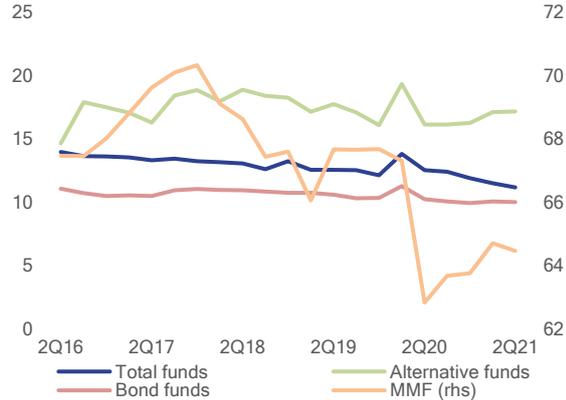
Dispersion in sovereign yield correlation
Increased dispersion across countries



Note: Dispersion of correlations between 10Y DE Bunds and 15 other EU27 countries' sovereign bond redemption yields over a 60-day rolling window.
 Sources: Refinitiv Datastream, ESMA.

R.44

Financial market interconnectedness
Increased for MMFs

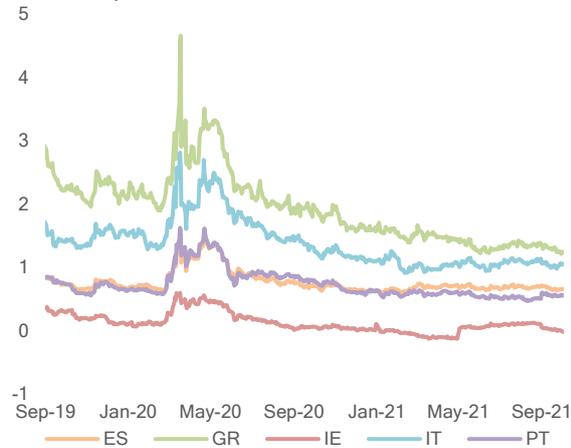


Note: EA loan and debt securities vis-à-vis MFI counterparts, as a share of total assets, investment funds and MMFs, in %. Total funds includes: bond funds, equity funds, mixed funds, real estate funds, hedge funds, MMFs and other non-MMF investment funds.
Sources: ECB, ESMA.

Risk categories
Credit risk

R.45

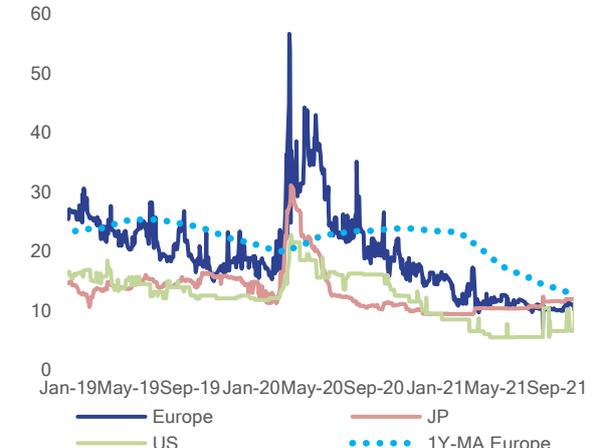
Sovereign risk premia
Low risk premia



Note: Selected 10Y EA sovereign bond risk premia (vs. DE Bunds), in %.
Sources: Refinitiv Datastream, ESMA.

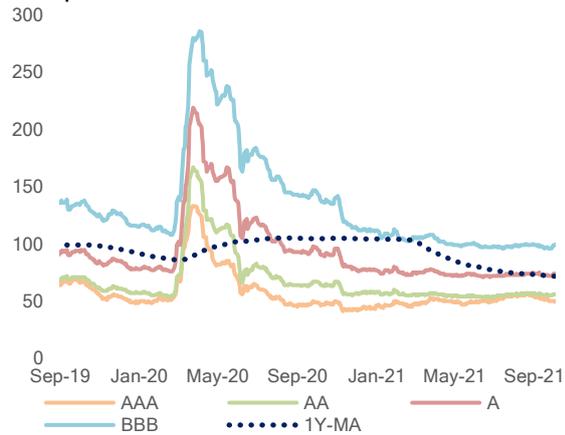
R.46

Sovereign CDS spreads
Continued decline



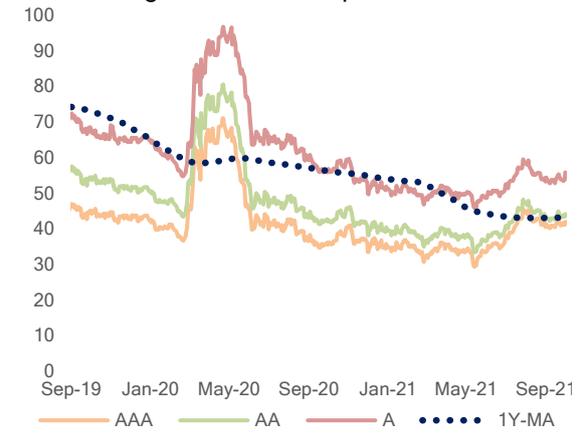
Note: Datastream CDS sovereign indices (5 years, mid-spread), in bps.
Sources: Refinitiv Datastream, ESMA.

R.47
Corporate bond spreads
Compressed levels



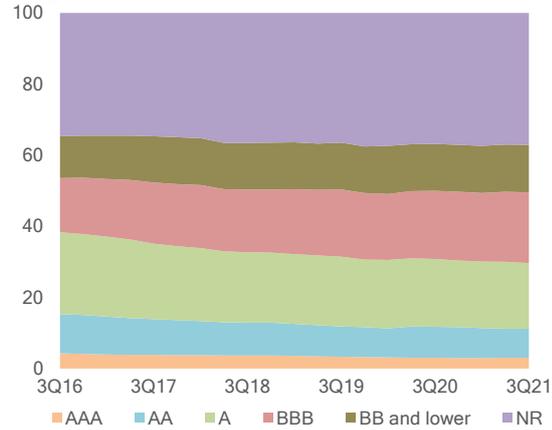
Note: ICE BofAML EA corporate bond option-adjusted spreads by rating, in bps. 1Y-MA=one-year moving average of all indices. Sources: Refinitiv Datastream, ESMA.

R.48
Covered bond spreads
Stable at higher levels in September



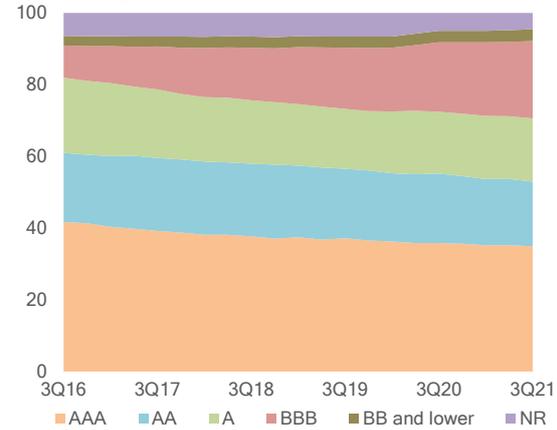
Note: iBoxx EUR covered bond option-adjusted spreads by rating, in bps. 1Y-MA=one-year moving average of all indices. Sources: Refinitiv Datastream, ESMA.

R.49
Long term corporate debt outstanding
Large share of A and BBB



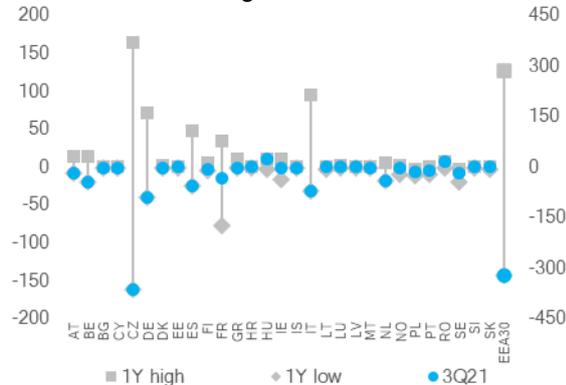
Note: Outstanding amount of corporate bonds in the EEA30 as of issuance date by rating category, in % of the total. Maturities < 12 months are excluded. Sources: Refinitiv EIKON, ESMA.

R.50
Long term sovereign debt outstanding
Increasing share of BBB



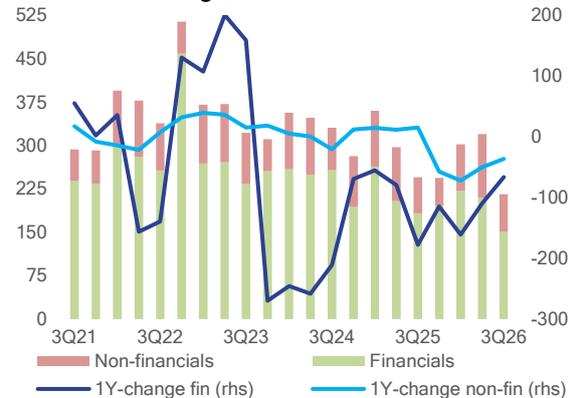
Note: Outstanding amount of sovereign bonds in the EEA30 as of issuance date by rating category, in % of the total. Maturities < 12 months are excluded. Sources: Refinitiv EIKON, ESMA.

R.51
Net sovereign debt issuance
Positive net sovereign issuance



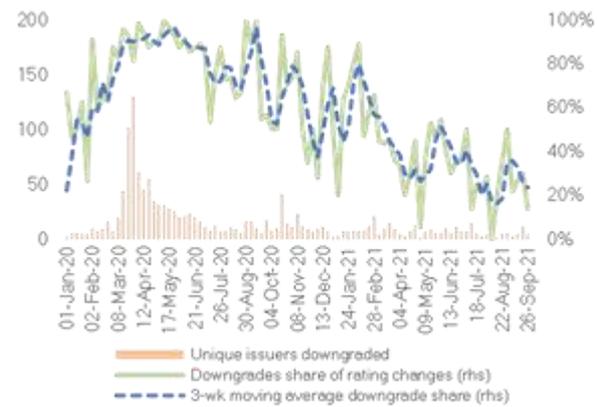
Note: Quarterly net issuance of EEA30 sovereign debt by country, EUR bn. Net issuance calculated as the difference between new issuance over the quarter and outstanding debt maturing over the quarter. Highest and lowest quarterly net issuance in the past year are reported. EEA30 total on right-hand scale. All maturities are included. Sources: Refinitiv EIKON, ESMA.

R.52
Debt redemption profile
Current financing need for financials



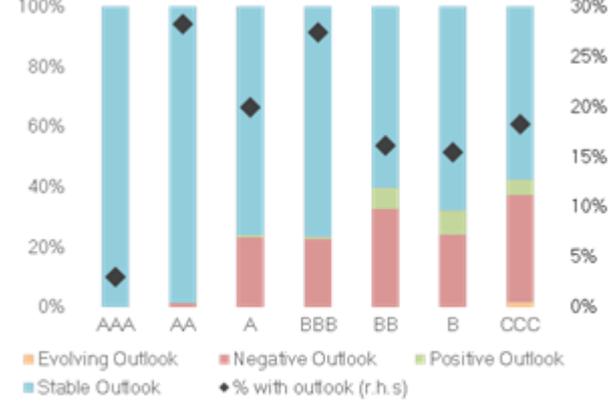
Note: Quarterly redemptions over 5Y-horizon by EEA30 private financial and non-financial corporates, EUR bn. 1Y-change=difference between the sum of this year's (four last quarters) and last year's (8th to 5th last quarters) redemptions. Maturities < 12 months are excluded. Sources: Refinitiv EIKON, ESMA.

R.53
Corporate issuer downgrades
Downgrades slow down



Note: Number of EU27+UK corporate issuers with at least one bond downgraded and ratio of downgraded corporate issues over upgrades and downgrades (3 week moving average). Issuers with some reported parent treated as one issuer. Sources: ESMA, RADAR

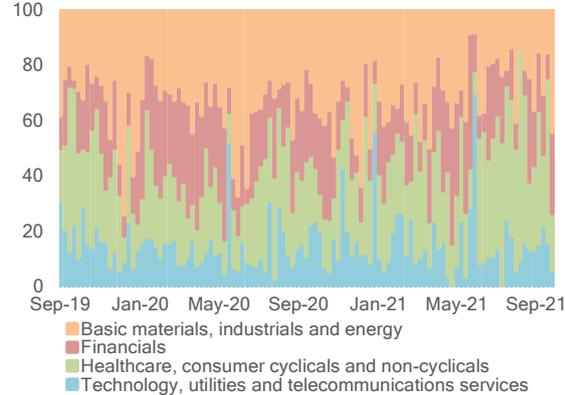
R.54
Ratings outlook by rating
Corporate ratings' outlook slightly improved



Note: Distribution of outlooks for corporate non financial instruments (ISINs) with outlook, rated by the Big 5 (Fitch, Moody's, S&P, Scope and DBRS) by category value over the total ratings per category value. Cutoff date 30/9/2021. Sources: RADAR, ESMA.

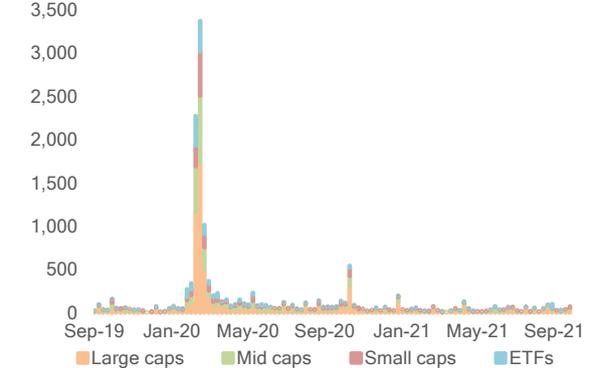
Risk categories Operational risk

R.55
Circuit-breaker trigger events by sector
High share of health care



Note: Percentage of circuit-breaker trigger events by economic sector registered on 29 EEA30 trading venues for all constituents of the STOXX Europe Large/Mid/Small 200 and a large sample of ETFs tracking these indices or some of their subindices. Results displayed as weekly aggregates. Sources: Morningstar Real-Time Data, ESMA.

R.56
Circuit-breaker trigger events by market capitalisation
Back to pre-crisis levels

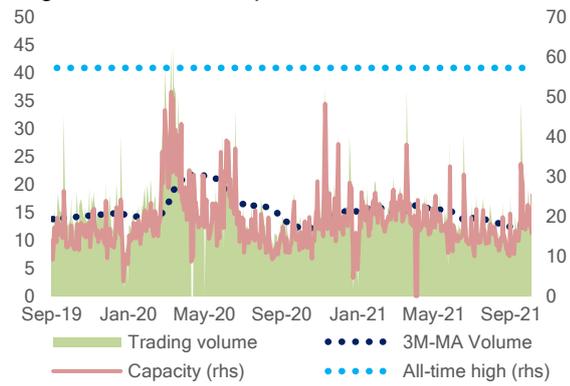


Note: Number of daily circuit-breaker trigger events by type of financial instrument and by market cap registered on 29 EEA30 trading venues for all constituents of the STOXX Europe Large/Mid/Small 200 and a large sample of ETFs tracking these indices or some of their subindices. Results displayed as weekly aggregates. Sources: Morningstar Real-Time Data, ESMA.

R.57

Trading system capacity proxy

Slight increase in September



Note: Daily and 3M-MA of trading volumes on 29 EEA30 trading venues for all constituents of the STOXX Europe Large/Mid/Small 200 and a large sample of ETFs tracking these indices or some of their subindices, in EUR bn. Capacity computed as the average across trading venues of the ratio of daily trading volume over maximum volume observed since 31/03/2016, in %.

Sources: Morningstar Real-Time Data, ESMA.

