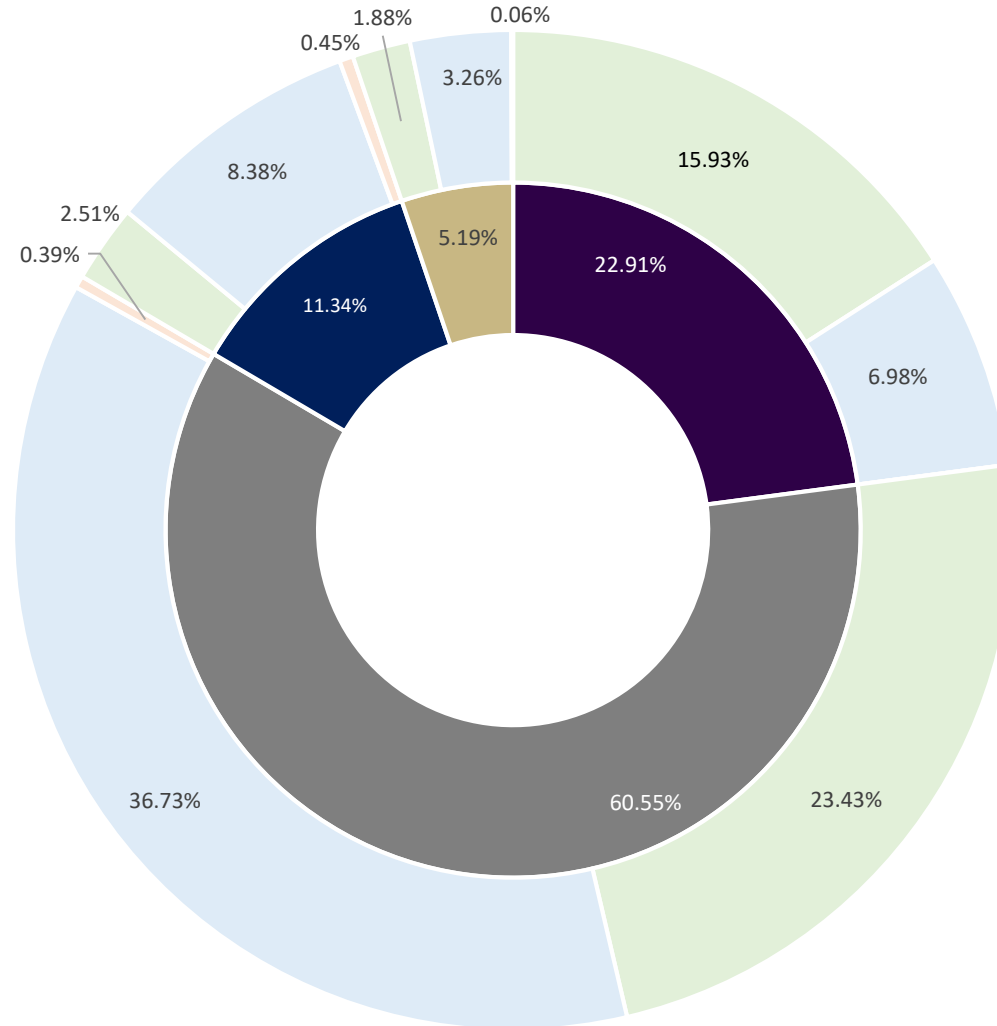


## Where is the Yield in Euro Corporate Bonds?

- Eurozone Inflation Rate - **1.00%** in July 2019
- Only **<17.00%** of the ETF holdings **yield greater than Eurozone Inflation**
- **C.23%** of the constituents have a **negative yield**
- **C.55%** of the holdings are **vulnerable** to a sub-IG ratings **downgrade**
- **ECB** to recommence **€20bn per month** bond purchase programme



	IG ex. BBB
	BBB (+/S/-)
	HY (BB+ and below)

	<0% Yield
	0-1.0% Yield
	1.01-2.5% Yield
	>2.5% Yield

*Bloomberg Barclays Euro Corporate Bond Index tracks Fixed Rate, IG Euro-denominated bonds from industrial, utility and FI issuers only.*

**Source:**

RM Funds

Bloomberg L.P.

Barclays

iShares iShares Core € Corp Bond UCITS ETF EUR (Dist)

Eurostat 130/2019 – 19<sup>th</sup> August 2019

Holdings: 6<sup>th</sup> September 2019

Pricing: 9<sup>th</sup> September 2019