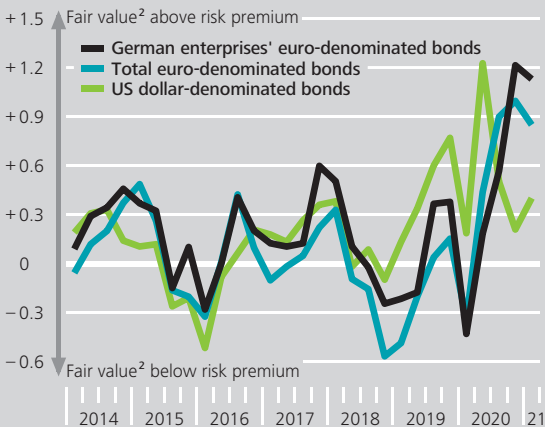


# Valuation of bonds

Chart 2.1.4

## issued by non-financial corporations in the investment-grade segment

Difference between risk premia in basis points per unit of risk<sup>1</sup>



Sources: BIS, Bloomberg Finance L.P., Consensus Economics, ICE data used with ICE's permission, Refinitiv I/B/E/S and Bundesbank calculations. **1** Difference between the risk premia in a fair value model (see International Monetary Fund (2019), Global Financial Stability Report: Technical Note on Asset Valuation Models, October 2019) and the observed risk premia from bond indices divided by the standard deviation of the risk premia since 2000. Positive values suggest fairly high valuations. **2** Value justified by fundamentals.