

Increasing volume on Europe's structured products markets

EUR 313 billion open interest across reporting markets / turnover rising

Turnover in investment and leverage products on reporting European financial markets was up 14 percent quarter on quarter and 4 percent year on year in the first quarter of 2022, bringing the total to EUR 45 billion. These and other market data were sourced by the European Structured Investment Products Association (EUSIPA) from its members and analysed by Avaloq Evolution AG.

The members of EUSIPA who provide the figures for the market report include Zertifikate Forum Austria (ZFA), the Belgian Structured Investment Products Association (BELSIPA), Association Française des Produits Dérivés de Bourse (AFPDB), Deutscher Derivate Verband (DDV), Associazione Italiana Certificati e Prodotti di Investimento (ACEPI), the Netherlands Structured Investment Products Association (NEDSIPA), the Swedish Exchange Traded Investment Products Association (SETIPA), and the Swiss Structured Products Association (SSPA).

First-quarter turnover in investment products on European trading venues amounted to EUR 13 billion, 30 percent of total traded volume. Investment product turnover decreased by 7 percent quarter on quarter and by 25 percent compared with Q1 2021. Turnover in leverage products (Warrants, Knock-Out Warrants, and Constant Leverage Certificates) reached EUR 31 billion in the period from January to March, representing 70 percent of total turnover. Turnover in leverage products increased by 25 percent year on year and by 26 percent from Q4 2021.

At the end of March, trading venues located in reporting EUSIPA markets were offering 406,794 investment products and 1,514,788 leverage products. As such, the number of listed products increased by 7 percent on a quarterly basis and by 9 percent on the previous year.

Banks issued 1,862,048 new investment and leverage products in the first quarter of 2022, up 37 percent on the previous quarter and up 35 percent annually. In total, 157,478 new investment products were launched, accounting for 8 percent of new issues; the 1,704,570 new leverage products represent 92 percent of the total. There were 5 percent more investment products launched than in the same quarter of 2021. On the leverage products side, issuance increased by 36 percent from Q4 2021 and by 39 percent on an annual basis.

For Austria, Belgium, Germany and Switzerland, the **market volume of investment and leverage products** issued as securities decreased by 1 billion compared to the last quarter to a total amount of EUR 313 billion but increased by 7 percent year on year.

At the end of March, the market volume of investment products stood at EUR 300 billion – a stable figure quarter on quarter and up 6 percent year on year.

Contact:

Thomas Wulf
Secretary General
EUSIPA - European
Structured Investment
Products Association
Tel.: +32 (0) 2550 34 15
Mobile: +32 (0) 475 25 15 99
wulf@eusipa.org
www.eusipa.org

The outstanding volume of leverage products totalled EUR 12 billion at the end of March. This represents a 17 percent increase on a year-on-year basis.

About EUSIPA

EUSIPA represents the interests of the European structured investment products business. The focal point of its activities are derivative instruments such as structured investment products and warrants. EUSIPA aims to create an attractive and fair regulatory framework for these financial products.

The umbrella association acts as a contact for politicians, the EU Commission and the European Securities and Markets Authority (ESMA) in all questions concerning structured products. Whenever the need arises, the association is at hand to provide expert advice and opinions, thus playing an active role in the policy dialogue.

Greater protection for investors as well as a comprehensible and transparent product landscape are important concerns for the association. Together with its members, it is actively engaged in promoting Europe-wide standards throughout the sector. These include clear product classification, standardised technical terms, and a broad commitment among the member associations to abide by a code of conduct for the sector.

The members of EUSIPA that provide the information for the market report are:

