



WORLD BANK GROUP
Finance, Competitiveness & Innovation

Next generation of domestic bond markets and how to boost resilience

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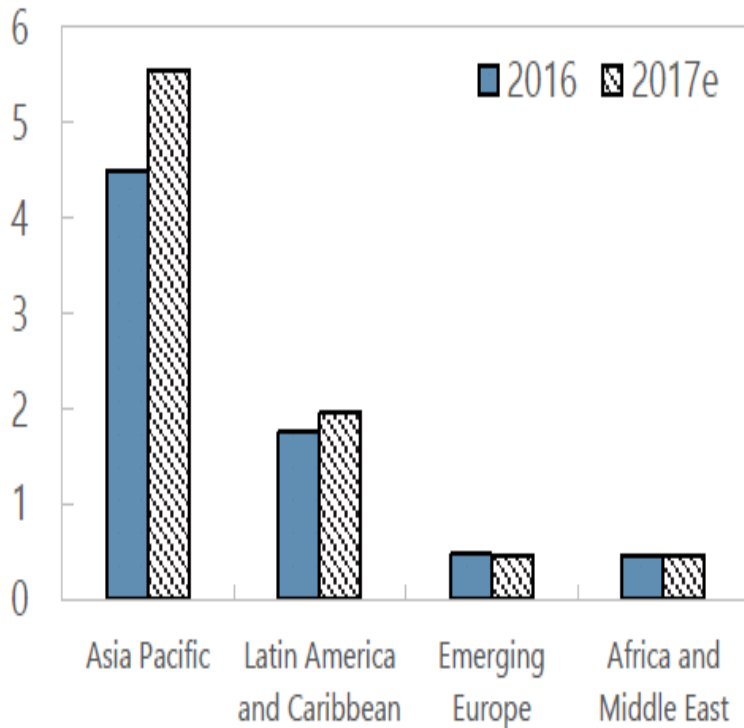
Finance, Competitiveness and Innovation

Global Practice

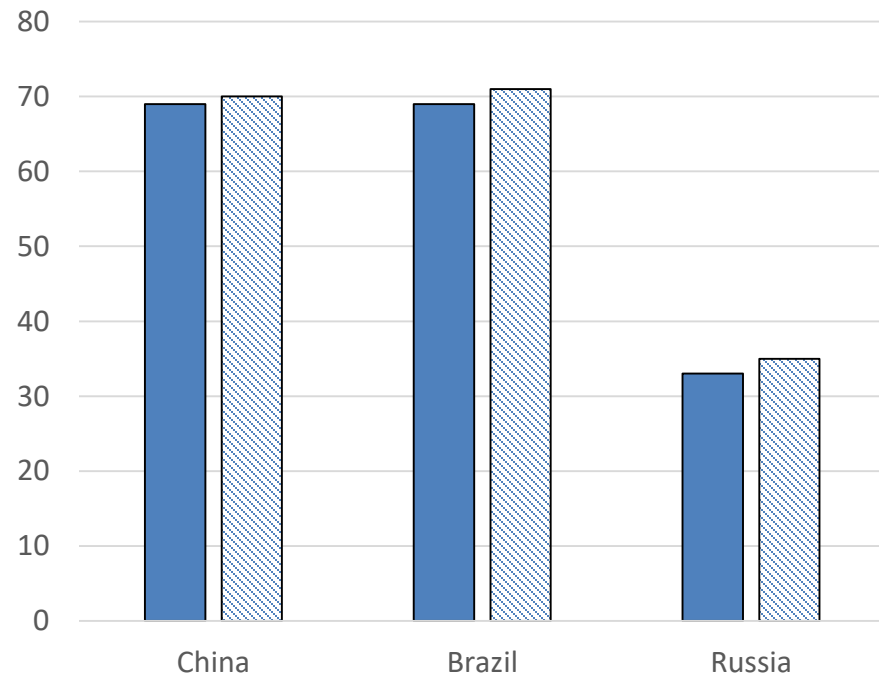
LCBMs are growing, but are concentrated

The rise in LCBMs is concentrated regionally, but also driven by large economies within-regions.

Local currency government debt outstanding
(In USD trillions)



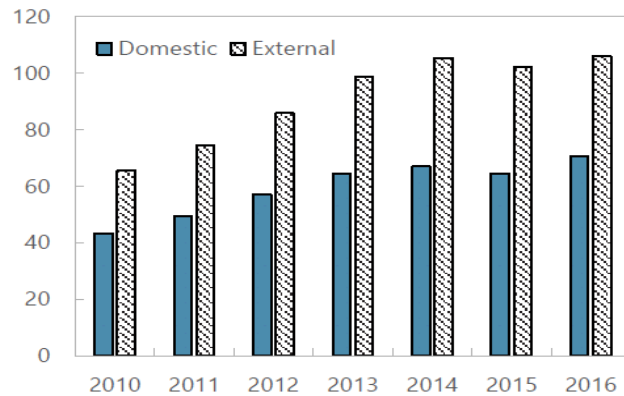
Share of local currency bond market by region
(in percent of total)



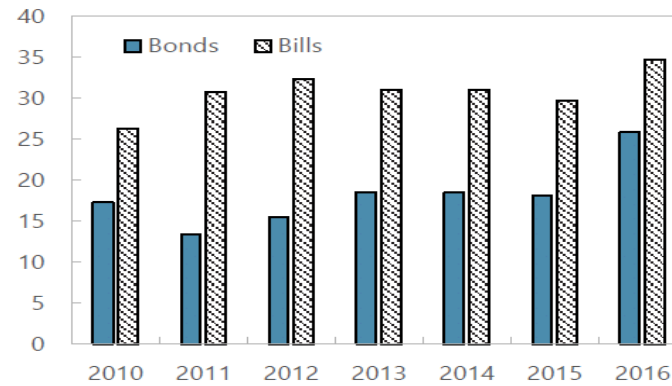
Smaller economies are also increasingly accessing the domestic bond market

Local Currency Bond Markets in Sub-Saharan Africa

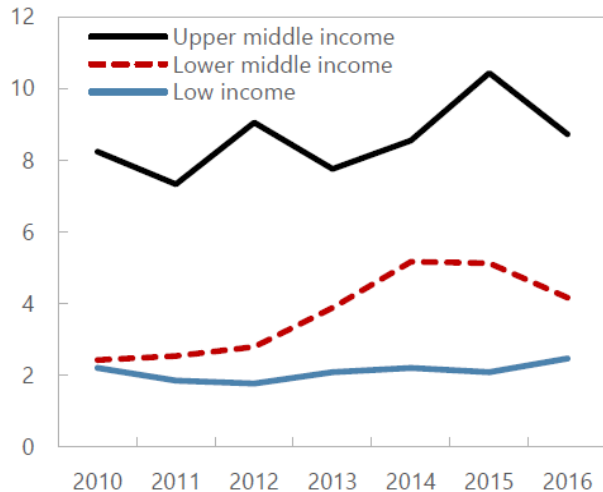
Stock of Domestic and External Debt
(In billions of USD)



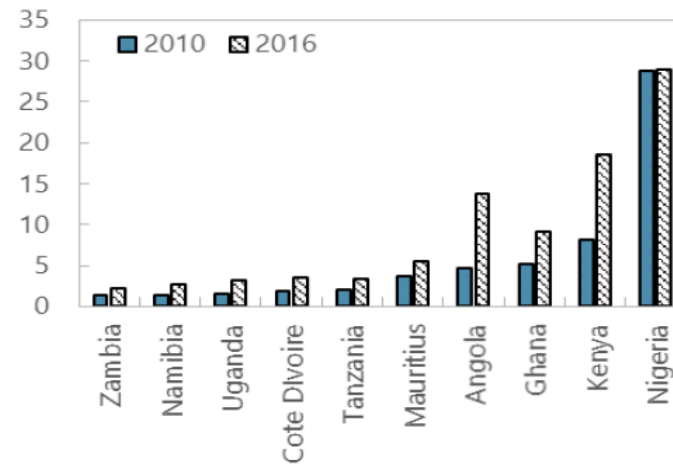
Stock of Bonds and Bills
(In billions of USD)



Average Maturity
(In years)



Stock of Domestic Debt by Country
(In billions of USD)



And there is rising interest in LCY Eurobonds.

Smaller economies are also positioning themselves to tap the external issuances market.

EBRD initiates first-ever Eurobond issued in Georgian local currency

Business

Ivory Coast Is Said to Revisit Offshore Local-Currency Bond

By [Baudelaire Mieu](#)
October 11, 2018 11:08 AM Updated on October 12, 2018 1:31 AM

- ▶ African nation considers sales in CFA francs, dollars, euros
- ▶ Country is budgeting to raise \$2.5 billion in debt in 2019

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Komodo Bonds Stir to Life Amid Indonesian Infrastructure
Bonds, named after dragons, give firms access to greater pool of capital

Sovereign Liability Management Deal of the Year & Local Currency Bond of the Year - Uruguay
January 17, 2018 | [Kevin Gray](#)
The country's first nominal fixed-rate global bond in local currency paved the way for Uruguay to fund itself entirely in pesos in 2017





For more information:

The figures and charts used in this PPT can be found in the following document: Paladines, Cindy Elizabeth; Silva, Anderson Caputo. 2018. *Staff note for the G20 IFAWG recent developments on local currency bond markets in emerging economies* . Washington, D.C. : World Bank Group.

<https://hubs.worldbank.org/docs/ImageBank/Pages/DocProfile.aspx?nodeid=30247592>