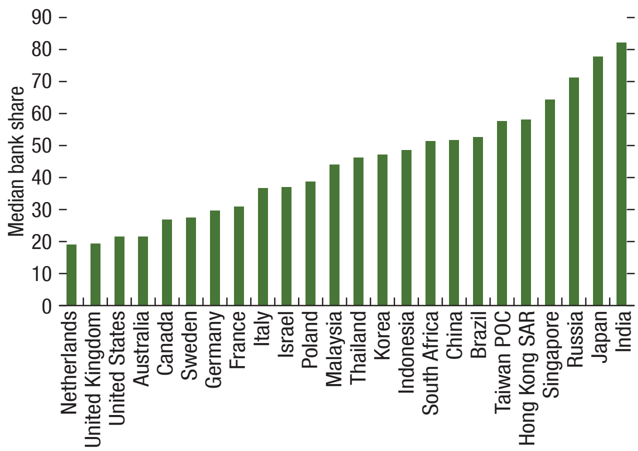
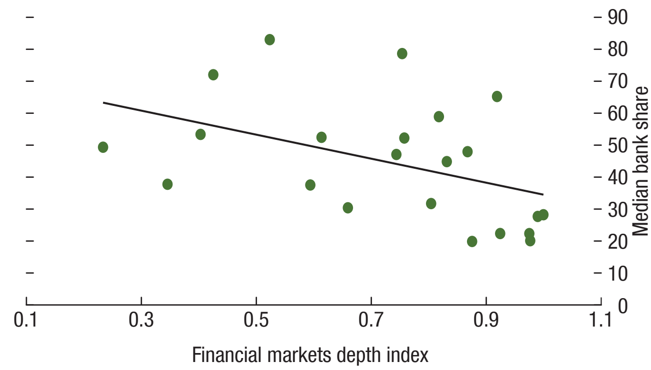
Figure 2.12. Bond Finance around the World

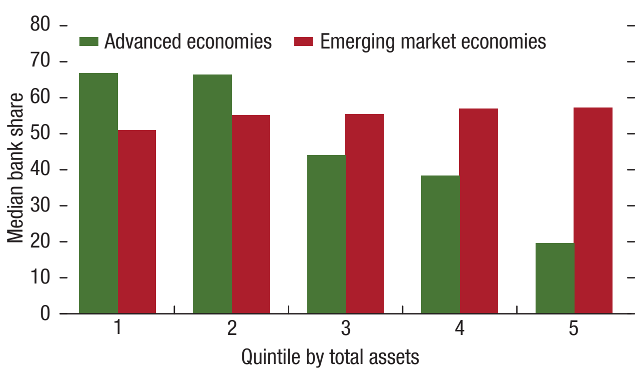
The reliance of listed companies on loan versus bond financing varies significantly across countries.



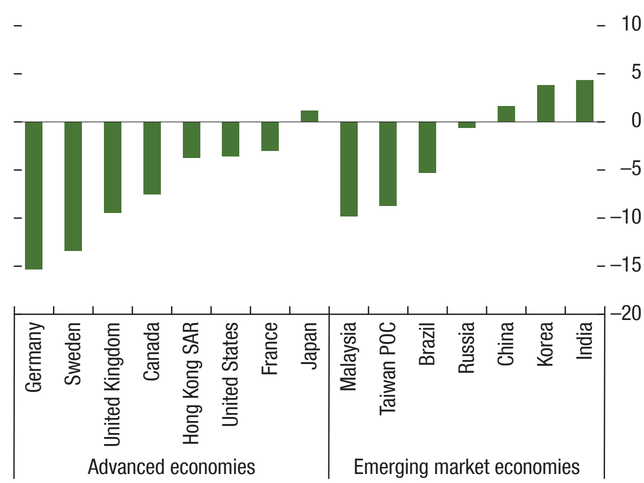
Bond financing is favored in deeper financial markets.



Larger firms rely more on bond financing in advanced economies.



Bond financing increased in most countries after the crisis.



Sources: Dealogic; FactSet; IMF, World Economic Outlook database; Svirydzenka 2016; and IMF staff calculations.
Note: Firms' reliance on bank financing is computed as the ratio of loan liabilities to the sum of loan, note, and bond liabilities. In panel 2, the financial markets depth index (Svirydzenka 2016) takes into account the depth of equity and bond markets (including government, financial, and nonfinancial bond markets). In panel 3, quintiles are in ascending order by firm size, measured by total assets. Taiwan POC = Taiwan Province of China. See Annex 2.3 for details.