

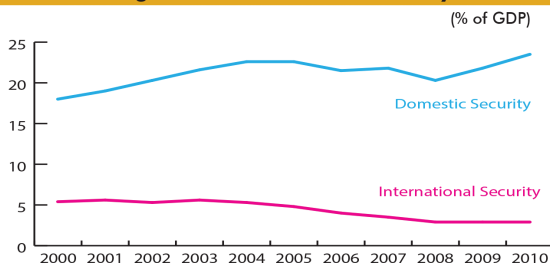
SSC in Statistics

Domestic Security Market*

Domestic financial sectors in the South have undergone substantial transformation over time, particularly in the 2000s. This is reflected in higher financial system deposits especially in the LDCs and transition economies and impressive growth in domestic credit flows to the private sector. Deep domestic long-term debt markets are well-positioned now to cater to the financing requirements in the Southern economies. Even though the public and private bond markets remained subdued because of the first episode of the global economic recession during 2007-09, corporate bond issuance in the emerging markets grew from 1.1 per cent of GDP in 2001 to 3.1 per cent of GDP in 2013.

Over the years, equity markets in the South witnessed significant growth in terms of overall market capitalization and dynamism in the developing economies and the LDCs. With greater financial market integration, the South would reduce its dependence on foreign capital markets and contain external vulnerabilities to a great extent. Financial markets in some emerging countries such as Korea, Singapore, Hong Kong, India and China are viewed as potential regional financial hubs for raising capital in the South.

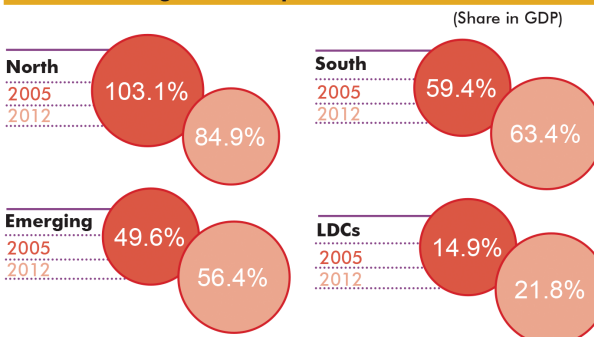
Increasing Reliance on Domestic Security Market



Depth of the Corporate Bond Market



Growing Market Capitalisation in the South



* Resurging South Stylized Facts, (2016): Prepared by RIS Team