

ETF Watch – March 2025

A record month for European equity flows in February '25

Key takeaways

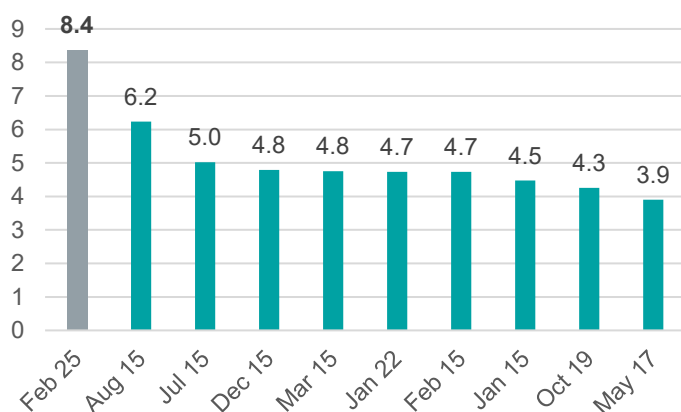
- €33 billion inflows into UCITS ETFs in February
- Flows were again led by Equity ETFs with over €23 billion
 - Driven by Global Equities (+€10 billion)
 - But also a record month for European Equities (+€8.4 billion)
 - For the first time since February 2023, US Equities posted outflows (- €0.5 billion)
- A strong month for Fixed Income flows (+€8.8 billion)
 - Led by Europe Fixed Income (+€3.6 billion)
 - Driven mainly by Government, Corporate Investment Grade and Ultrashort Bonds

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Record flows into European equity ETFs

10 largest monthly flows in European Equity since 2015 (UCITS ETFs)



Source: ETFBook.com, BNP Paribas Asset Management as of 28/02/2025

BNP Paribas Asset Management ETF Research



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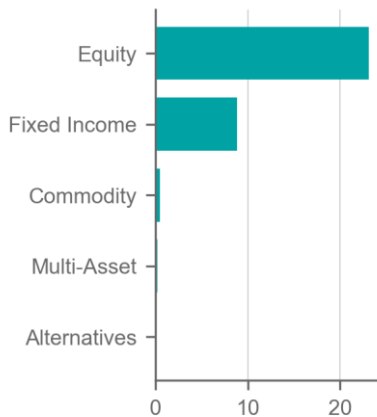
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UCITS ETF Flows Overview

1-month cumulative flows

ETF Book asset classes, in EUR mn



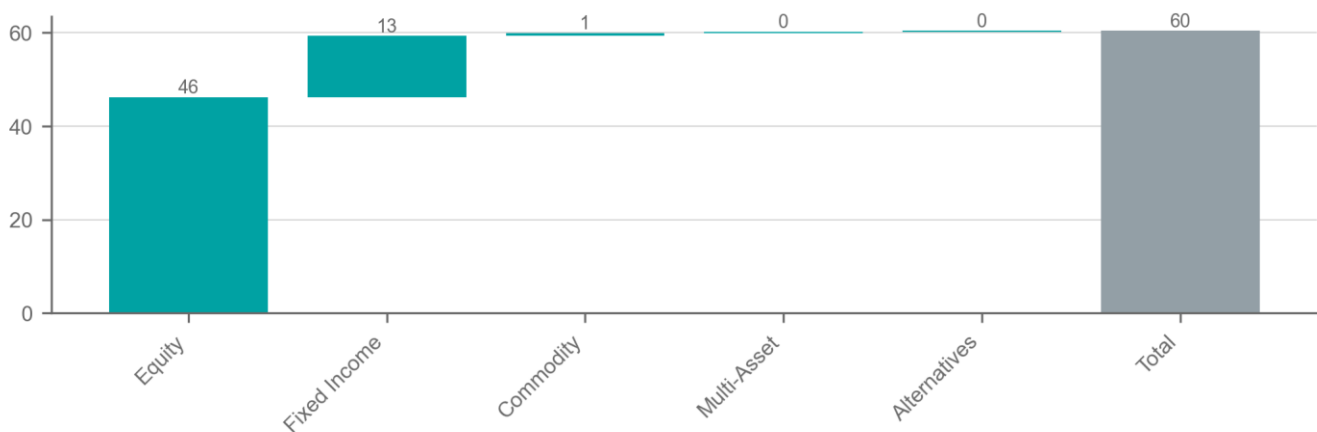
AUM and flows overview

ETF Book asset classes, in EUR

	AUM (€ billion)	Flows in € million			
		1-Month	%	YTD	%
Equity	1,633.3	23,153	71%	46,209	77%
Fixed Income	505.6	8,834	27%	13,134	22%
Commodity	14.4	459	1%	611	1%
Multi-Asset	4.2	189	1%	280	0%
Alternatives	2.2	54	0%	154	0%
Total	2,159.7	32,689		60,389	

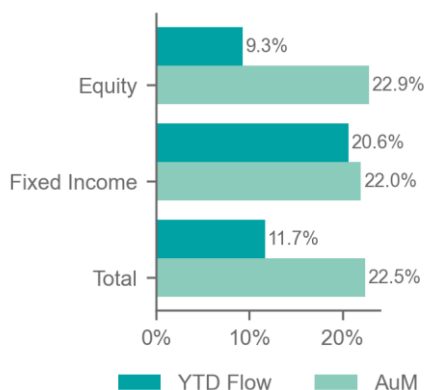
YTD cumulative flows per asset classes

in EUR mn



ESG market share AUM vs YTD flows

ETF Book asset classes



ESG Focus : AUM and flows overview

ETF Book asset classes, in EUR

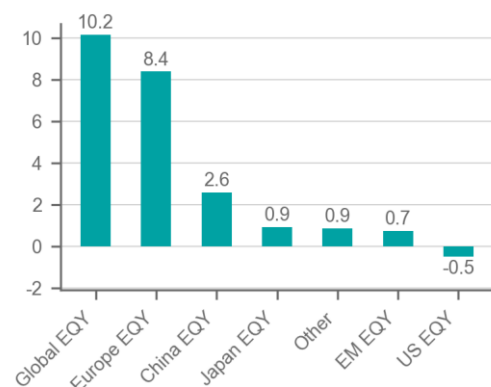
	AUM (€ billion)	Flows in € million			
		1-Month	% total market*	YTD	% total market*
Equity	373.6	809	3%	4,291	9%
Fixed Income	111.1	534	6%	2,711	21%
Commodity	0.0	1	0%	3	1%
Multi-Asset	0.3	13	7%	37	13%
Alternatives	0.0	0	0%	0	0%
Total	485.1	1,357	4.2%	7,041	11.7%

Source: ETF Book, BNP Paribas Asset Management as of 28/02/2025. Performances are for general information only and should not be used as a basis for making any specific investment, business or commercial decisions. Past performances or achievement is not indicative of current or future performance. * As percentage of overall UCITS ETF flows for the category.

Equity focus

1-month cumulative flows

ETF Book region focus, in EUR bn



AUM and flows overview

ETF Book region focus, in EUR

	AUM (€ billion)	Flows in € million			
		1-Month	% ESG	YTD	% ESG
Global EQY	497.7	10,150	17%	19,431	16%
US EQY	636.0	-511	682%	9,676	-27%
Europe EQY	301.9	8,381	19%	11,099	25%
Japan EQY	43.6	930	-1%	1,114	9%
EM EQY	112.2	746	12%	691	-11%
China EQY	17.2	2,591	14%	2,914	12%
Other	24.7	865	60%	1,284	46%
Total	1,633.3	23,153	3.5%	46,209	9.3%

Fixed Income focus

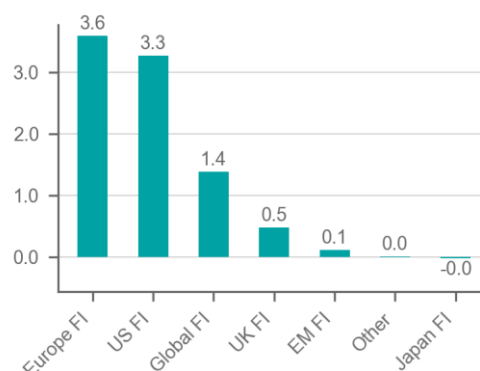
AUM and flows overview

ETF Book region focus, in EUR

	AUM (€ billion)	Flows in € million			
		1-Month	% ESG	YTD	% ESG
Global FI	80.3	1,386	5%	2,053	30%
US FI	167.4	3,267	-1%	4,177	2%
Europe FI	203.7	3,590	9%	6,310	32%
UK FI	24.3	479	3%	907	6%
Japan FI	1.1	-16	0%	-25	0%
EM FI	28.4	114	135%	-268	8%
Other	0.3	14	62%	-19	165%
Total	505.6	8,834	6.0%	13,134	20.6%

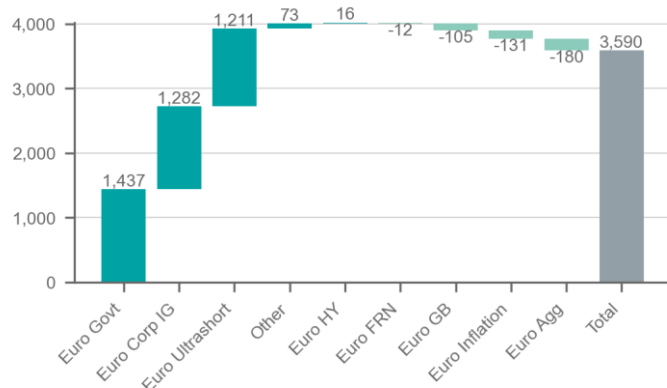
1-month cumulative flows

ETF Book region focus, in EUR bn



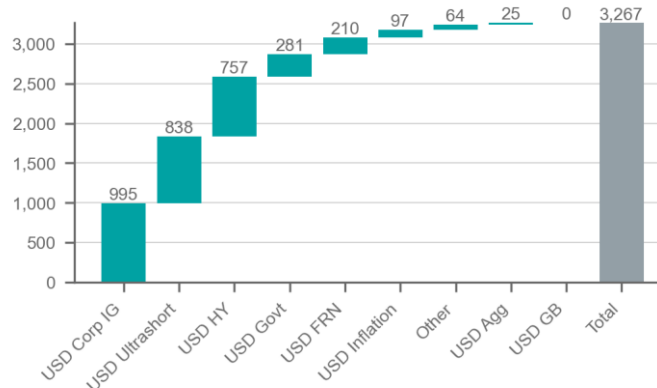
Europe FI focus: 1 month flows per sub categories

ETF Book sub asset classes, in EUR mn



US FI focus: 1 month flows per sub categories

ETF Book sub asset classes, in EUR mn



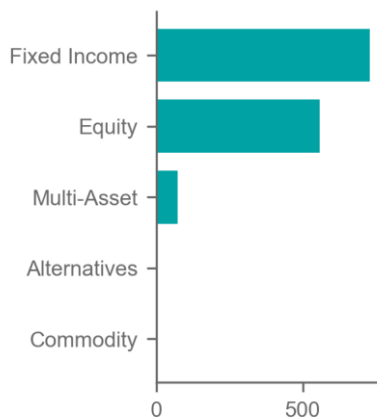
Source: ETF Book, BNP Paribas Asset Management as of 28/02/2025.

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Active ETFs focus

1-month cumulative flows

ETF Book asset classes, in EUR mn



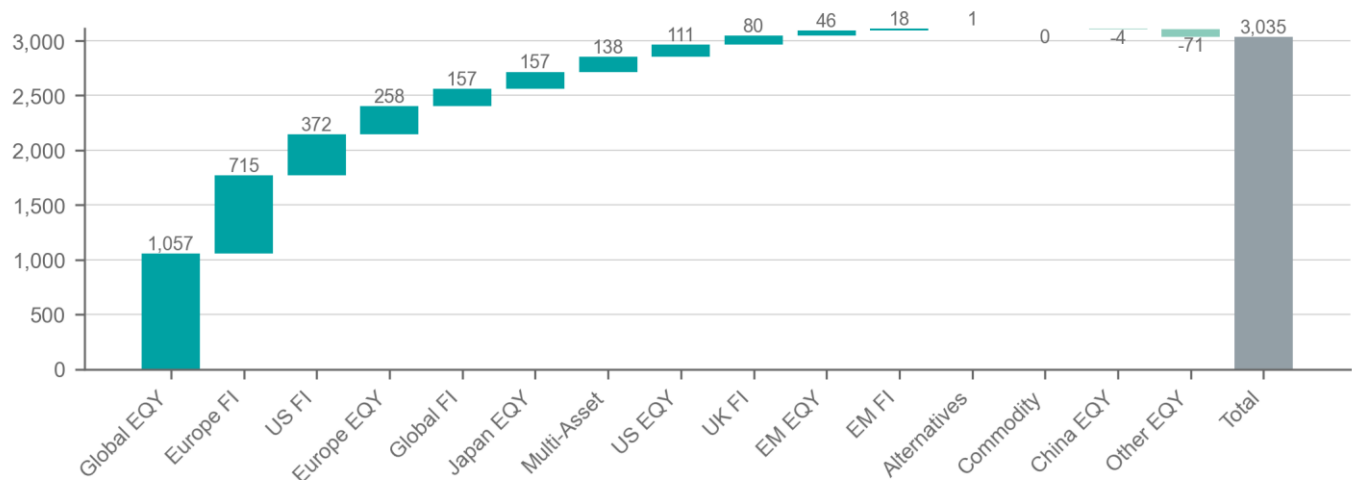
AUM and flows overview

ETF Book asset classes, in EUR

	AUM (€ billion)	Flows in € million			
		1-Month	%	YTD	%
Equity	37.9	557	41%	1,554	41%
Fixed Income	16.9	731	54%	1,343	54%
Commodity	0.0	0	0%	0	0%
Multi-Asset	2.6	71	5%	138	5%
Alternatives	0.0	1	0%	1	0%
Total	57.4	1,360		3,035	

YTD cumulative flows per category

ETF Book asset classes and region focus, in EUR mn



AUM and flows overview versus overall ETF market

ETF Book asset classes, in EUR

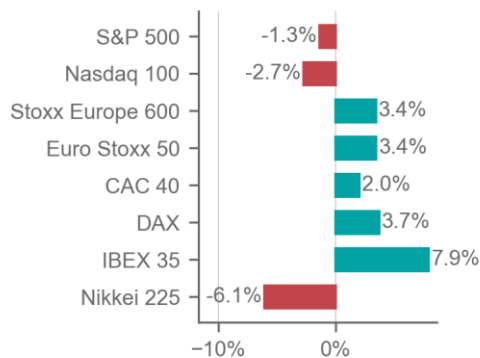
	AUM (€ billion)	% total market	Flows in € million			
			1-Month	% total market*	YTD	% total market*
Equity	37.9	2%	557	2%	1,554	3%
Fixed Income	16.9	3%	731	8%	1,343	10%
Commodity	0.0	0%	0	0%	0	0%
Multi-Asset	2.6	64%	71	38%	138	49%
Alternatives	0.0	0%	1	1%	1	0%
Total	57.4	2.7%	1,360	4.2%	3,035	5.0%

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Equity Indices Overview

1-month performance

Last month performance in index currency



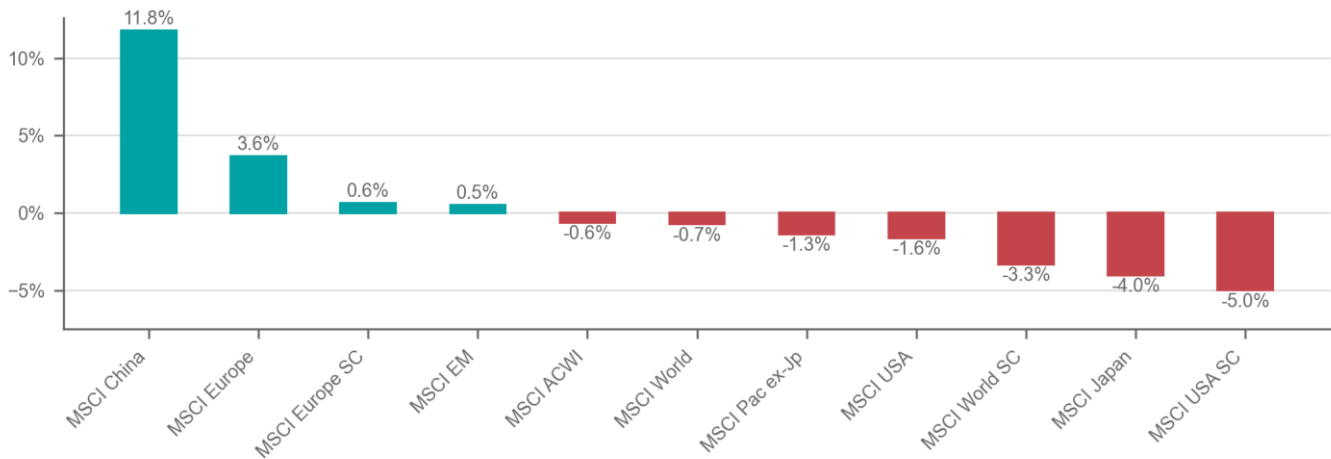
Stock market major indices overview

Performances in index currency

	Performances			Fundamentals	
	1M	3M	1Y	PE	Div yield
S&P 500	-1.3%	-1.1%	17.9%	24.2	1.27%
Nasdaq 100	-2.7%	-0.1%	16.4%	37.5	0.64%
Stoxx Europe 600	3.4%	9.5%	15.6%	15.4	3.12%
Euro Stoxx 50	3.4%	14.0%	14.8%	15.8	2.95%
CAC 40	2.0%	12.3%	4.7%	15.8	3.03%
DAX	3.7%	14.8%	26.7%	17.4	2.47%
IBEX 35	7.9%	15.3%	38.4%	11.8	3.91%
Nikkei 225	-6.1%	-2.6%	-3.8%	20.0	1.88%

1-month regional performances

Net total return



Regional overview

Net total return

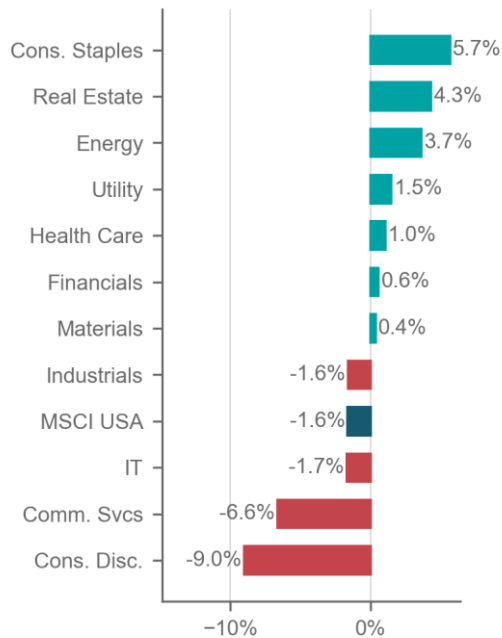
	Performances			Fundamentals	
	1M	3M	1Y	PE	Div yield
Large & Mid Cap					
MSCI ACWI	-0.6%	0.3%	15.1%	20.3	1.81%
MSCI World	-0.7%	0.1%	15.6%	21.3	1.71%
MSCI USA	-1.6%	-1.3%	18.1%	24.5	1.25%
MSCI Europe	3.6%	9.8%	15.7%	15.6	3.08%
MSCI Japan	-4.0%	0.2%	1.4%	14.8	2.26%
MSCI Pacific ex-Japan	-1.3%	-3.6%	10.2%	16.1	3.88%
MSCI EM	0.5%	2.1%	10.1%	13.9	2.75%
MSCI China	11.8%	15.8%	39.0%	12.2	2.60%
Small Cap					
MSCI World Small Cap	-3.3%	-5.9%	7.7%	18.3	2.20%
MSCI USA Small Cap	-5.0%	-9.2%	8.0%	21.6	1.64%
MSCI Europe Small Cap	0.6%	4.4%	11.5%	13.8	3.48%

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Sector focus

1-month US sectors performances

Last month performance in USD



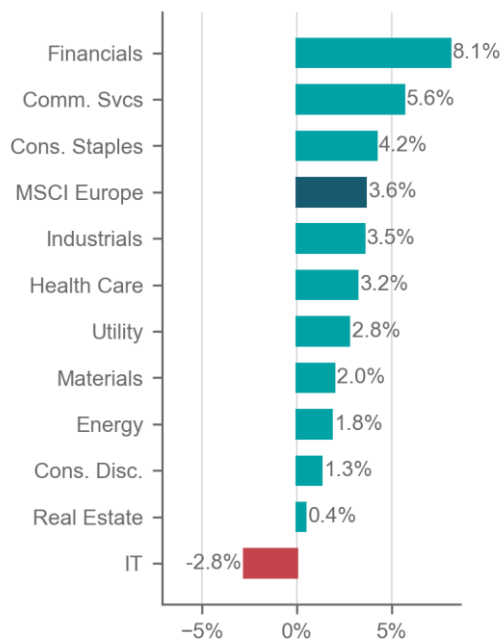
MSCI USA sectors overview

Performances in USD

	Performances			Fundamentals		
	1M	3M	1Y	PE	12M Fwd PE	Div Yield
MSCI USA	-1.6%	-1.3%	18.1%	24.5	22.3	1.25%
Comm. Svcs	-6.6%	5.3%	28.1%	22.4	19.9	0.80%
Cons. Staples	5.7%	2.4%	17.9%	23.0	22.9	2.33%
Cons. Disc.	-9.0%	-2.9%	18.1%	30.4	27.5	0.63%
Energy	3.7%	-4.0%	9.6%	15.5	14.9	3.19%
Financials	0.6%	1.6%	31.2%	18.0	17.4	1.47%
Health Care	1.0%	1.2%	3.9%	21.5	18.4	1.60%
Industrials	-1.6%	-5.4%	13.3%	26.8	23.7	1.45%
IT	-1.7%	-3.2%	18.6%	35.3	37.9	0.60%
Materials	0.4%	-5.4%	3.9%	22.3	20.8	1.83%
Real Estate	4.3%	-2.9%	13.2%	20.5	38.0	3.25%
Utility	1.5%	-3.8%	31.1%	19.1	17.9	2.91%

1-month European sectors performances

Last month performance in EUR



MSCI Europe sectors overview

Performances in EUR

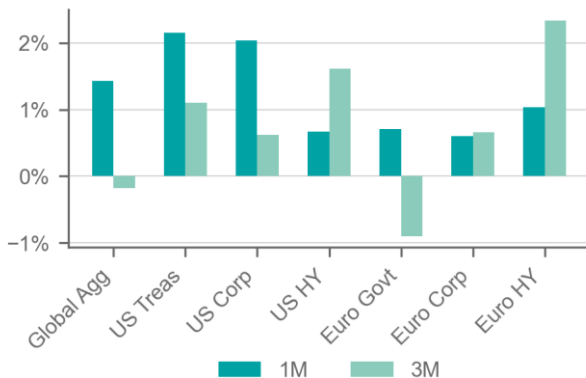
	Performances			Fundamentals		
	1M	3M	1Y	PE	12M Fwd PE	Div Yield
MSCI Europe	3.6%	9.8%	15.7%	15.6	14.9	3.08%
Comm. Svcs	5.6%	10.5%	28.9%	16.6	20.0	2.81%
Cons. Staples	4.2%	5.7%	6.3%	16.4	16.1	3.38%
Cons. Disc.	1.3%	13.9%	2.8%	16.2	18.6	2.92%
Energy	1.8%	6.4%	5.8%	8.3	8.8	5.52%
Financials	8.1%	19.2%	42.1%	10.8	10.5	4.40%
Health Care	3.2%	5.0%	10.1%	18.7	16.8	2.15%
Industrials	3.5%	9.0%	18.6%	21.9	20.6	1.99%
IT	-2.8%	10.0%	2.1%	33.7	29.0	1.08%
Materials	2.0%	3.8%	7.0%	17.9	15.8	3.11%
Real Estate	0.4%	-2.5%	12.4%	14.1	14.1	3.55%
Utility	2.8%	1.3%	16.1%	12.4	11.2	5.01%

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Fixed Income Indices Overview

Major indices performance

Last month performance in index currency



Major indices overview

Performances in index currency

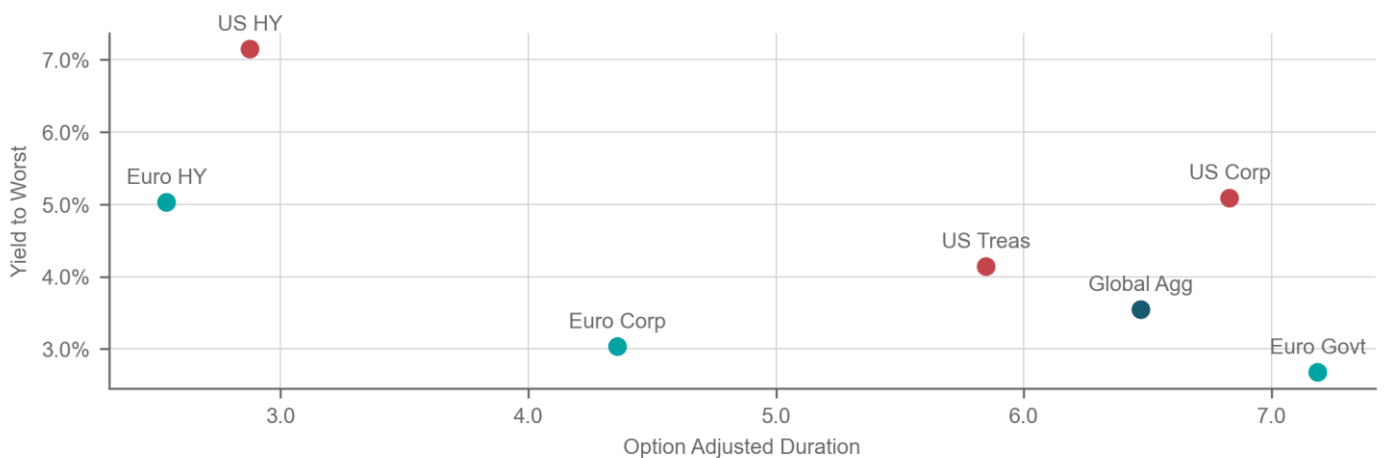
	Performance			Characteristics	
	1M	3M	1Y	Yield	Duration
Global Agg	1.4%	-0.2%	3.0%	3.5%	6.5
US Treas	2.2%	1.1%	4.9%	4.1%	5.8
US Corp	2.0%	0.6%	6.6%	5.1%	6.8
US HY	0.7%	1.6%	10.1%	7.1%	2.9
Euro Govt	0.7%	-0.9%	4.1%	2.7%	7.2
Euro Corp	0.6%	0.7%	6.6%	3.0%	4.4
Euro HY	1.0%	2.3%	8.8%	5.0%	2.5

Historical credit spreads

Option adjusted spread in %



Yield / Duration profile for major indices



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US focus

US Treasury indices historical yields

Last month performance in USD



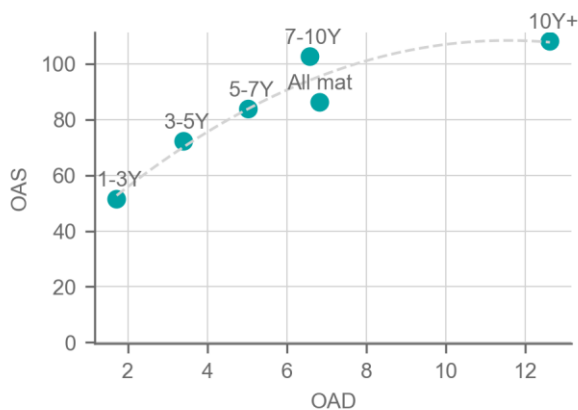
US Treasuries indices overview

Performances in USD

	Performance			Characteristics	
	1M	3M	1Y	Yield	Duration
US Treasury	2.2%	1.1%	4.9%	4.1%	5.8
UST 1-3Y	0.7%	1.4%	5.3%	4.0%	1.8
UST 3-5Y	1.4%	1.5%	5.4%	4.0%	3.6
UST 5-7Y	2.2%	1.3%	5.4%	4.1%	5.4
UST 7-10Y	2.8%	1.2%	5.1%	4.2%	7.0
UST10Y+	5.2%	-0.0%	3.4%	4.5%	14.8

US Corporate Credit spread / Duration

Option-adjusted spread vs Option-adjusted duration



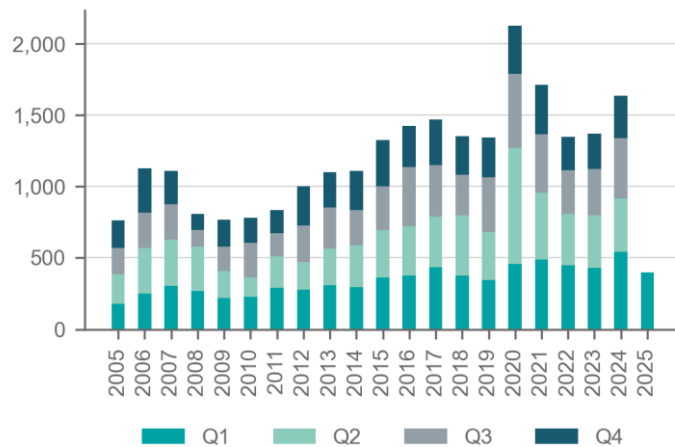
US Corporate indices overview

Performances in USD

	Performance			Characteristics		
	1M	3M	1Y	Yield	OAS	Dur.
US Corp	2.0%	0.6%	6.6%	5.1%	86.2	6.8
US Corp 1-3Y	0.7%	1.4%	6.3%	4.6%	51.4	1.7
US Corp 3-5Y	1.3%	1.4%	7.1%	4.8%	72.2	3.4
US Corp 5-7Y	1.7%	1.3%	7.6%	4.9%	83.8	5.0
US Corp 7-10Y	2.1%	0.8%	7.6%	5.2%	102.6	6.6
US Corp 10Y+	3.4%	-0.6%	5.6%	5.6%	108.1	12.6
US HY	2.0%	0.6%	6.6%	5.1%	86.2	6.8

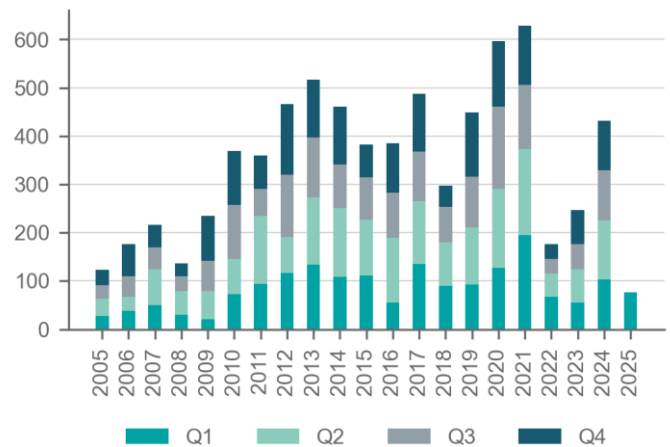
USD IG quarterly gross new issuance

in USD bn



USD HY quarterly gross new issuance

in USD bn

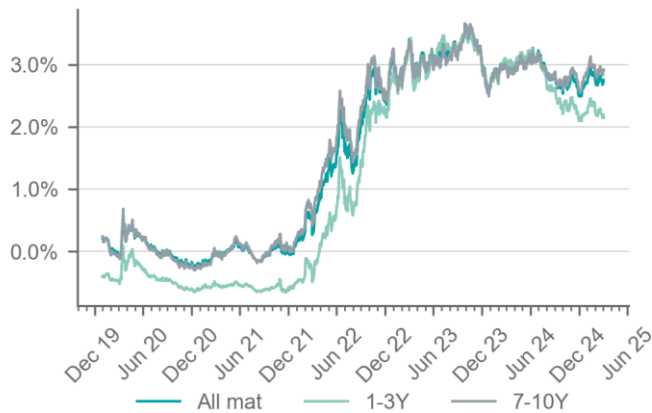


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Euro focus

Euro Government indices historical yields

Last month performance in EUR



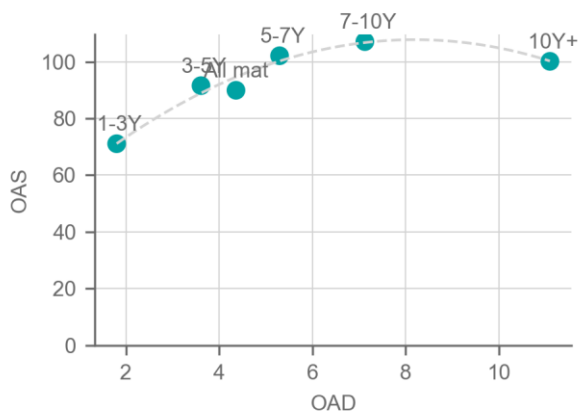
Euro Government indices overview

Performances in EUR

	Performance			Characteristics	
	1M	3M	1Y	Yield	Duration
Euro Govt	0.7%	-0.9%	4.1%	2.7%	7.2
Euro Govt 1-3Y	0.4%	0.5%	4.2%	2.1%	1.8
Euro Govt 3-5Y	0.6%	0.3%	4.6%	2.3%	3.7
Euro Govt 5-7Y	0.8%	-0.1%	4.8%	2.6%	5.5
Euro Govt 7-10Y	0.8%	-0.8%	4.5%	2.8%	7.4
Euro Govt 10Y+	0.9%	-3.3%	3.2%	3.3%	14.4

Euro Corporate Credit spread / Duration

Option-adjusted spread vs Option-adjusted duration



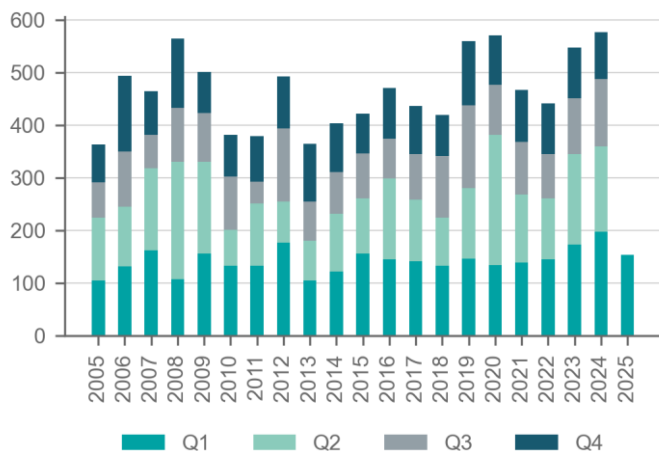
Euro Corporate indices overview

Performances in EUR

	Performance			Characteristics		
	1M	3M	1Y	Yield	OAS	Dur.
Euro Corp	0.6%	0.7%	6.6%	3.0%	89.9	4.4
Euro Corp 1-3Y	0.4%	0.9%	5.5%	2.7%	71.1	1.8
Euro Corp 3-5Y	0.6%	0.9%	6.8%	3.0%	91.6	3.6
Euro Corp 5-7Y	0.7%	0.7%	7.6%	3.2%	102.1	5.3
Euro Corp 7-10Y	0.7%	0.3%	7.6%	3.3%	107.1	7.1
Euro Corp 10Y+	0.6%	-0.9%	6.2%	3.5%	100.1	11.1
Euro HY	0.6%	0.7%	6.6%	3.0%	89.9	4.4

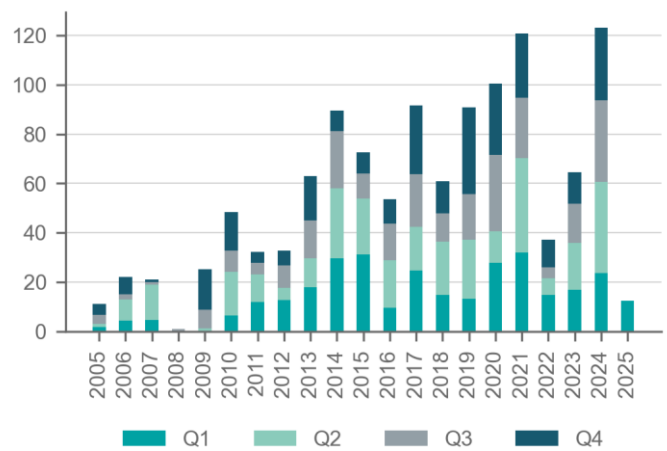
Euro IG quarterly gross new issuance

in EUR bn



Euro HY quarterly gross new issuance

in EUR bn



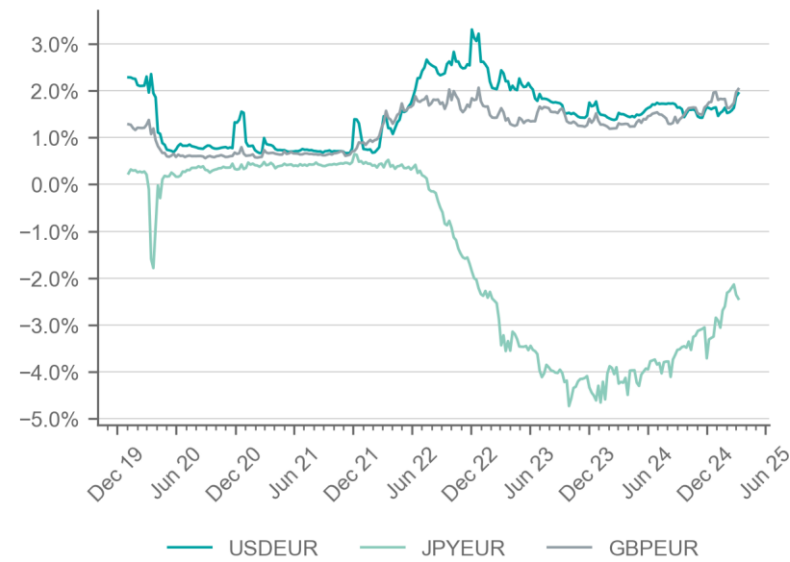
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Market Parameters Overview

FX hedging

Historical cost of hedging into EUR

Using 1-month forward cost annualised



Cost of hedging for major currencies

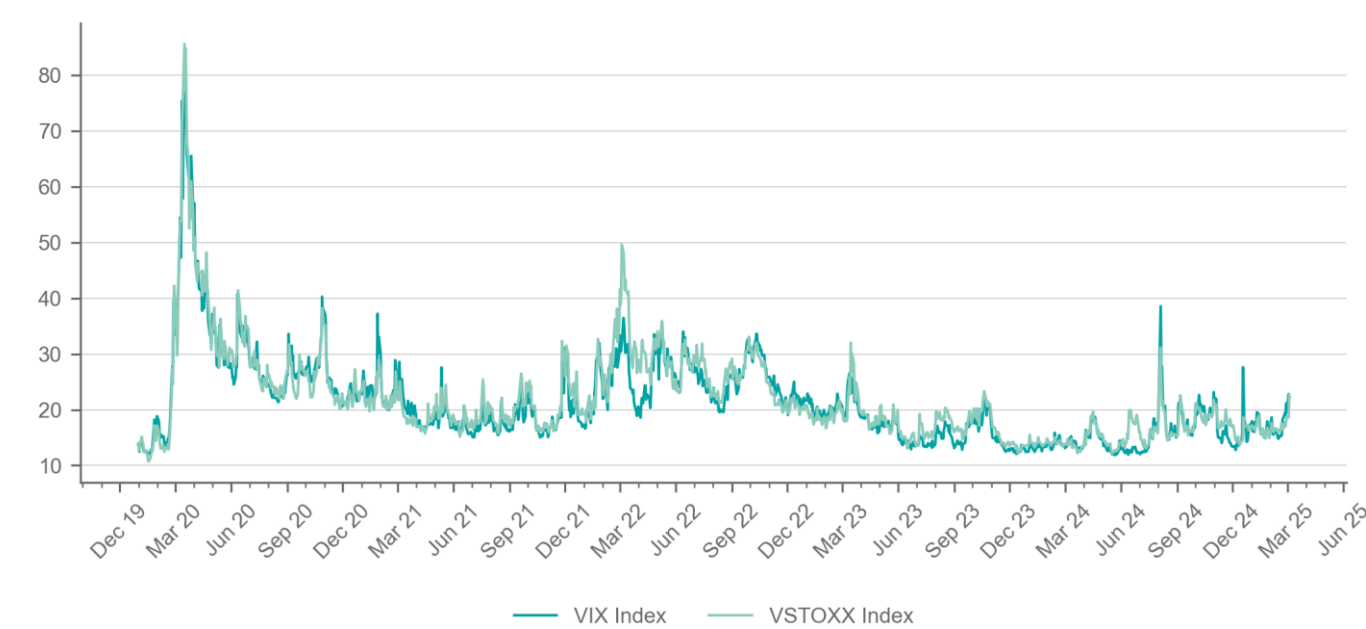
Using 1-month forward cost annualised

To	EUR	USD	GBP	JPY
From				
EUR	-	-1.88	-1.97	2.35
USD	1.88	-	-0.09	4.17
GBP	1.97	0.09	-	4.25
JPY	-2.35	-4.17	-4.25	-

Market volatility indicators

Historical VIX and VSTOXX levels

Since December 2019



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GLOSSARY

ETF	Exchange Traded Fund	PE	Price-to-earnings ratio
ESG	Environmental, Social and Governance	Div. yield	Dividend Yield
AUM	Asset under management	12M Fwd PE	12-month forward price-to-earnings ratio
YTD	Year-to-date	Dur.	Duration
EQY	Equity	OAS	Option-adjusted spread
FI	Fixed Income	OAD	Option-adjusted duration
HY	High Yield		
IG	Investment Grade		

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