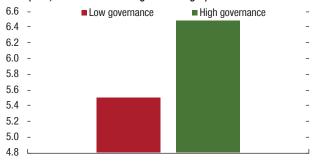
Figure 3.16. Firm-Level Governance and the Bond Market

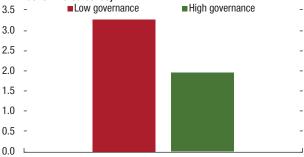
Better-governed firms that tapped bond markets were able to borrow at longer maturities and had higher credit ratings and lower spreads.

1. Bond Maturity (Year; firm-level value-weighted averages)

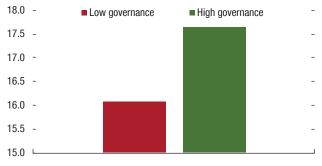


2. Bond Spreads

(Percent; firm-level value-weighted averages, U.S. dollar-denominated bonds)



3. Bond Ratings (Rating notches; firm-level value-weighted averages)



Sources: Bloomberg L.P.; Dealogic; Thomson Reuters Datastream; and IMF staff calculations.

Note: Bond maturity = maturity at issuance; bond rating = issuer's S&P credit rating; bond spread = spreads vis-à-vis the U.S. Treasury bonds with similar maturity; high governance = firm governance above 75th percentile; low governance = firm governance below 25th percentile.