

## What are bonds?

Bonds are financial instruments, i.e. debt securities issued by the state, company or other legal entities in order to collect certain financial resources. Based on the bond, the issuer of the bond undertakes to return a certain amount of money to the investor and pay interest for a defined period of time.

Bonds imply the obligation to repay the principal and periodic interest payments until maturity, when the obligation of the debtor (issuer, company) to make any further payments ceases.

There are different types of bonds issued by companies (corporate bonds) and they can be structured in a number of ways.

Despite many differences, bonds have one common element - a predictable and contractually determined method of repayment.

You can find more information about bonds on the website of the [Securities Commission](#) and on the website of the [Belgrade Stock Exchange](#).