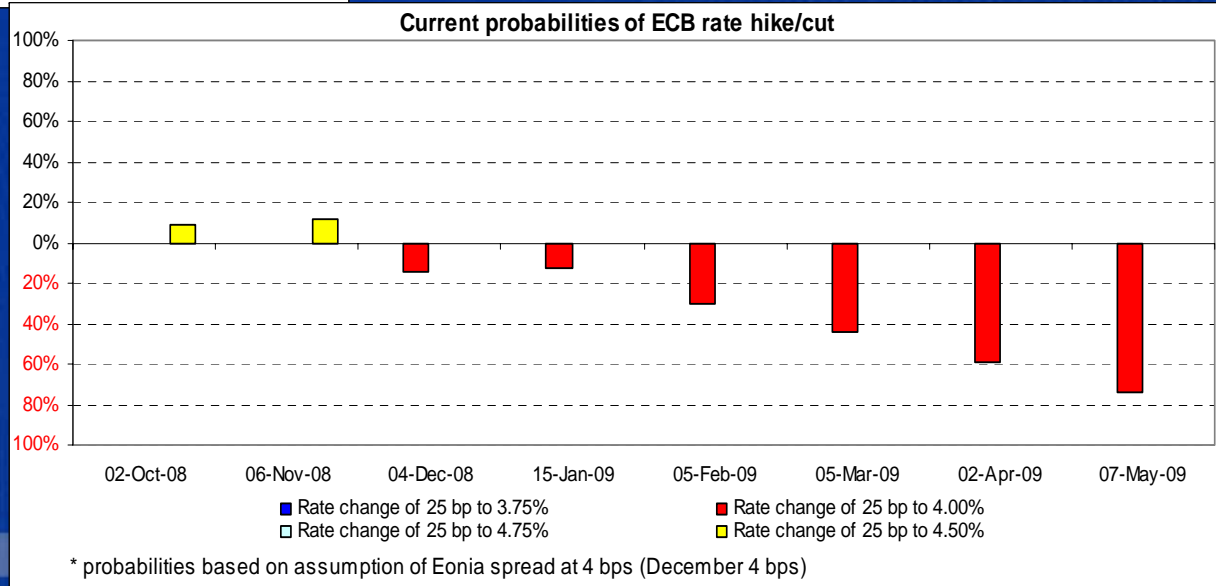
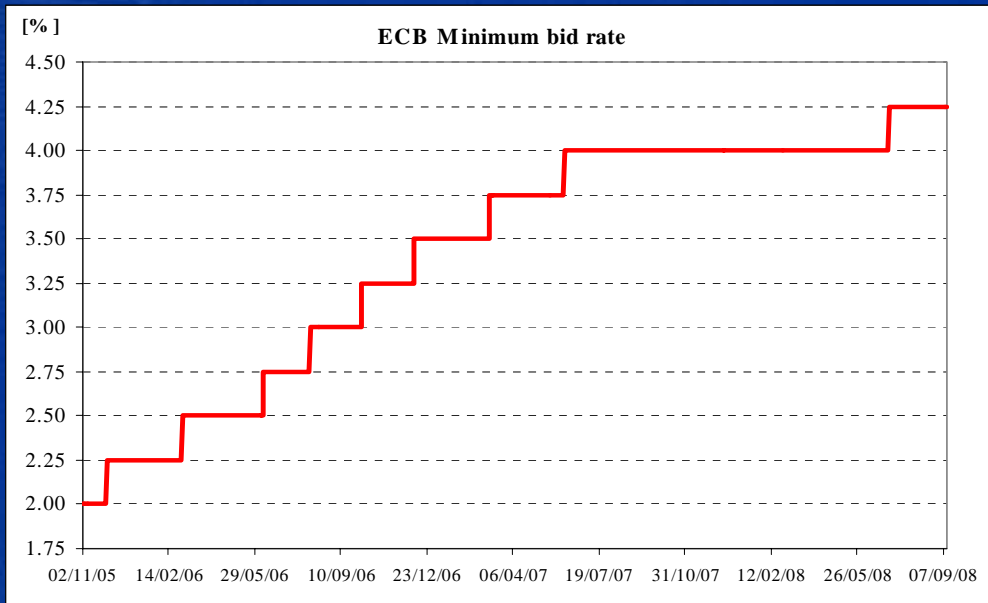


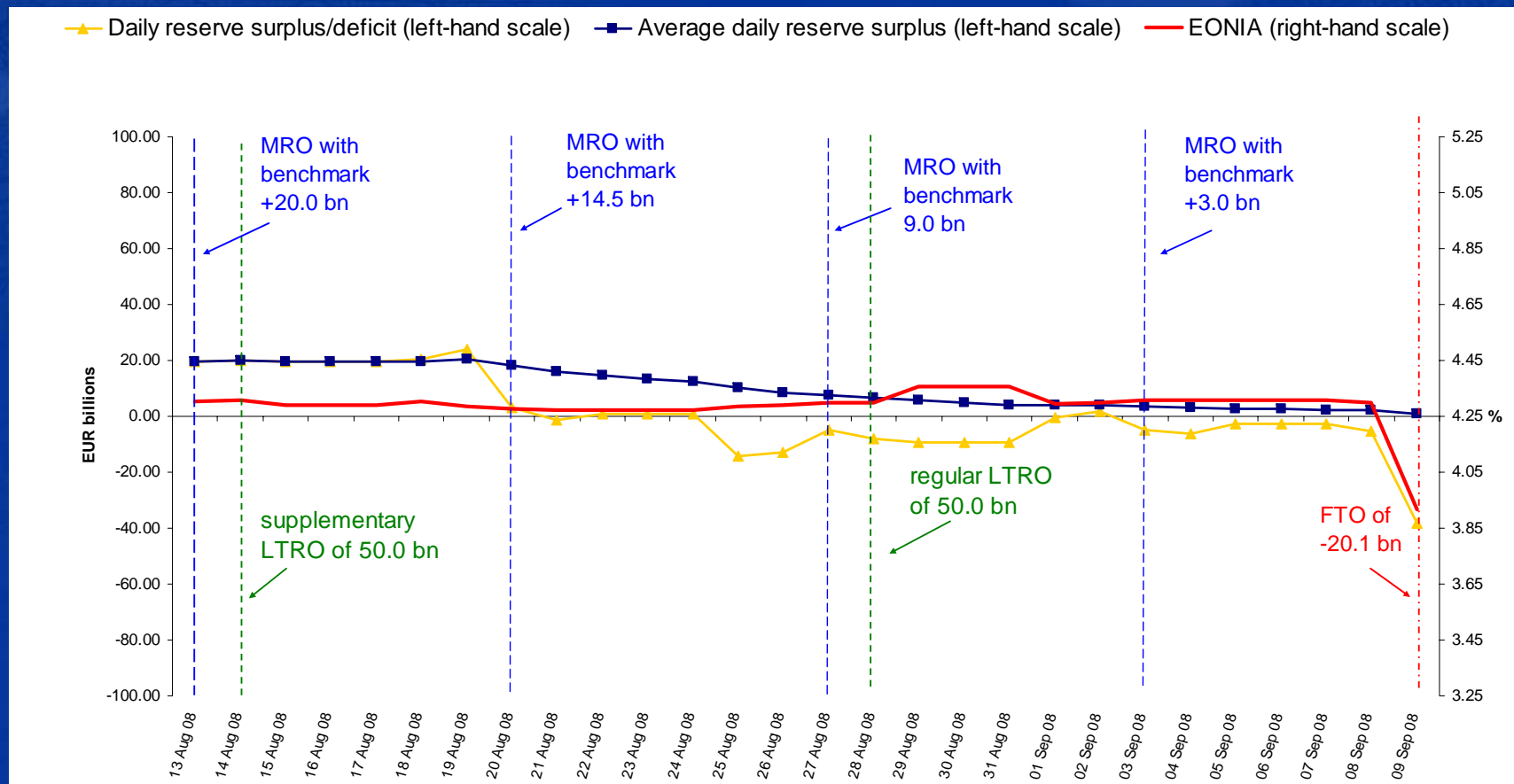
Recent Money Market Developments

Money Market Contact Group
Frankfurt am Main, 11 September 2008

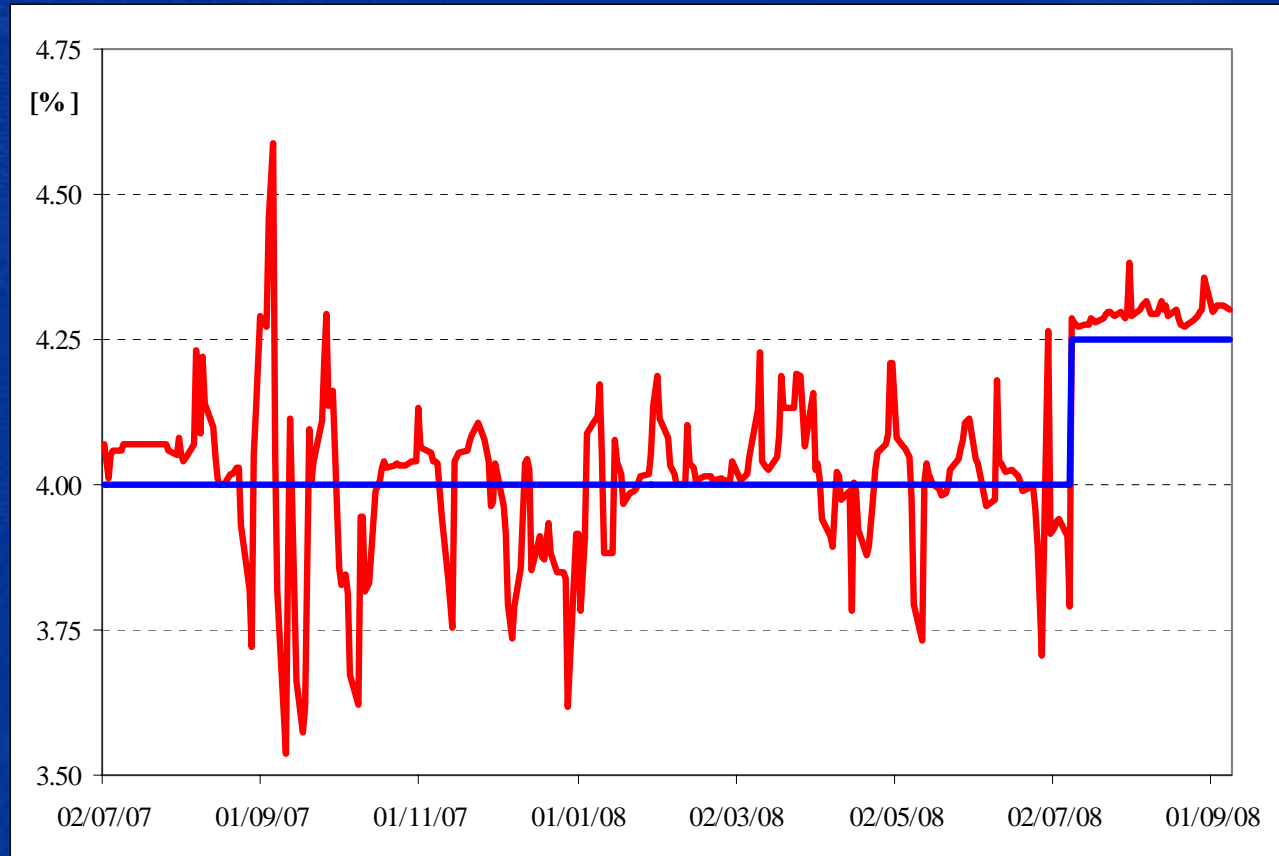
Development of ECB monetary policy stance and current interest rate expectations



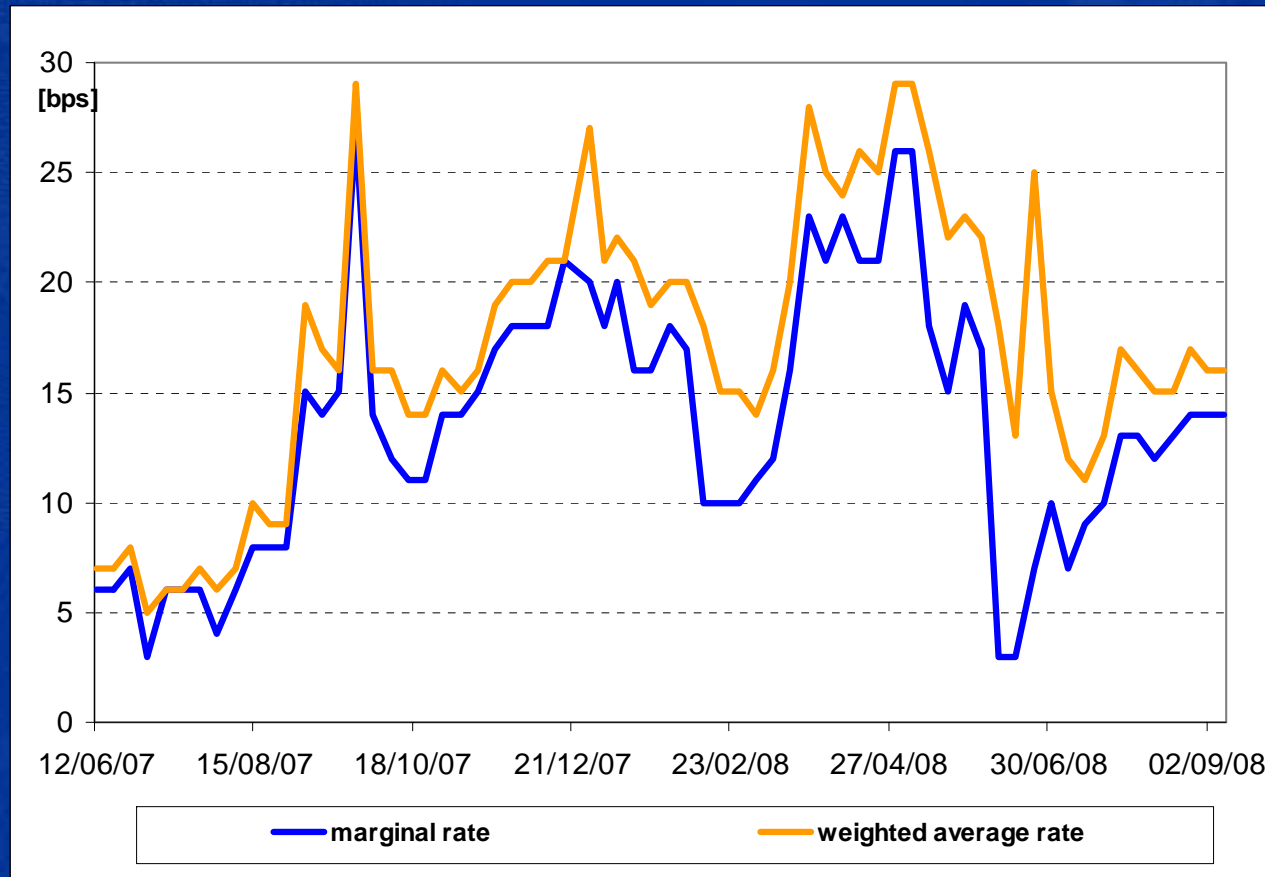
ECB operations, reserve surplus and Eonia in the Aug/Sep '08 maintenance period



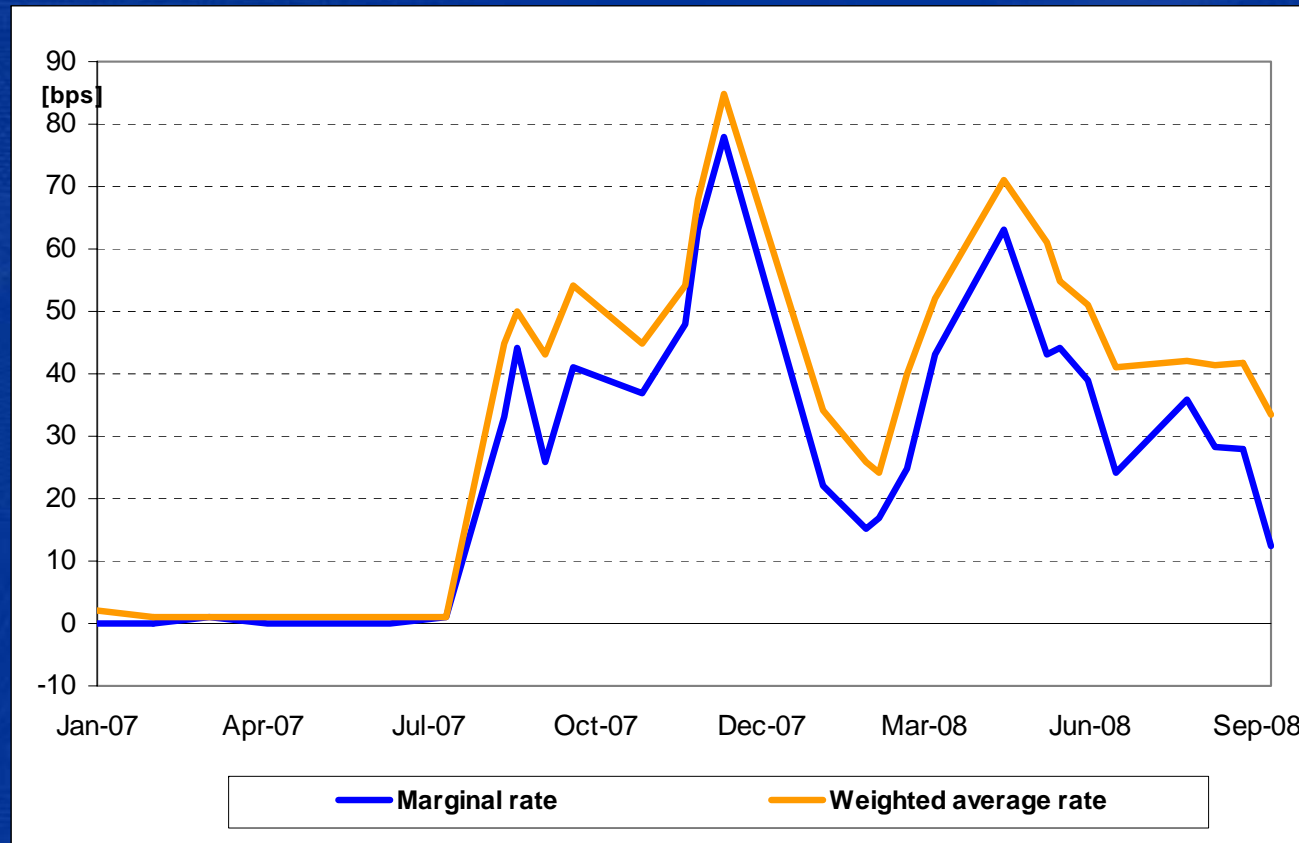
Eonia development since the beginning of the turmoil



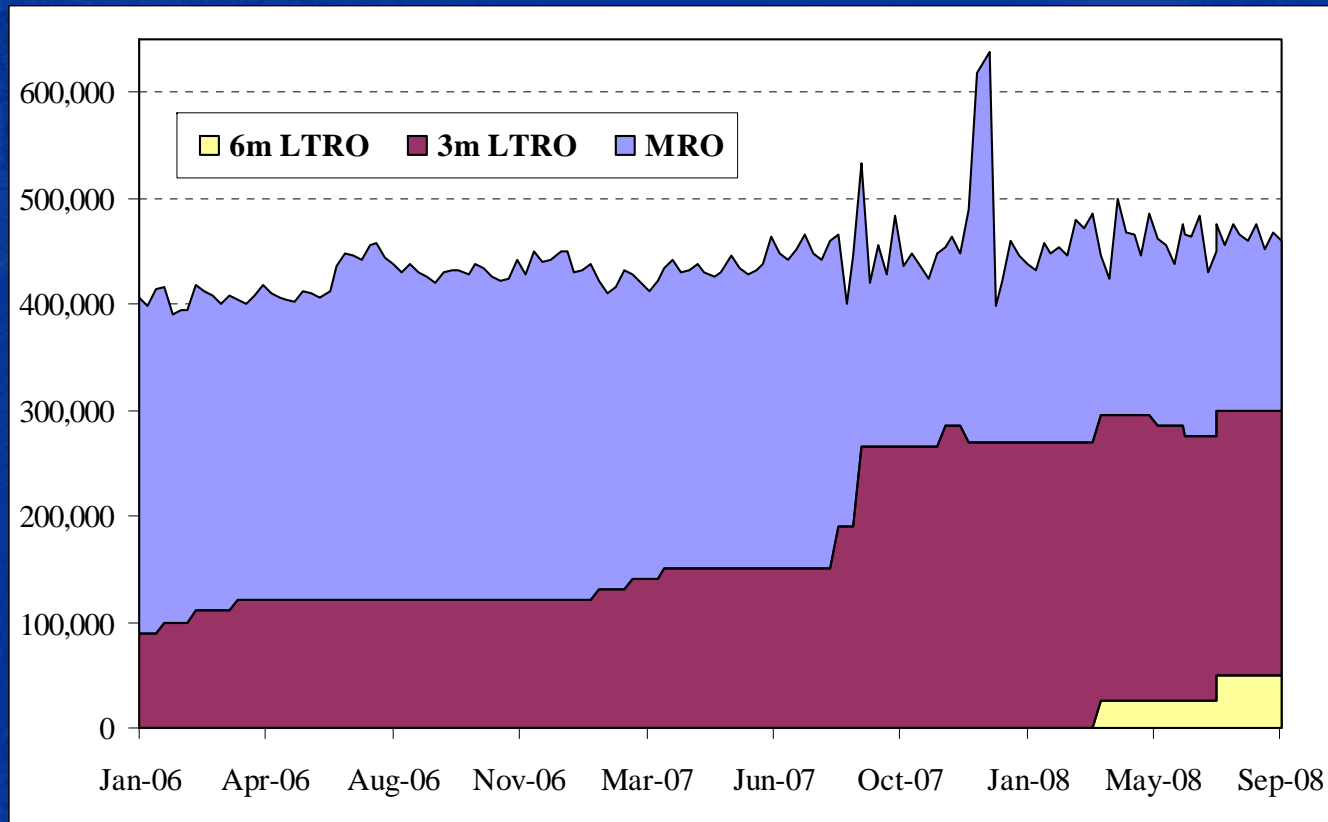
Development of spread between MRO rates and the minimum bid rate



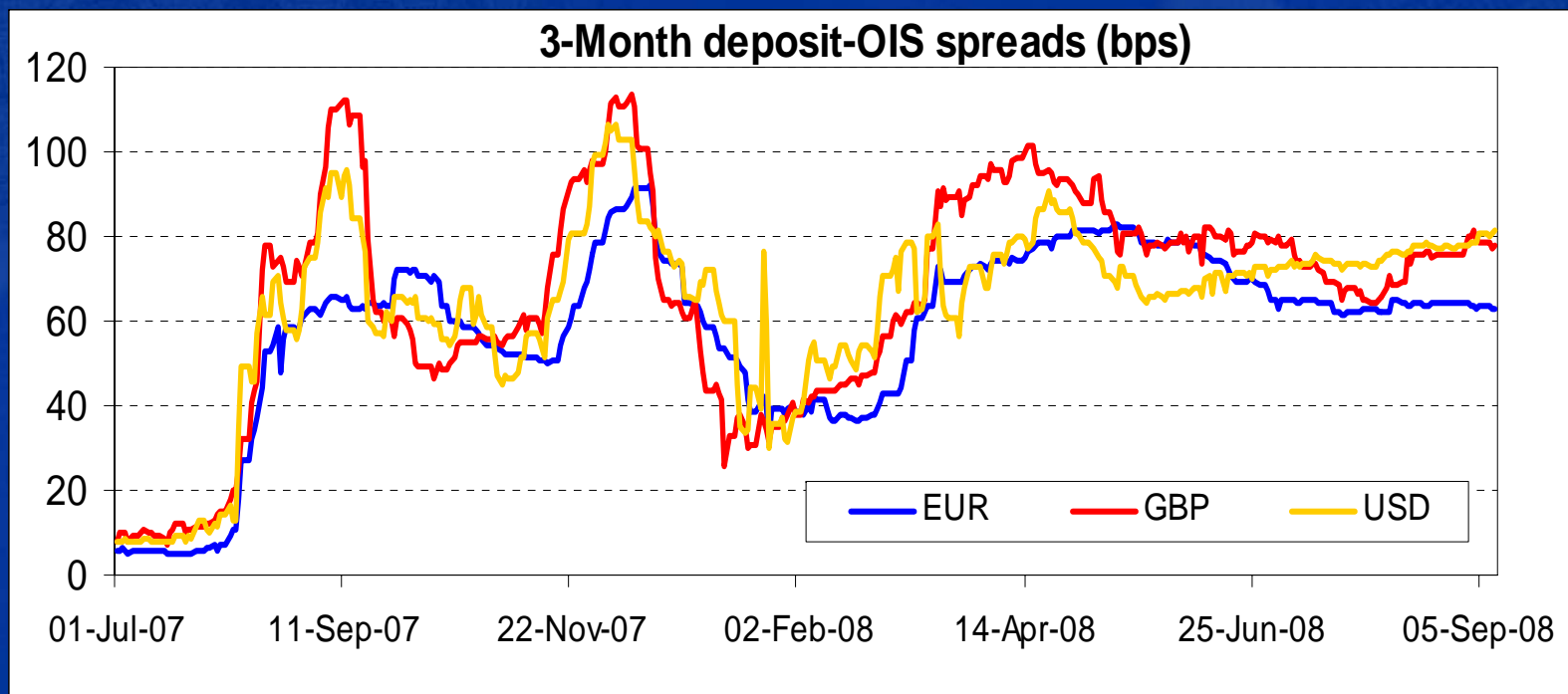
Development of spread between 3m LTR0 rates and 3m Eonia swap rates



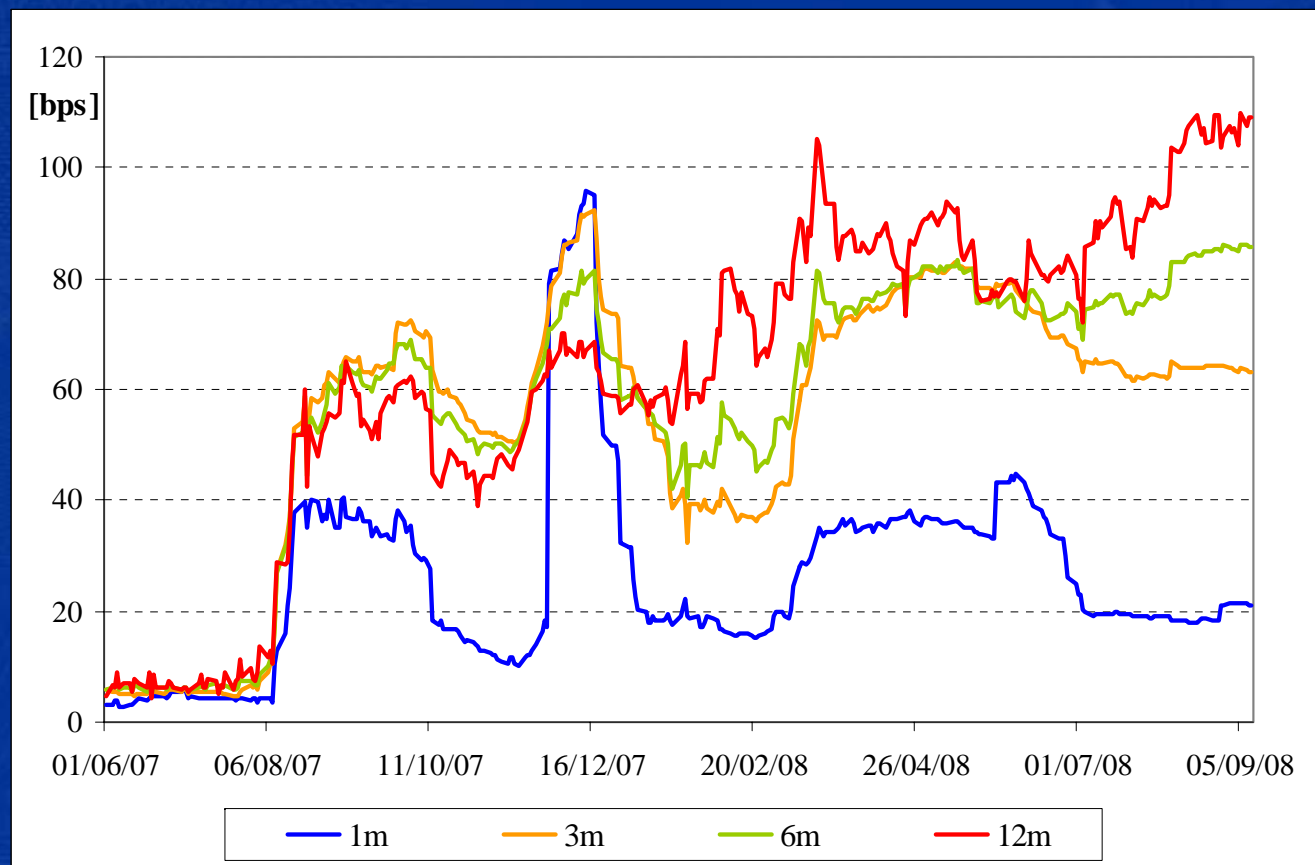
Maturity breakdown of the ECB's liquidity providing operations



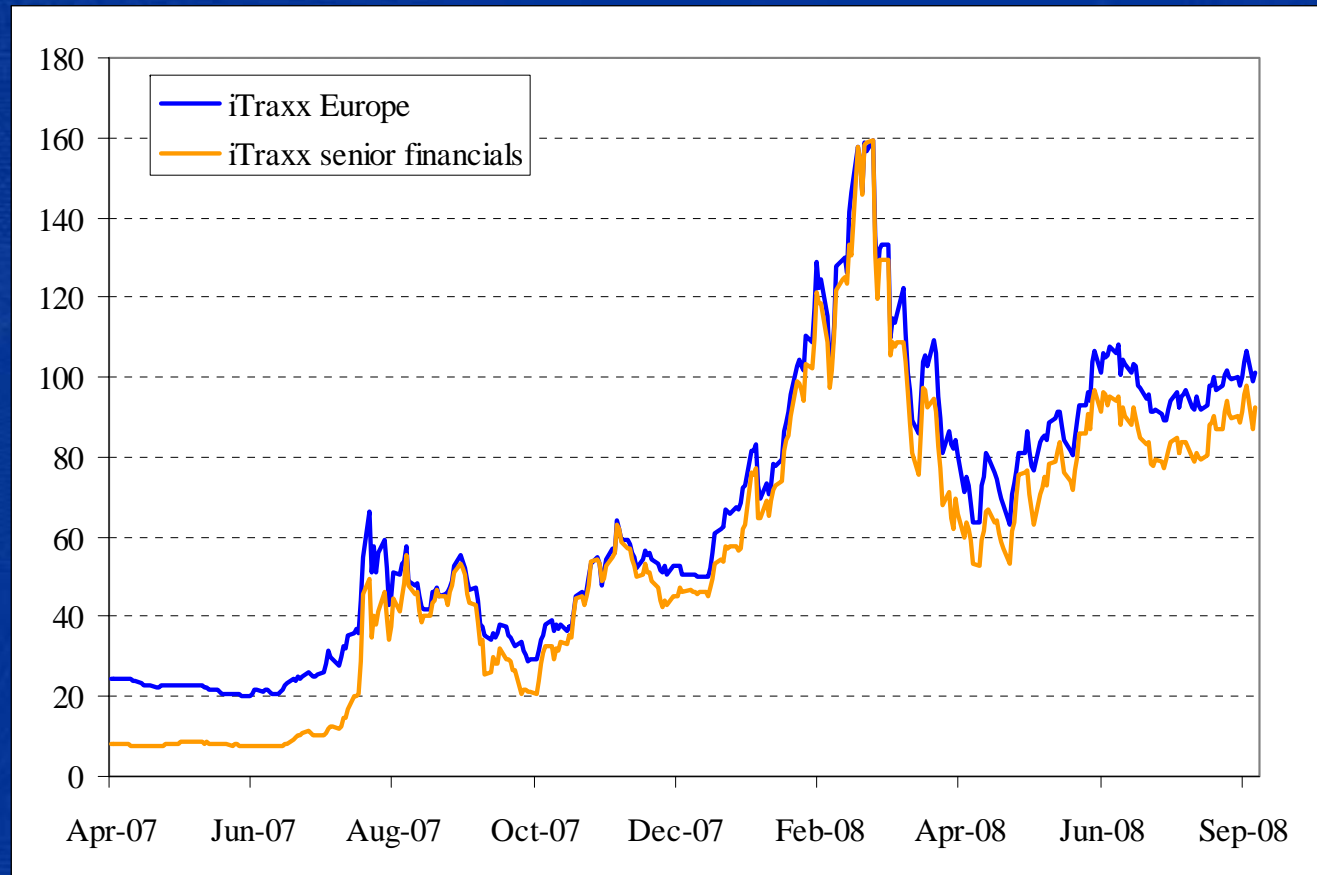
International comparison of 3-month deposit-OIS spreads



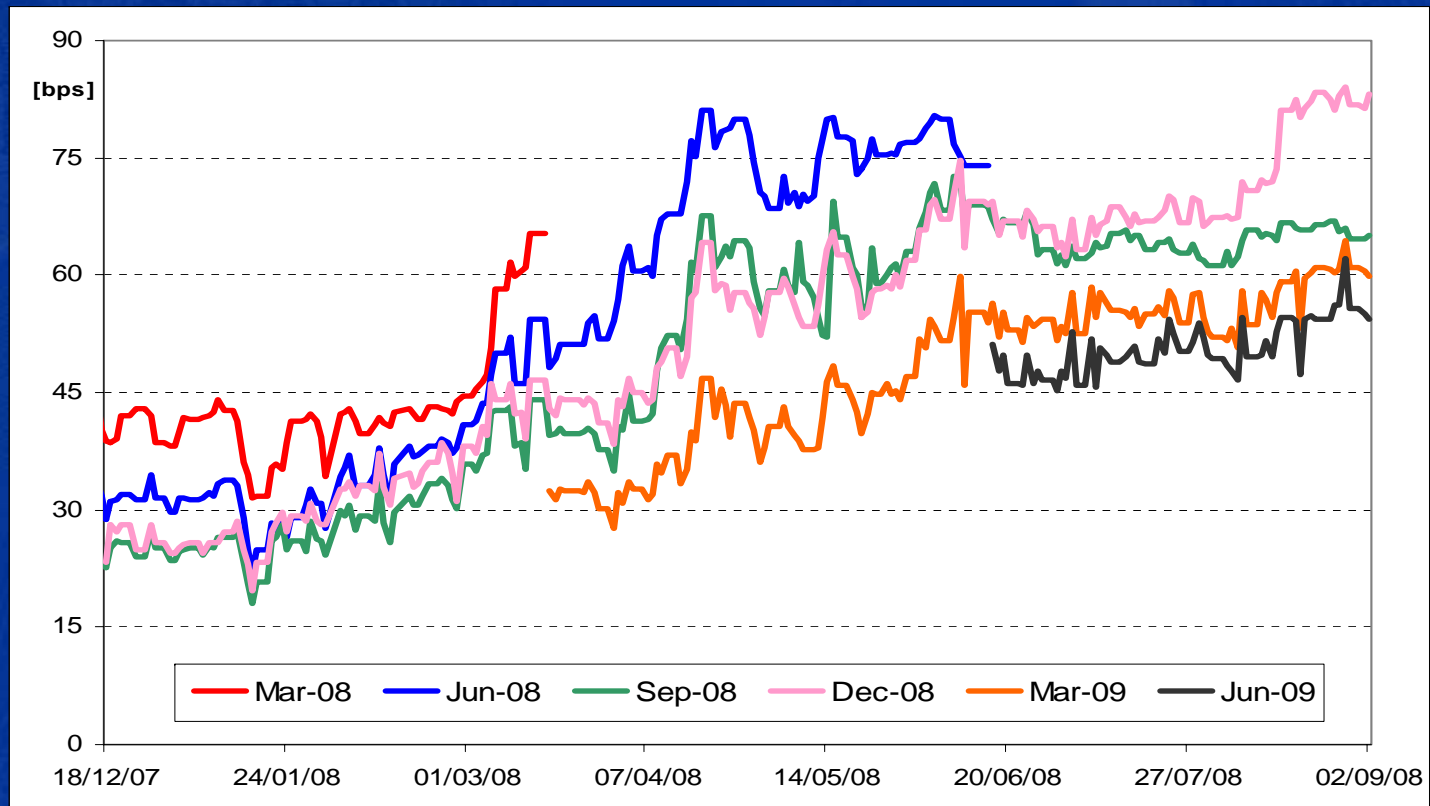
EURIBOR - OIS spreads for different maturities



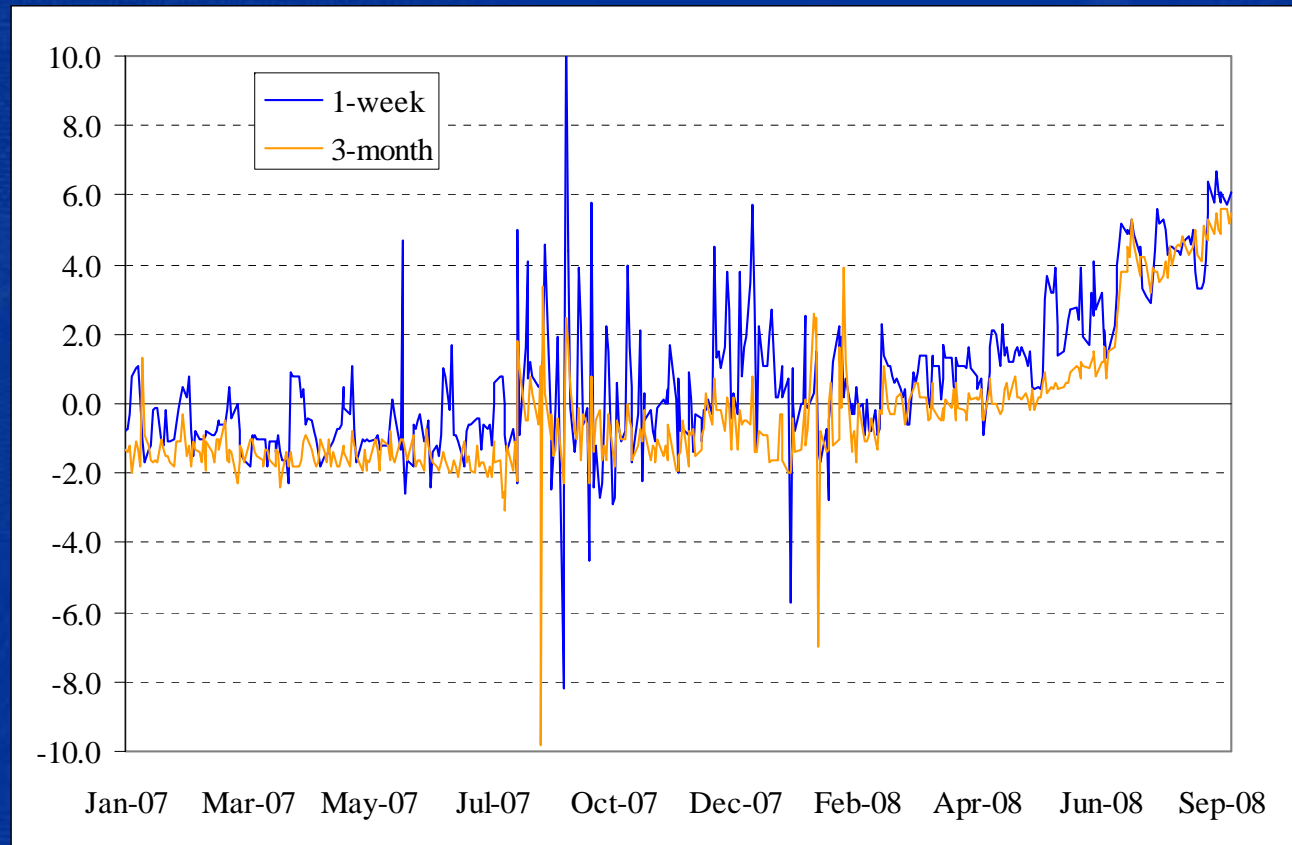
Credit markets – iTraxx indices



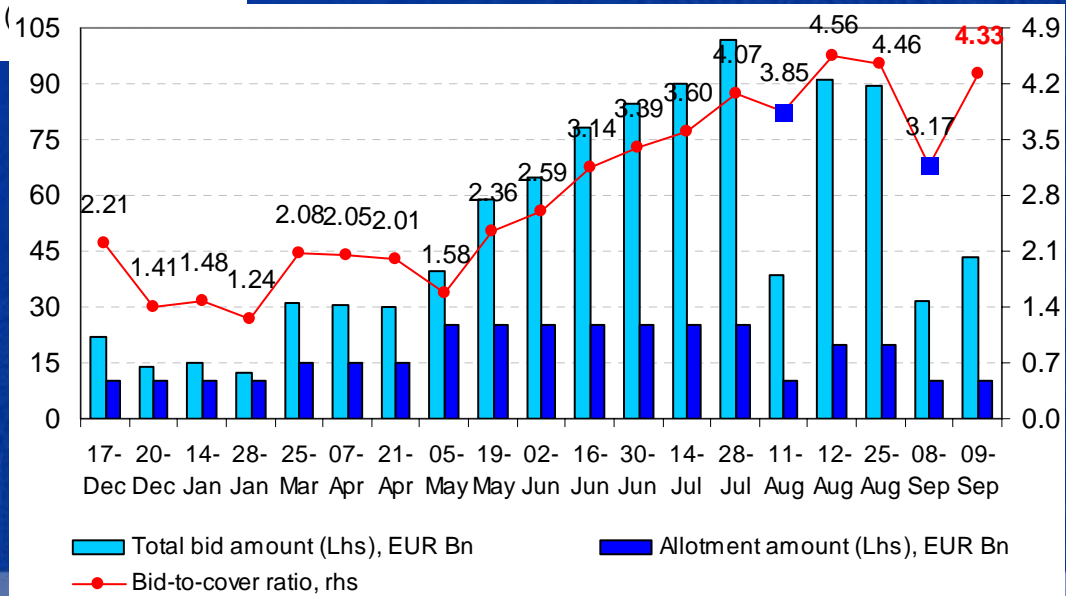
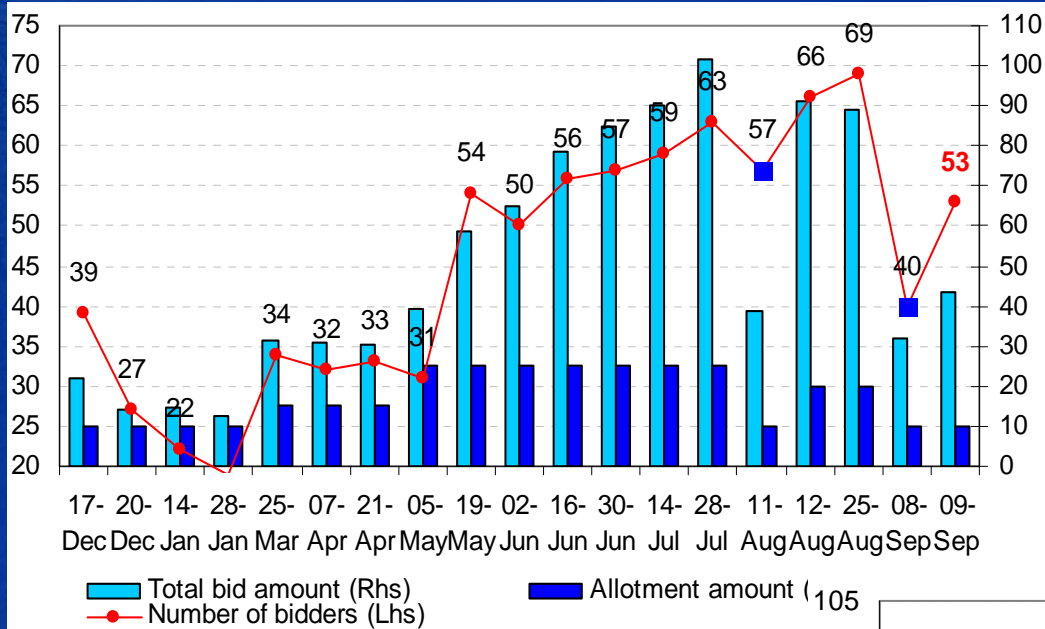
3m forward EURIBOR - OIS spreads



Eurepo - OIS spreads for different maturities



Results of the Eurosystem's USD providing operations



Issues for discussion

- *MRO tender spreads have remained high or even rising again recently in spite of stable very short-term rates.
What explains this observation ?*
- *What explains the rather low demand in the latest LTRO ?*
- *What drives the (relative) increase in repo rates ?
Why are short-term repo rates higher than unsecured rates ?*
- *What is the outlook for the upcoming end of semester ?
Is the end of the year becoming a big concern (again) ?*