



EUROPEAN CENTRAL BANK
EUROSYSTEM

DG MARKET OPERATIONS

ECB-PUBLIC

4 June 2018

ECB Money Market Contact Group

Thursday, 7 June 2018, 14:00 – 18:00 CET, Paris

AGENDA

1. Review of the latest market developments and other topics of relevance

The MMCG will review the main developments in the euro money market since the last meeting based on the set of issues that have been submitted to members prior to the meeting. Issues for discussion will cover, among others:

(i) Drivers behind the recent developments of USD LIBOR – OIS spreads and risk of potential spillovers to other money markets

Jürgen Sklarczyk (Deutsche Bank) will introduce the MMCG discussion.

(ii) Functioning of the euro area repo markets: main drivers behind the latest developments. The impact of the recent increase in the Eurosystem securities lending facilities ceiling for the cash collateral

Harald Bänisch (Unicredit) will introduce the MMCG discussion.

2. Market expectations regarding the central bank policy and measures: main indicators, recent developments and implications for the euro money market functioning and liquidity

David Tilson (Bank of Ireland) will present the topic to the MMCG.

3. Money market funds and the impact of the EU Money Market Fund reform

Jaap Kes (ING) in cooperation with Olivier Hubert (Natixis) will present the topic to the MMCG.

4. Update on money market benchmarks and latest announcements by the ECB

Jaap Kes (ING) and Holger Neuhaus (ECB) will provide a brief update about the work on the Euro Short Term Rate (ESTER) and the Risk Free Rate (RFR).

5. Money Market and regulatory ratios of banks as a reaction to a future ECB balance sheet decline

Ileana Pietraru (Société Générale) will outline the plan for further work on the topic and engagement of the MMCG members to better understand how the money market might develop in a policy scenario of declining liquidity, taking into account changes in the regulatory environment.

6. Other business: Planning of the next meeting