



EUROPEAN CENTRAL BANK

EUROSYSTEM

DG MARKET OPERATIONS

DRAFT

23 November 2020

ECB Money Market Contact Group

Tuesday, 1 December 2020, 13:00 – 17:00 CET

Teleconference

AGENDA

1) Review of money market developments and expectations

The group will examine the factors affecting the main developments in the money market since the last meeting.

- a) René Brunner (Erste Group Bank) and David Tilson (Bank of Ireland) will present the monetary policy outlook for December 2020 and the following year, in the light of the ECB President's recent commitment to recalibrate policy tools, and effects this is expected to have on the money markets.
- b) Michael Schneider (DZ Bank) and Harry-David Gauvin (HSBC) will present on market expectations of potential changes to TLTRO III parameters in December 2020, participation in the TLTRO-III.6 and relationship between excess reserves and short term rates.
- c) Jaap Kes (ING) will present recent developments and year-end expectations for the FX swap and secured segments.

2) Adjustments to the Eurosystem publication of liquidity management data

The ECB will present technical changes envisaged by the Eurosystem in relation to the information on liquidity management data displayed on its webpage and wire services (<https://www.ecb.europa.eu/mopo/liq/html/index.en.html>). This will be followed by an open discussion on the proposal and possible additional Eurosystem liquidity information useful to market participants.

3) Update on TARGET Instant Payment Settlement (TIPS)

The ECB will give an update on the evolution of the pan-European reachability strategy for instant payments and its impact on banks' liquidity management. Andreas Biewald (Commerzbank) will elaborate on the advantages of central bank money compared to commercial bank money.

4) Green finance

Ileana Pietraru (Société Generale) and Harald Endres (Deutsche Kreditbank) will present green finance and the ways in which responsible investment could help to shape the money market in the future.

5) Other items

Maria Encio (Money Market Contact Group secretary) will present the results of Money Market Contact Group survey, calendar and work programme for 2021.