



EUROPEAN CENTRAL BANK

EUROSYSTEM

DG MARKET OPERATIONS

16 November 2023

ECB Money Market Contact Group

Tuesday, 5 December 2023, 9:00-13.00 CET

Agenda for the December 2023 MMCG meeting

A) Main developments in money markets and ECB policy outlook

René Brunner (Erste Bank) and Xavier Combis (Caixabank) will assess the main developments in money markets since the last MMCG on 20 September 2023, including market reactions to the decisions taken by the ECB and expectations for forthcoming monetary policy meetings. The discussion will also cover money market functioning aspects, especially in view of TLTRO III repayments, the decline in excess liquidity overall, and preparations for the upcoming year-end.

B) The role of non-banks in money markets – current and prospective developments

Olivia Maguire (JP Morgan Asset Management), Olivier Hubert (BPCE/Natixis) and Frank Odendall (EUREX) will discuss the role of non-banks in money markets, highlighting the different perspectives of several market players. The discussion will dive into banks' reliance on non-banks as a source of liquidity as well as non-banks' investment and funding strategies in money markets currently and going forward.

C) Operational framework review

Maria Cristina Lege (Intesa Sanpaolo) and Eric Scotto di Rinaldi (Coöperatieve Rabobank) will present their considerations from a money market perspective on the ECB's ongoing operational framework review. The discussion will cover MMCG members' views on different framework options, the corresponding balance sheet sizes and instruments as well as their assessment of the effectiveness of the different frameworks in steering short-term money market rates.