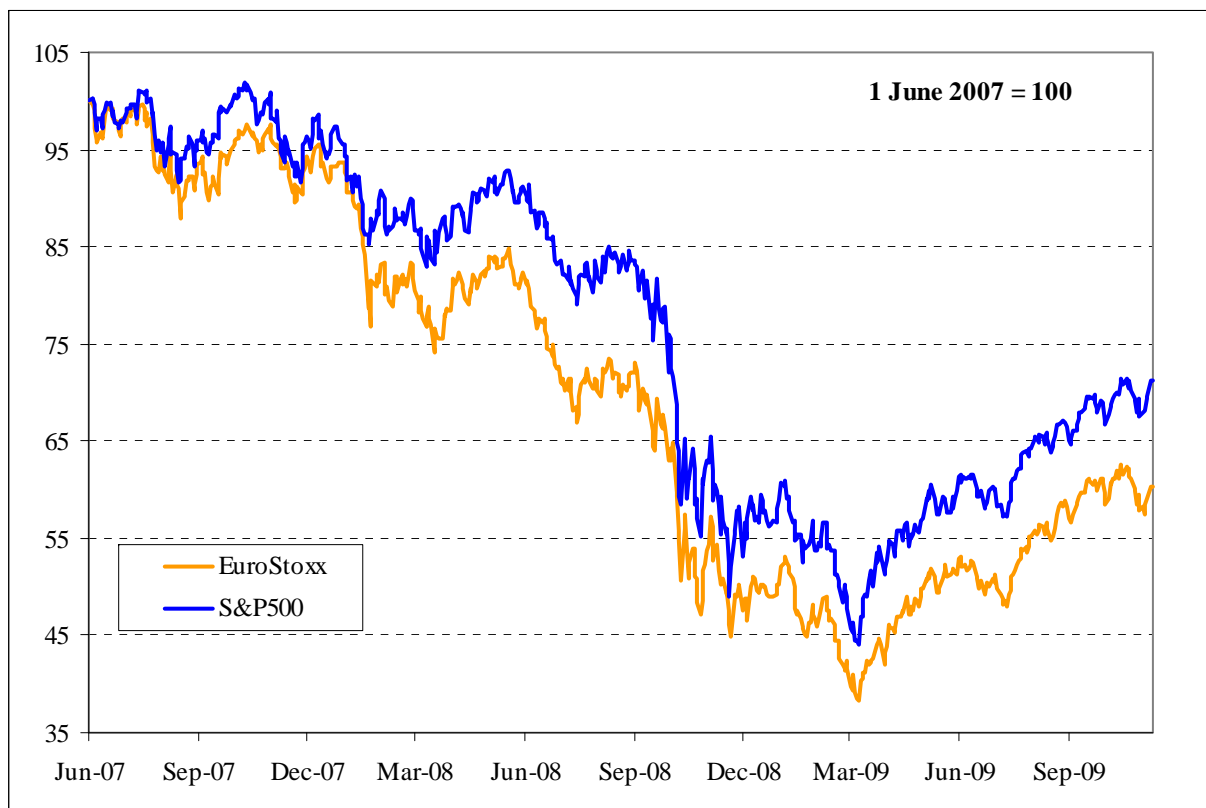


# Recent developments in the euro money market

**Money Market Contact Group**  
**Frankfurt, 19 November 2009**

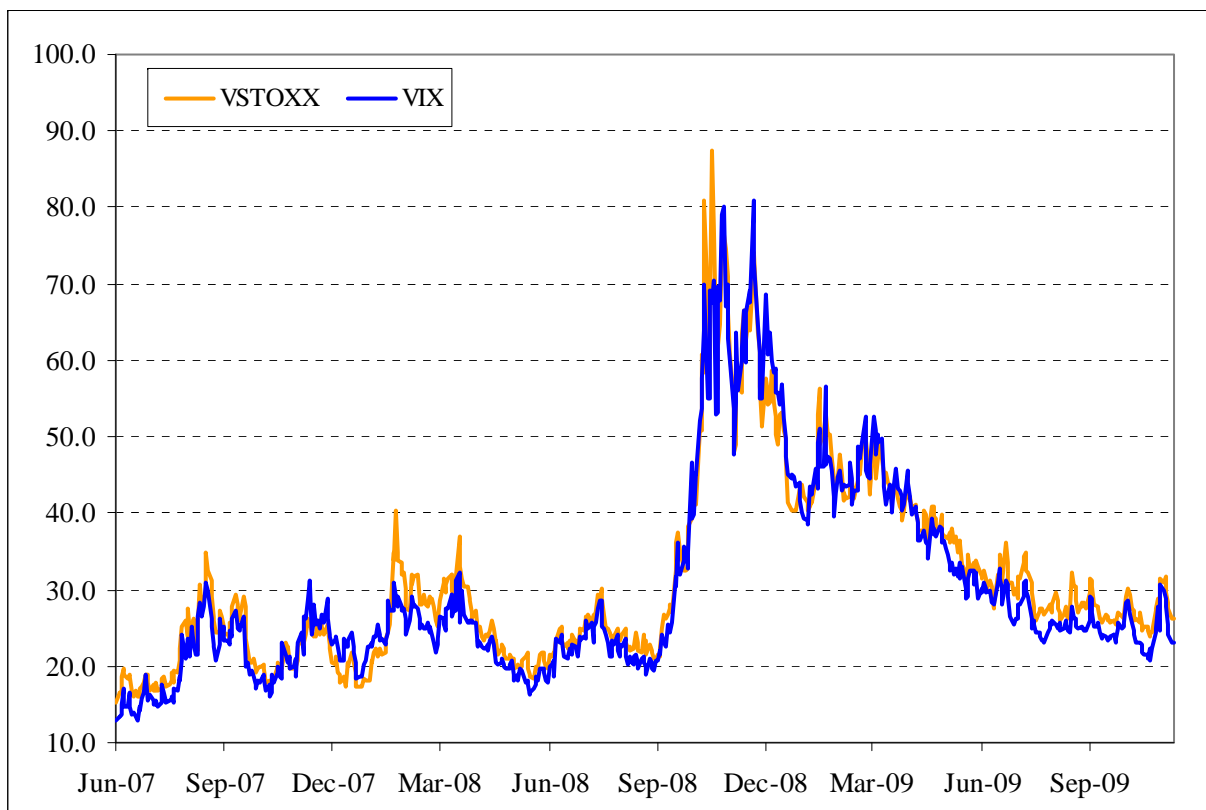
# Overall financial market background

## I) Stock market development



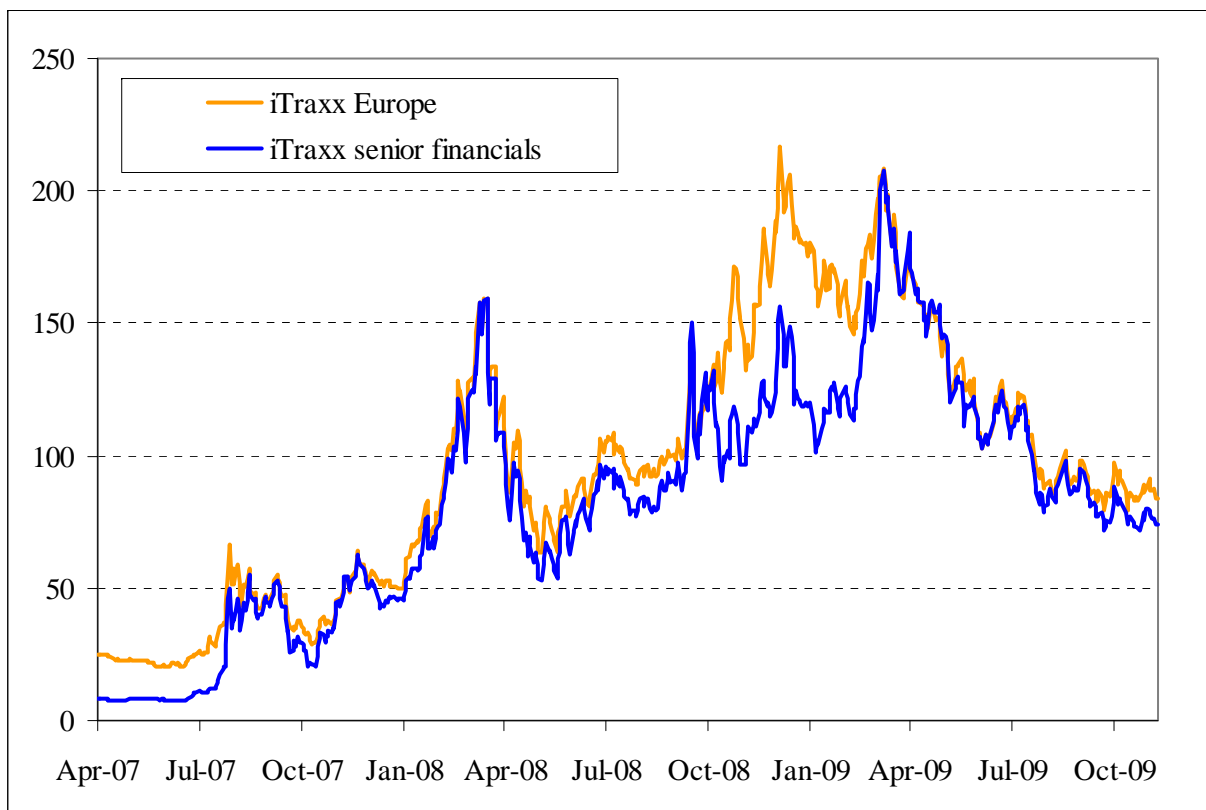
# Overall financial market background

## II) Development of implied stock market volatility

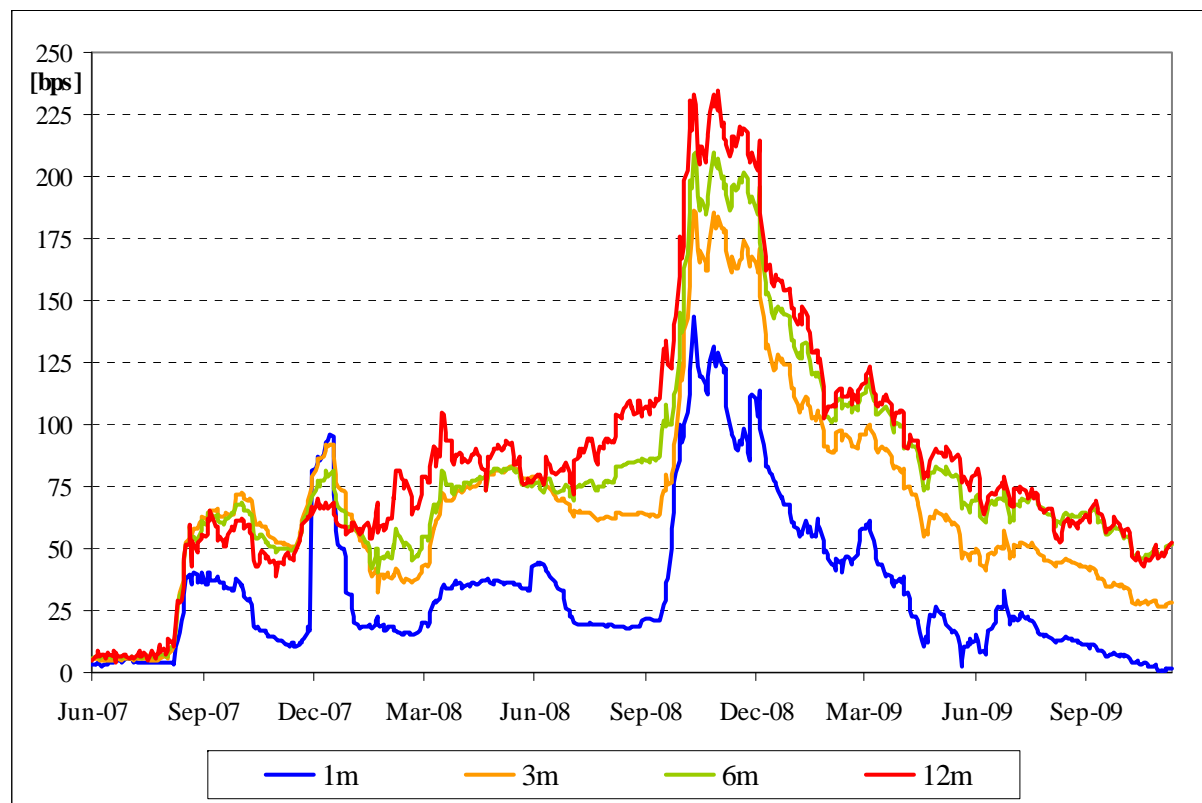


# Overall financial market background

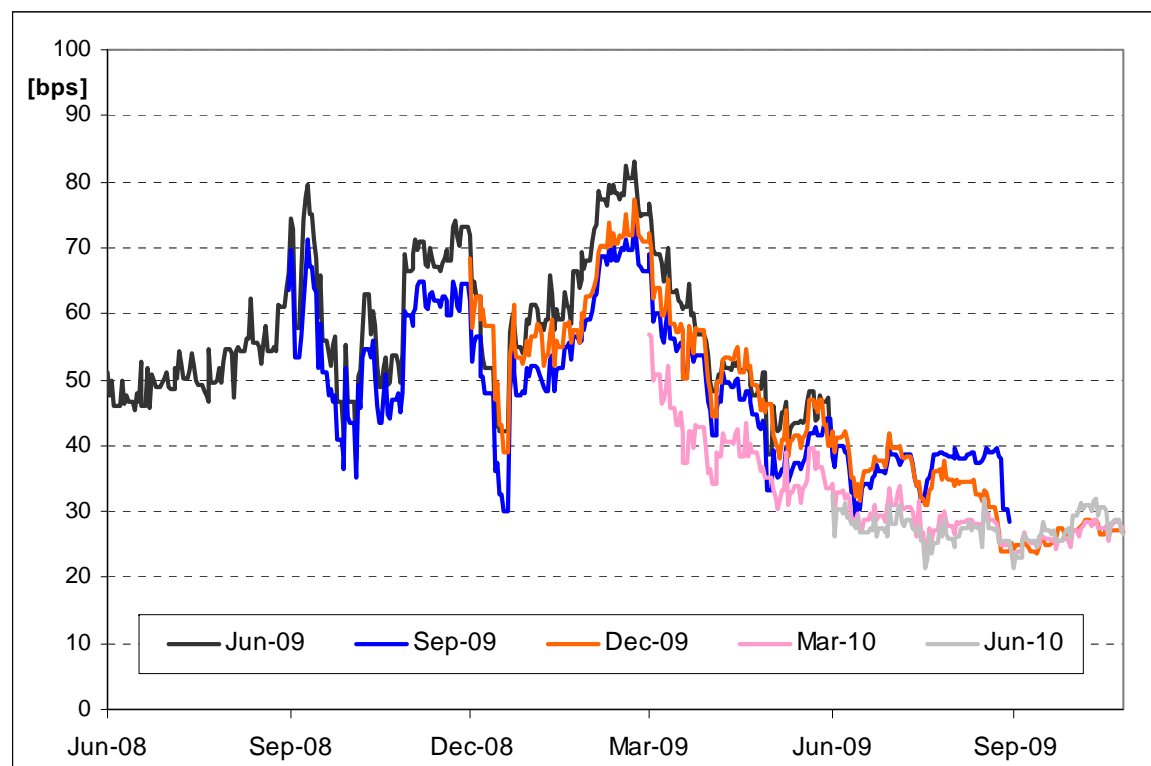
## III) Credit market development



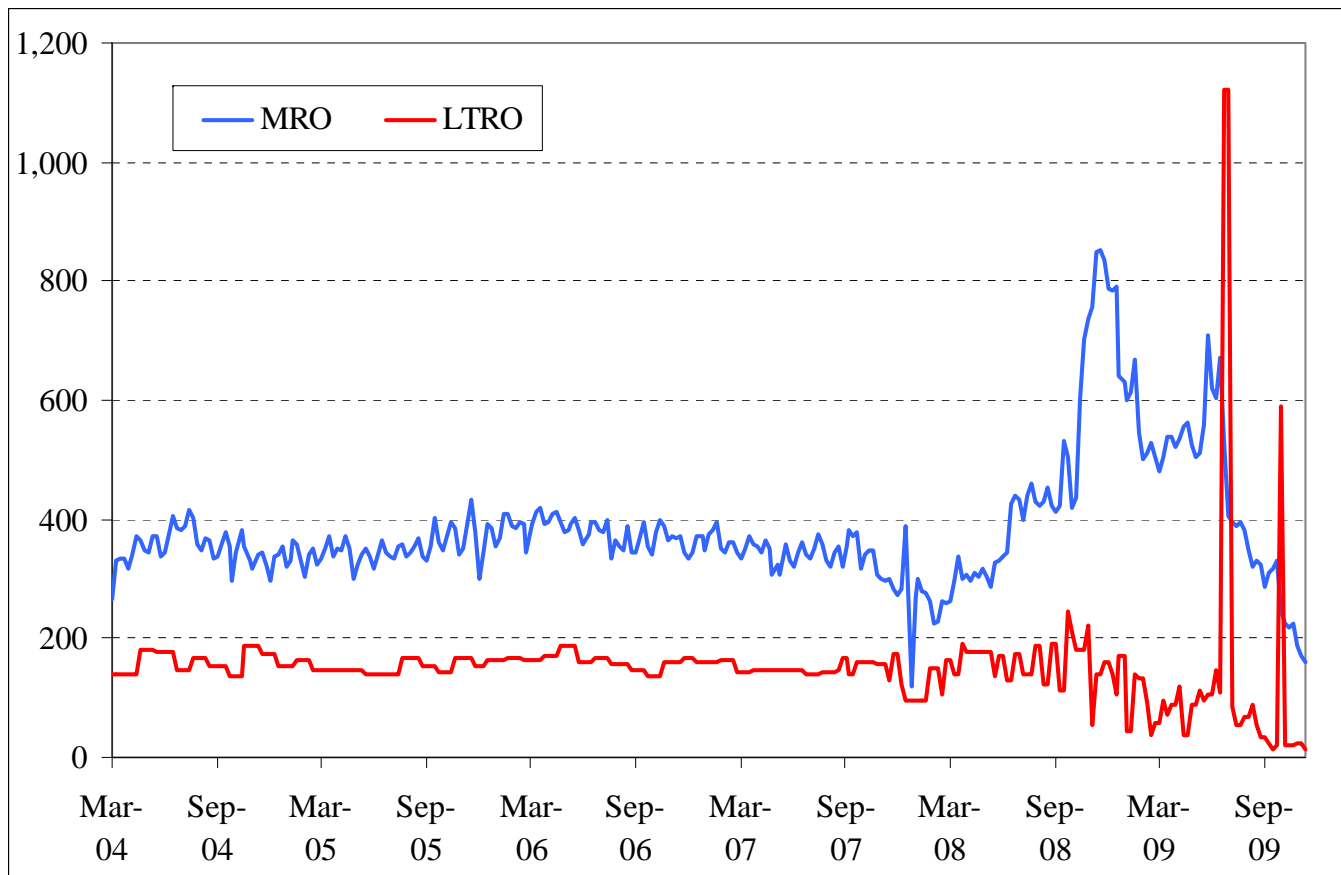
# EURIBOR - OIS spreads for different maturities



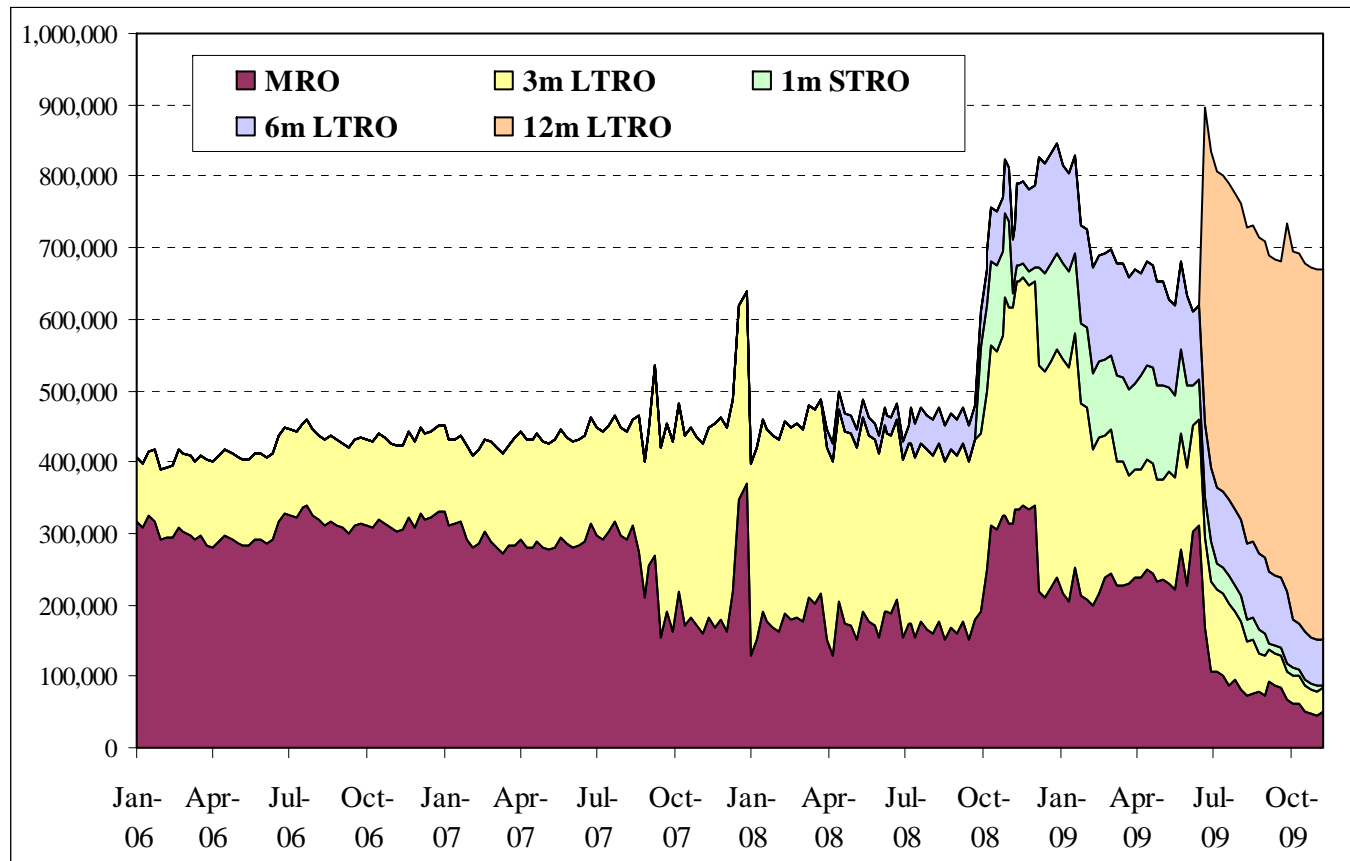
# Forward 3-month EURIBOR - OIS spreads



# Number of participating banks in MROs and LTROs

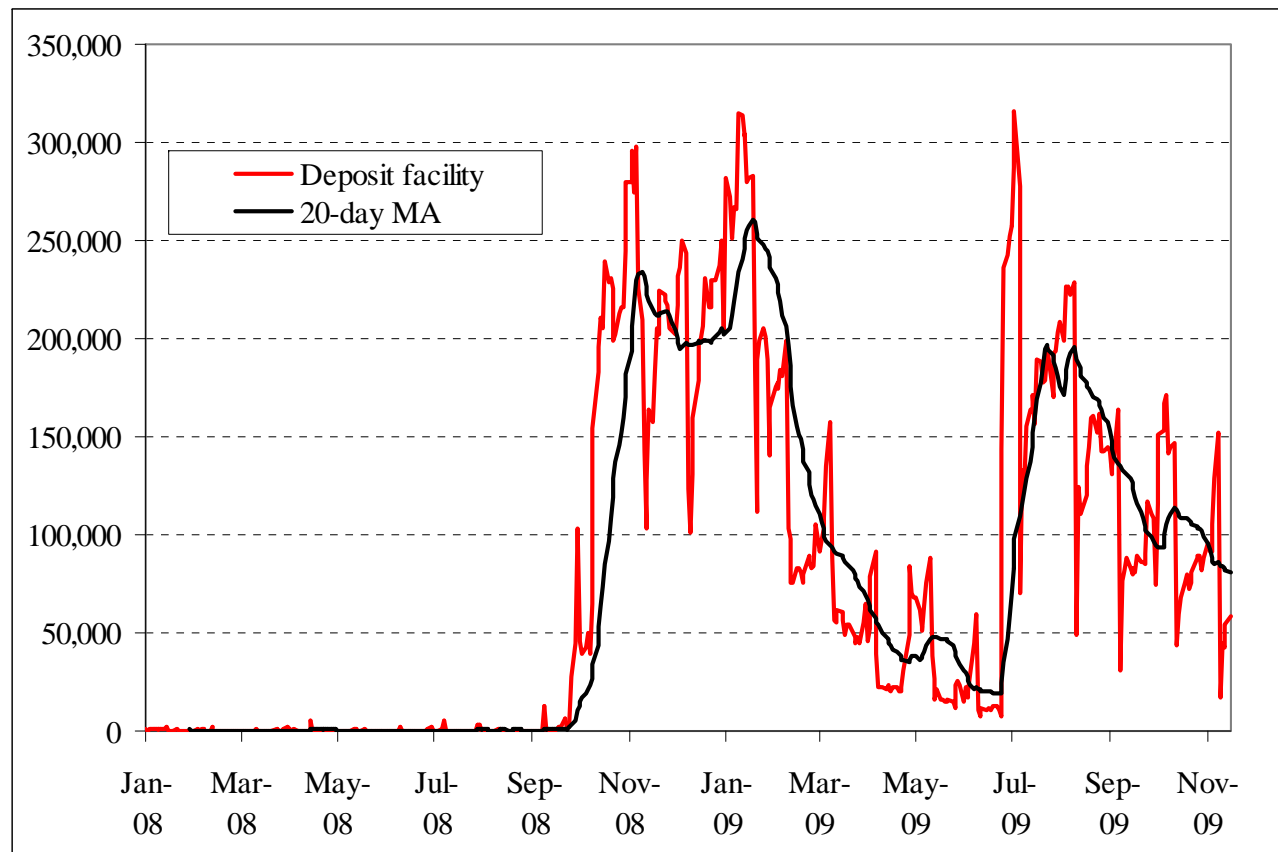


# Maturity breakdown of the ECB's liquidity providing operations

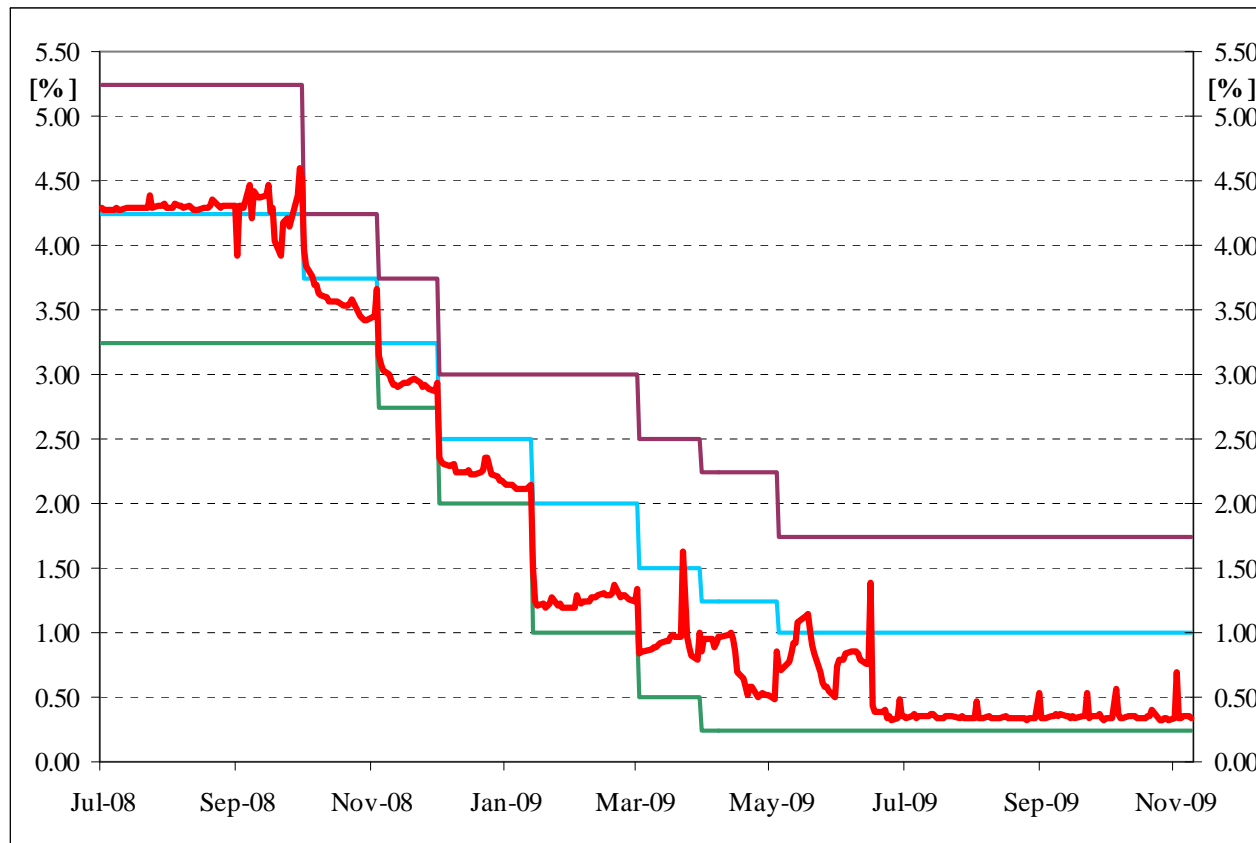




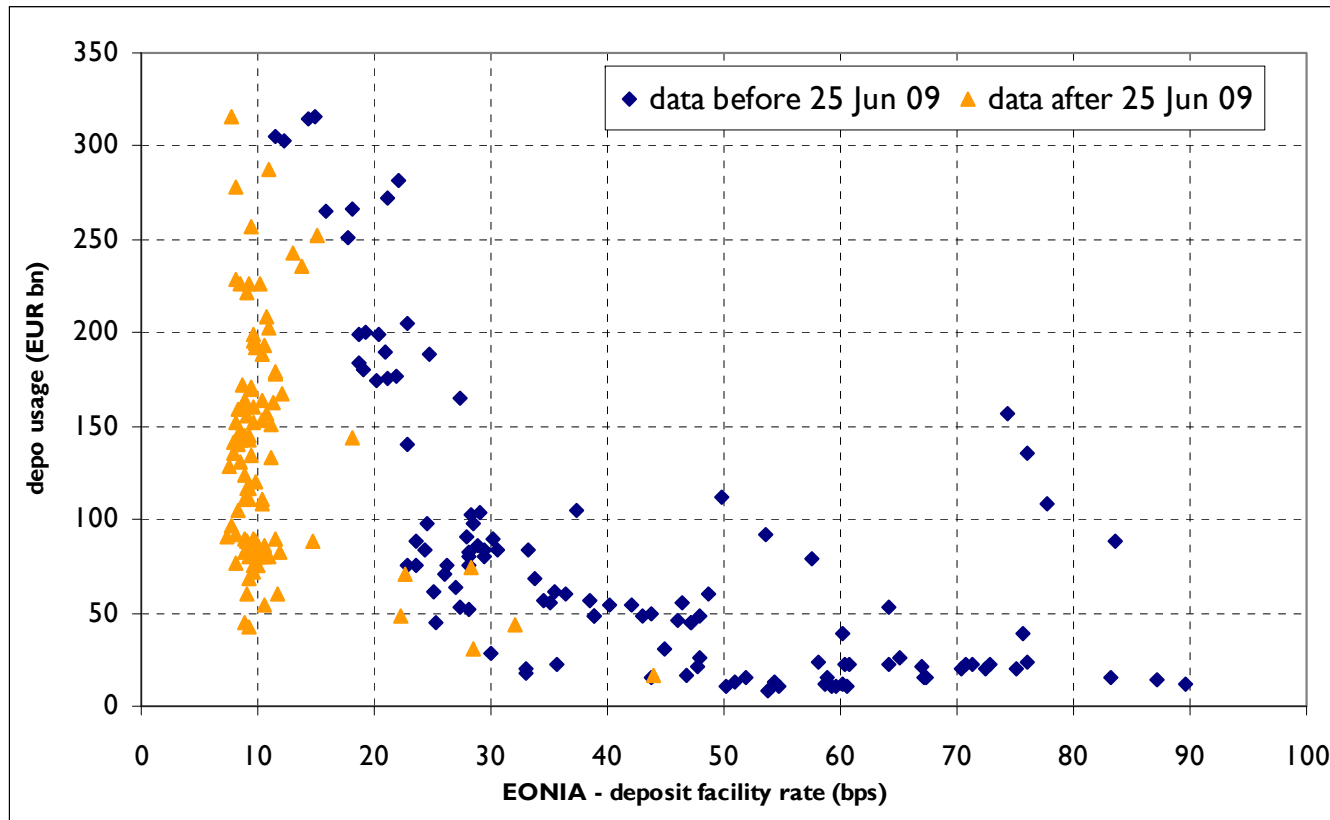
# Use of the ECB's deposit facility



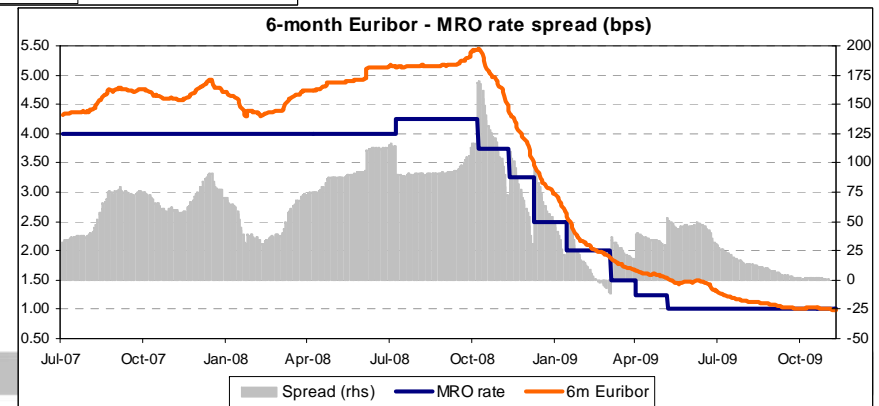
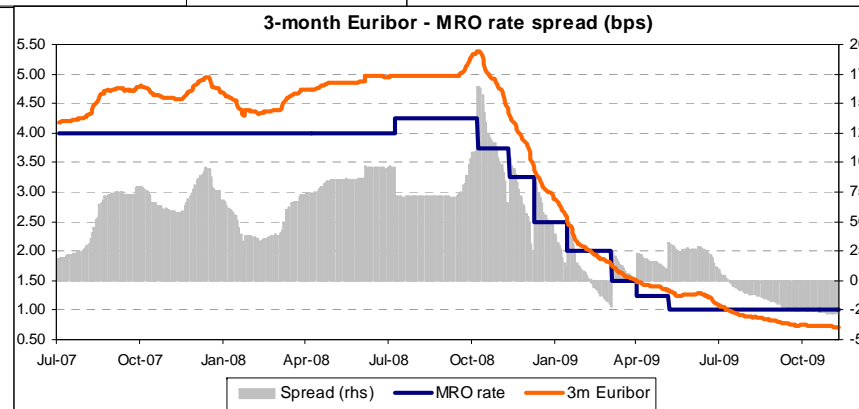
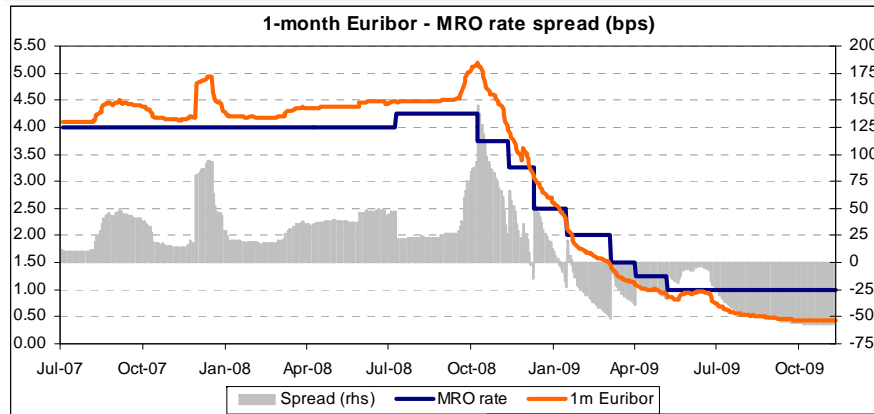
# ECB rates and Eonia developments



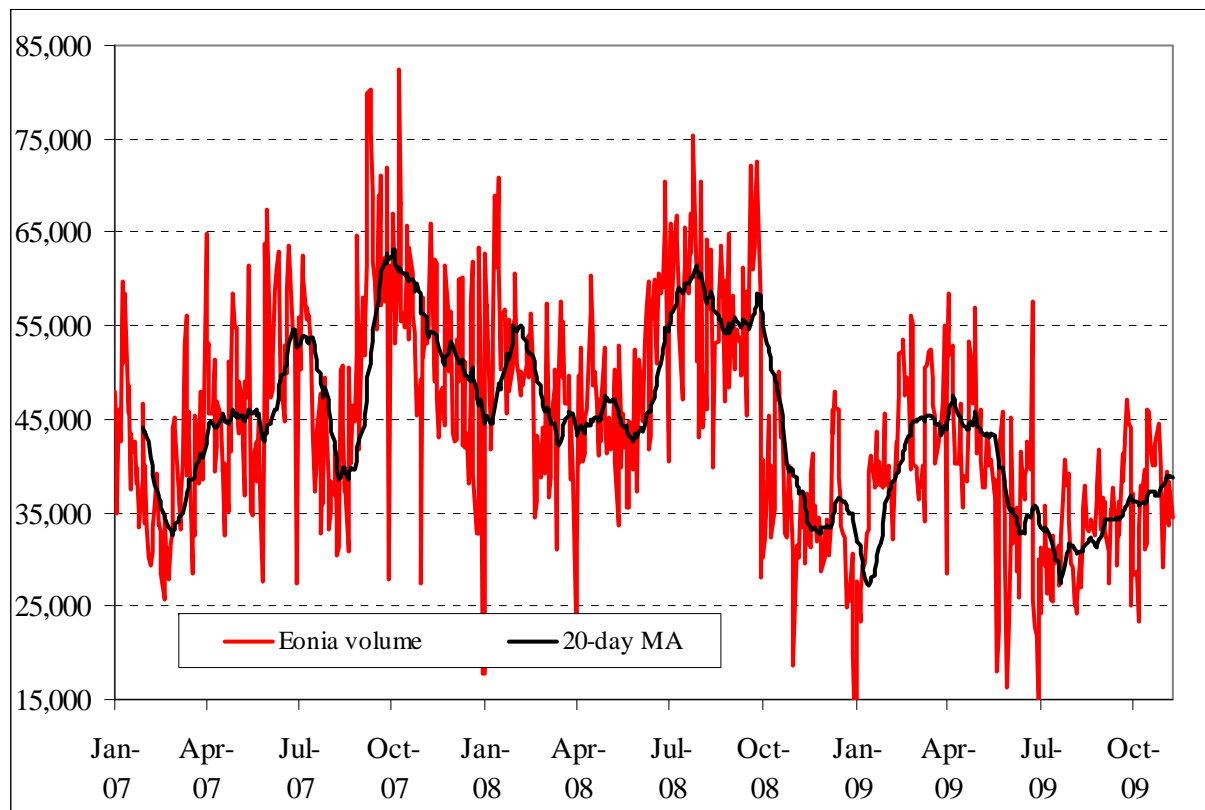
# Relationship between EONIA and use of the deposit facility



# Euribor fixings vs MRO rate

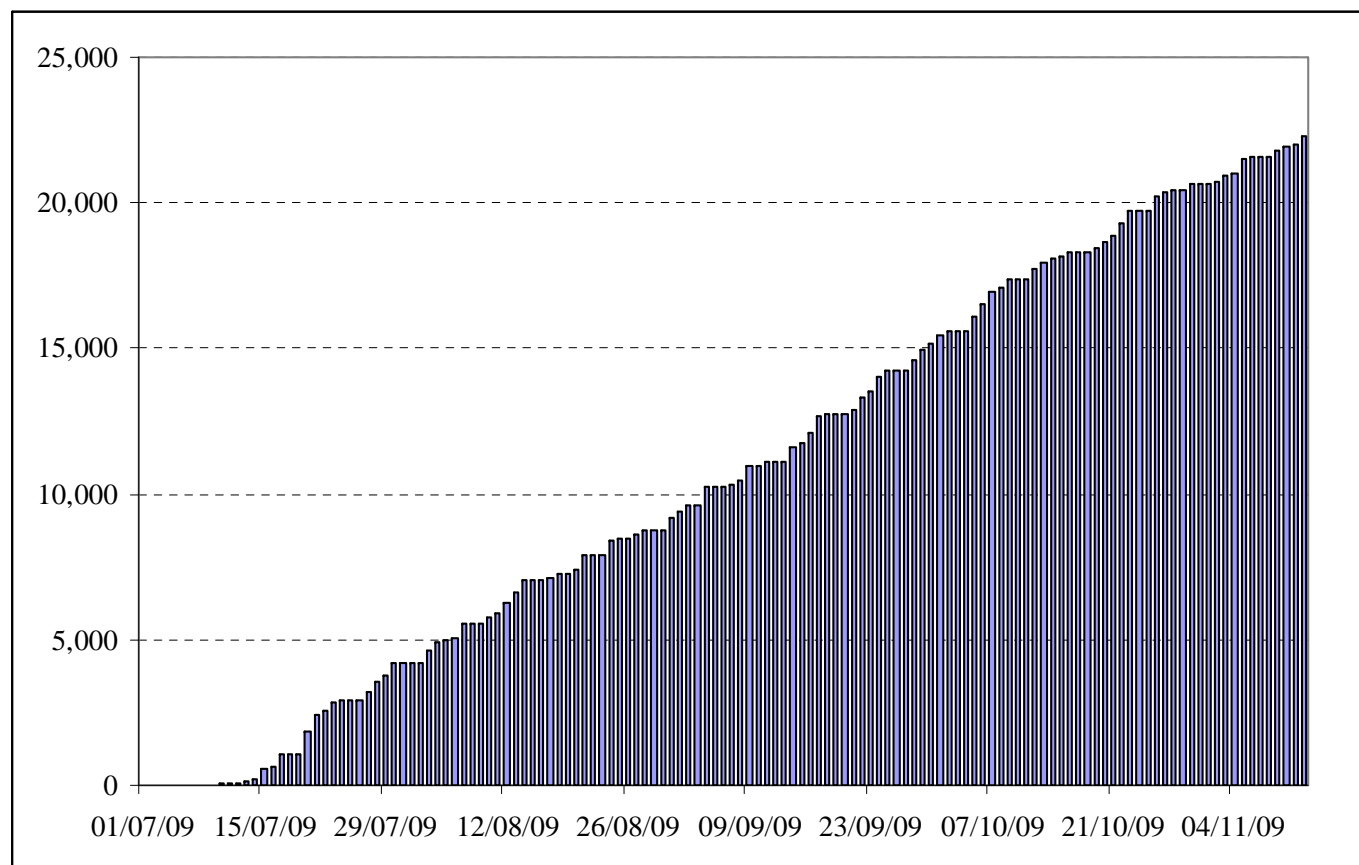


# Eonia volumes [since Jan 2007]



# Covered Bond Purchase Programme

- Evolution of Eurosystem purchases

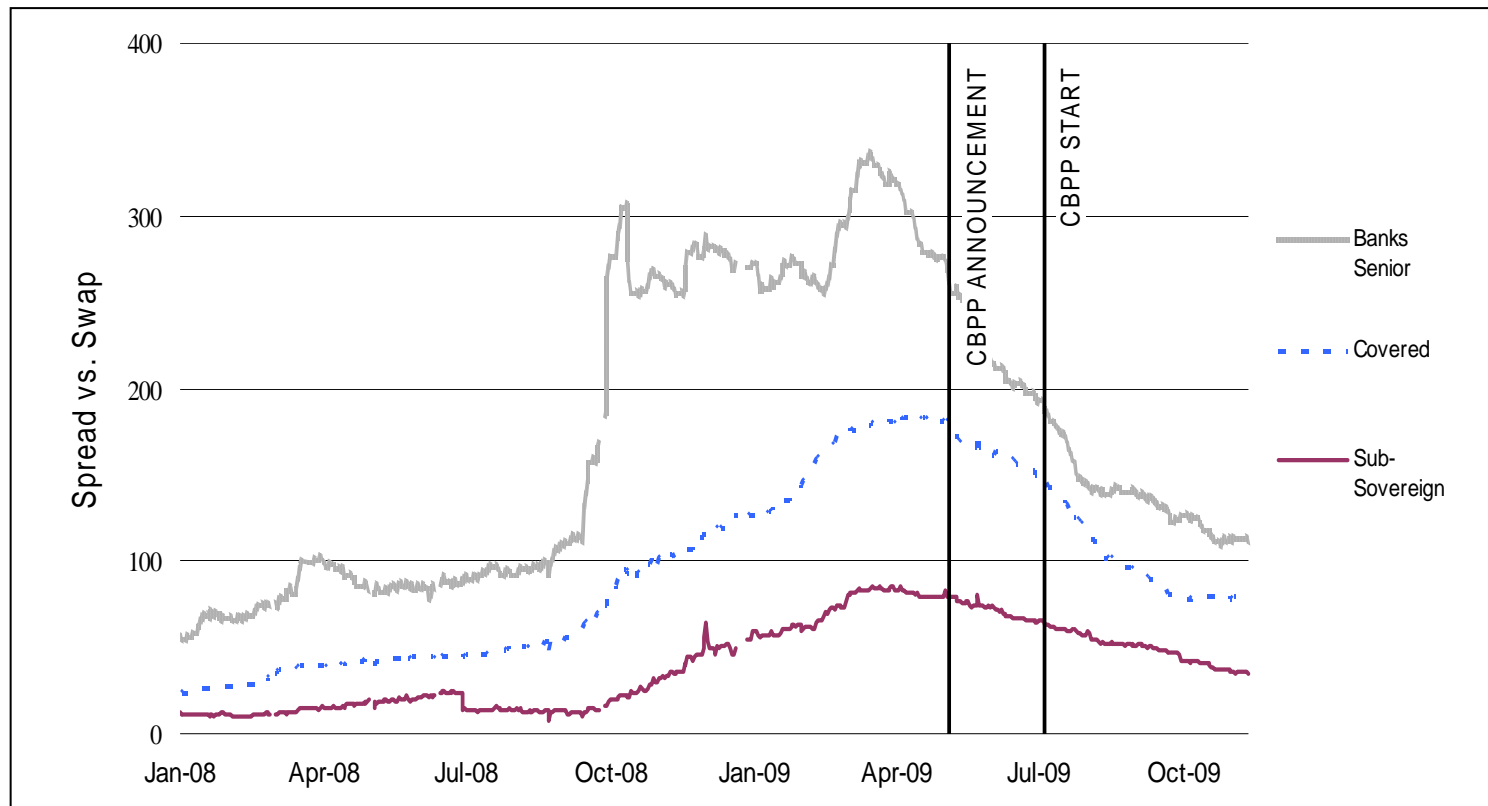


The latest monthly report on the CBPP can be found on the ECB's webpage:

<http://www.ecb.europa.eu/pub/pdf/other/monthlyreporteurosystemcoveredbondpurchaseprogramme200910en.pdf>

# Covered Bond Purchase Programme

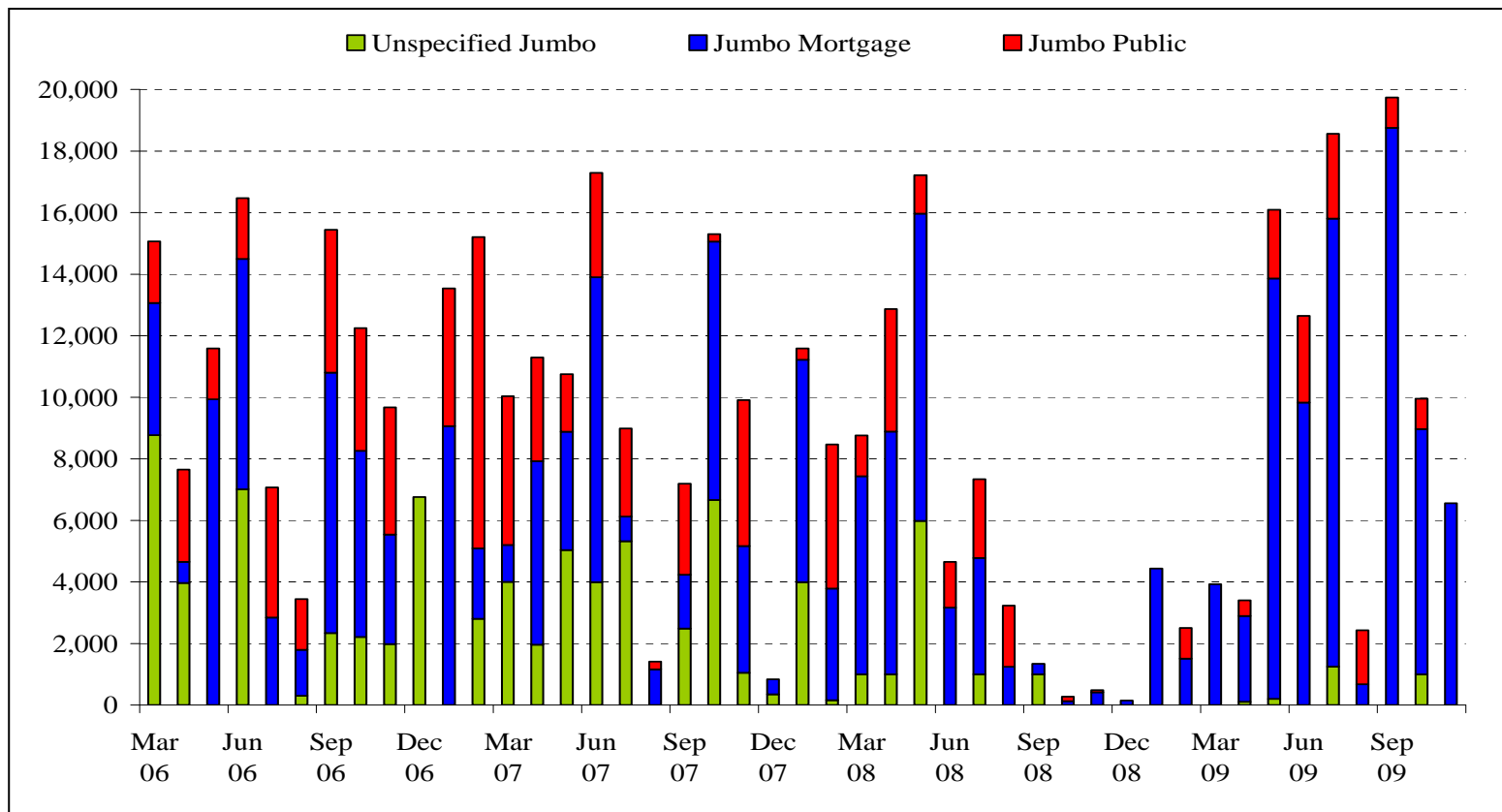
- Spread development against swaps in selected high grade markets



Source: iBoxx

# Covered Bond Purchase Programme

- **New issuance volume in the covered bond market**



Source: Dealogic



## Potential issues for discussion

- *Forward deposit-OIS spreads have stabilised around 25-30 bps. Is this level viewed as a new kind of market equilibrium for the foreseeable future?*
- *What are the expectations for the next 1-year LTRO? And for the liquidity situation at the beginning of 2010?*
- *What is the assessment of the CBPP? And the outlook for the covered bond market more generally?*