MMCG meeting

The relationship between the ECB tender rates (ECB eligible collateral) and the 1 week repo rate (EUR GC).

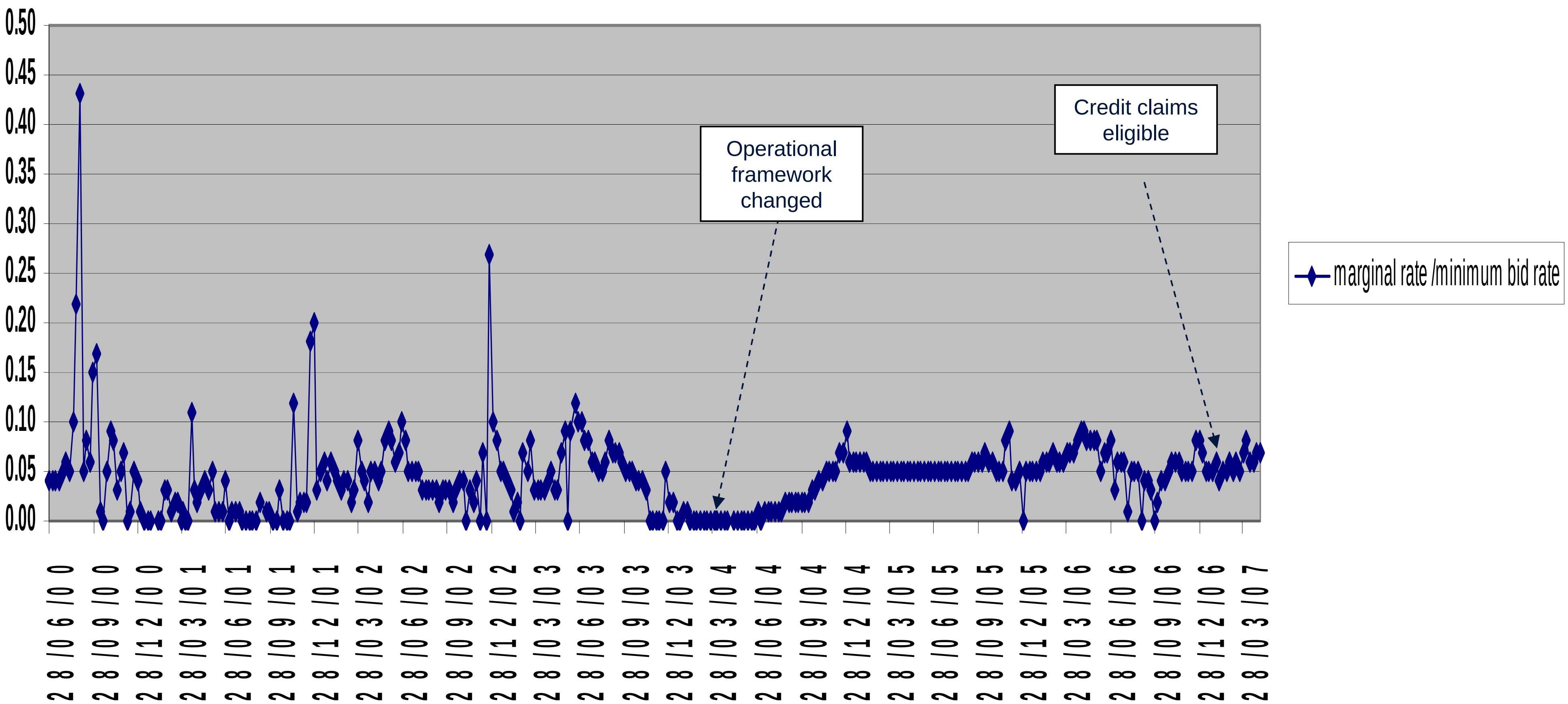
Colin Bermingham.

31st May 2007

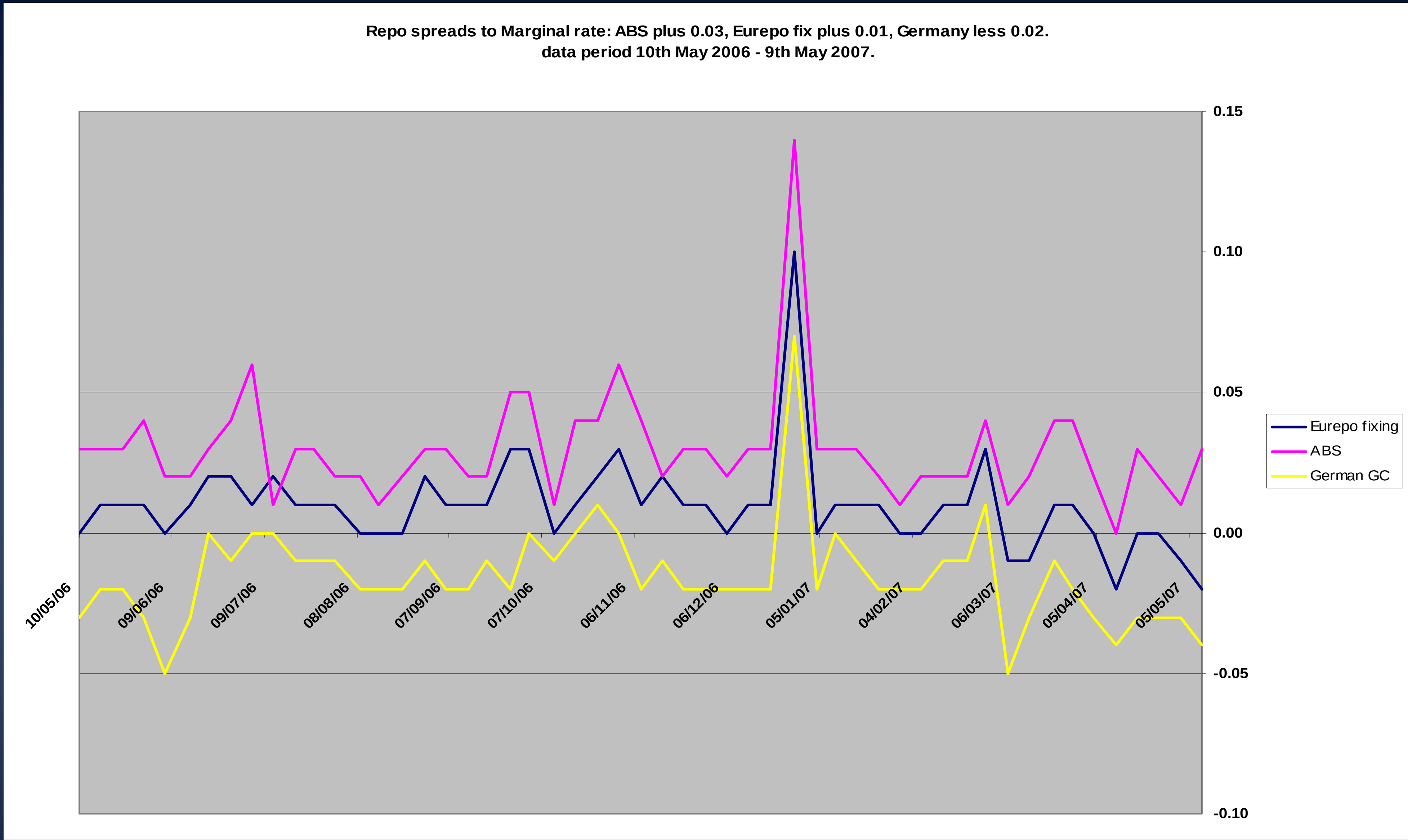
DGM/FRO/2007/108

Variable rate tenders from June 2000, Operational framework changed in March 2004.

Average spread 0.0443 (2001 0.02, 2003 0.05, 2005 0.05, current year 0.06)



BARCLAYS CAPITAL



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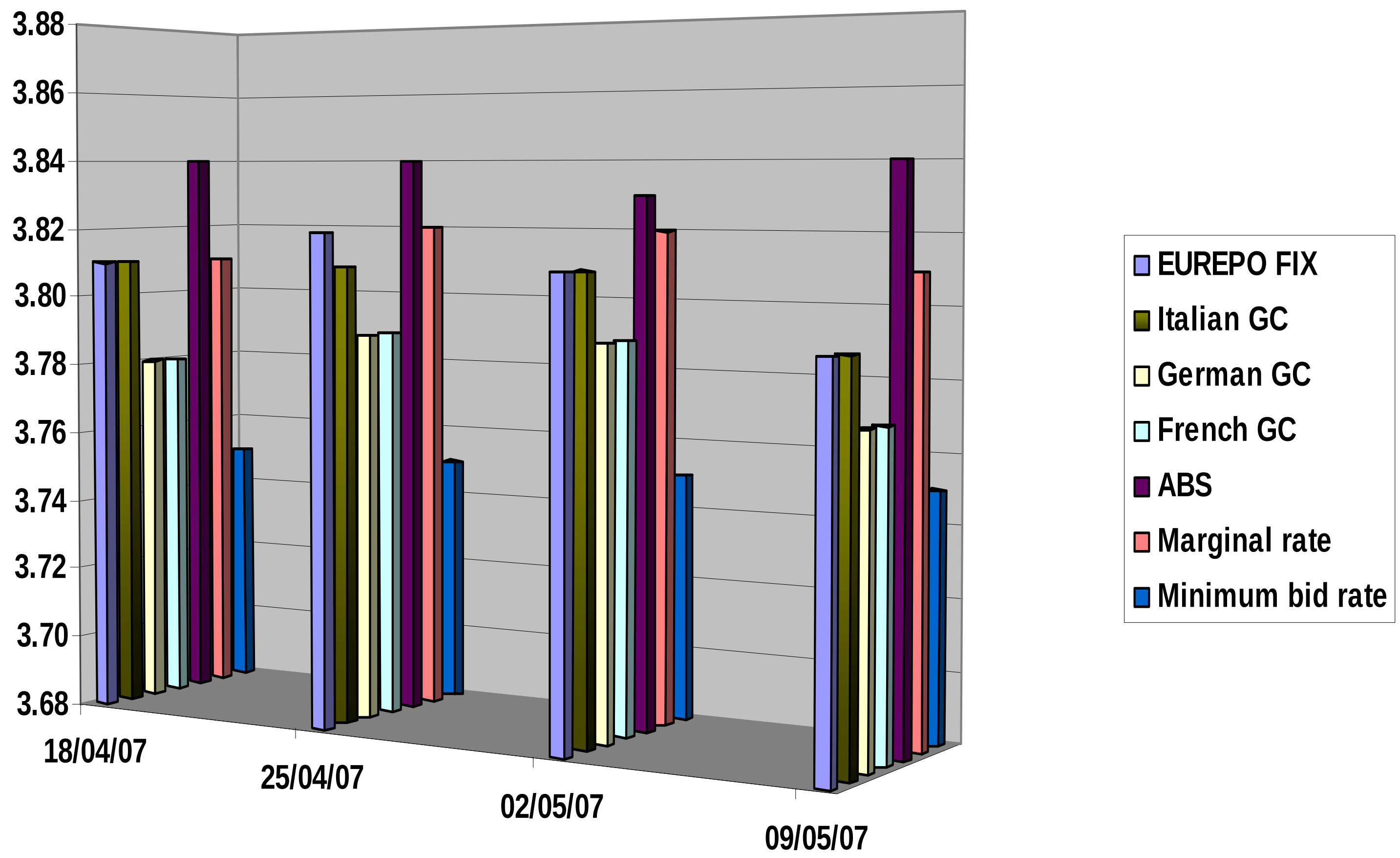
Data for the May 2007 Maintenance period



BARCLAYS CAPITAL

Marketable assets deposited for use as collateral in 2002 EUR 650bio (reworked with current bidding profile).

250 bio Government Bonds	38%	@ 3.78 (3.81)
130 bio Uncovered Bank Bonds	20%	@ 3.84
220 bio covered Bank Bonds	34%	@ 3.83
45 bio Corporations	7%	@ 3.84
5 bio Others	1%	@ 3.84

- TOTAL = 650 bio @ an implied marginal rate of 3.8135, minimum bid rate plus 0.0635 (0.0751).

In 2002 the average marginal rate / minimum bid rate spread was 0.0481.

BARCLAYS CAPITAL

Marketable assets deposited for use as collateral in 2005 EUR 866bio (reworked with current bidding profile)

295 bio Government Bonds	34%	@ 3.78 (3.81)
215 bio Uncovered Bank Bonds	25%	@ 3.84
195 bio covered Bank Bonds	22.5%	@ 3.83
45 bio Corporations	5%	@ 3.84
100 bio Asset Back Securities	11.5%	@ 3.84
16 bio Others	2%	@ 3.84

- TOTAL = 866 bio @ an implied marginal rate of 3.81735, minimum bid rate plus 0.0674 (0.0775).

In 2005 the average marginal rate / minimum bid rate spread was 0.0527.

BARCLAYS CAPITAL

Marketable assets deposited for use as collateral in first 3 quarters of 2006 EUR 941 bio (reworked with current bidding profile)

• 275 bio Government Bonds	29%	@ 3.78 (3.81)
• 270 bio Uncovered Bank Bonds	28.5%	@ 3.84
• 180 bio covered Bank Bonds	19.5%	@ 3.83
• 66 bio Corporations	7%	@ 3.84
• 120 bio Asset Back Securities	12%	@ 3.84
• 30 bio Others	4%	@ 3.84

- TOTAL = 941 bio @ an implied marginal rate of 3.8206, minimum bid rate plus 0.0706 (0.0793).

  In the first 3 quarters of 2006 the average marginal rate / minimum bid rate spread was 0.0555.

BARCLAYS CAPITAL