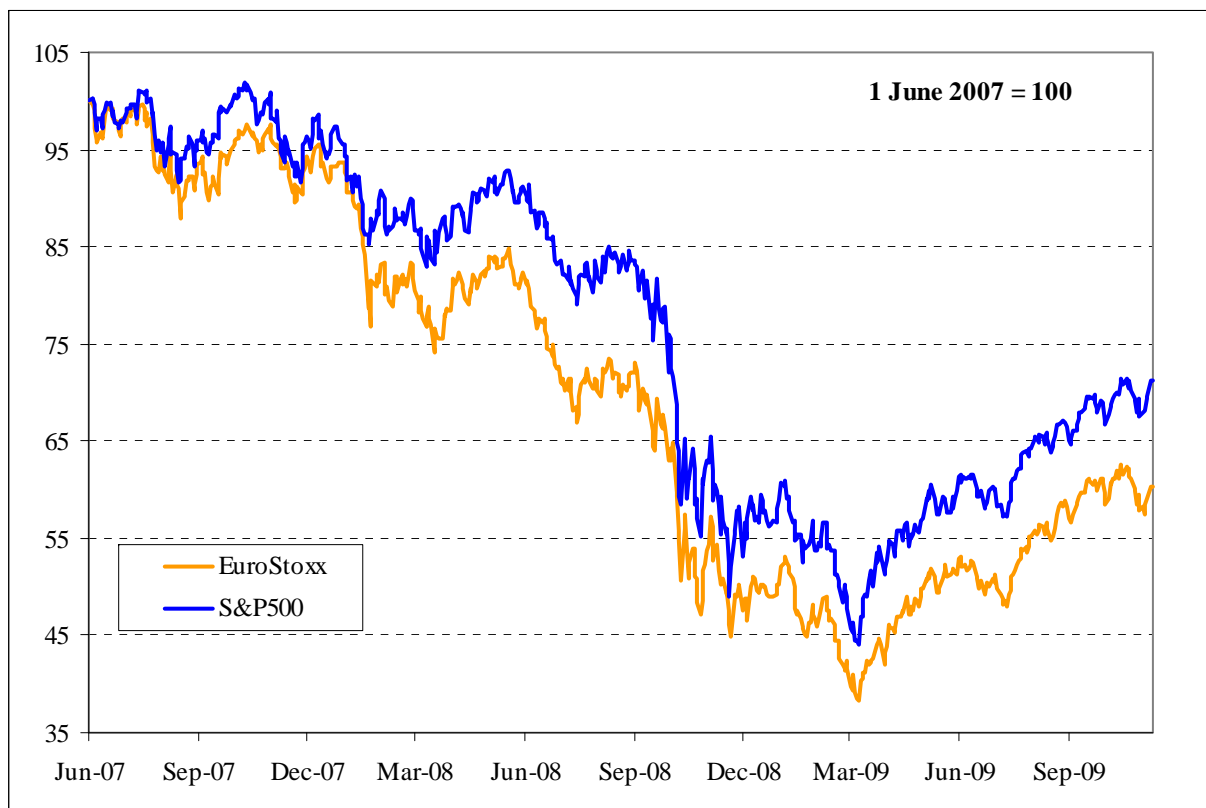


Recent developments in the euro money market

Money Market Contact Group
Frankfurt, 19 November 2009

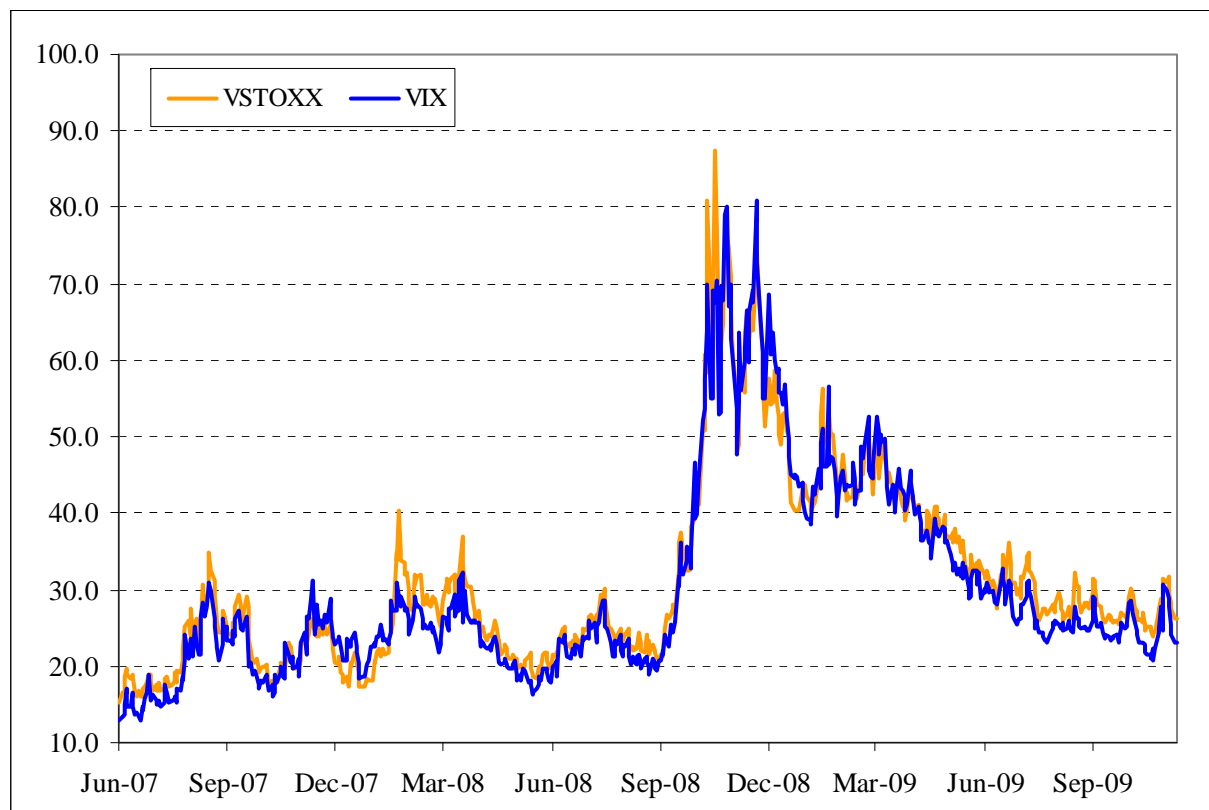
Overall financial market background

I) Stock market development



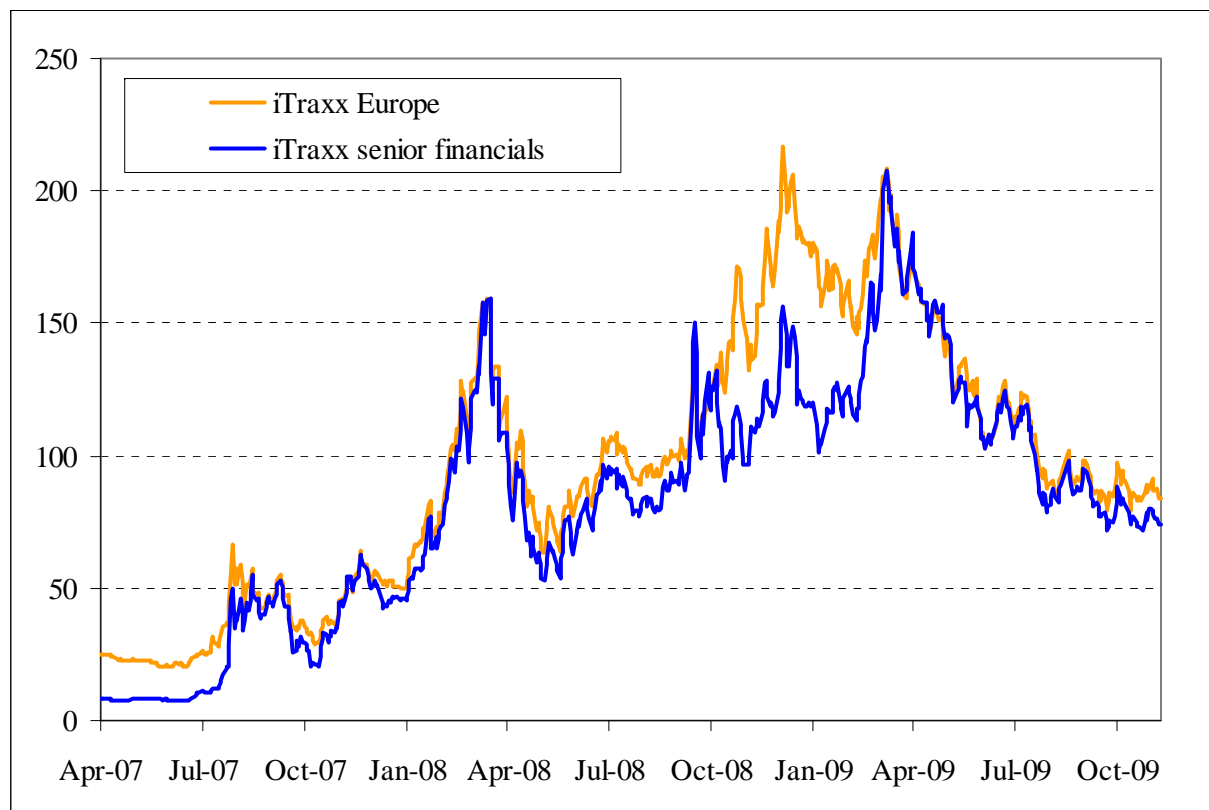
Overall financial market background

II) Development of implied stock market volatility

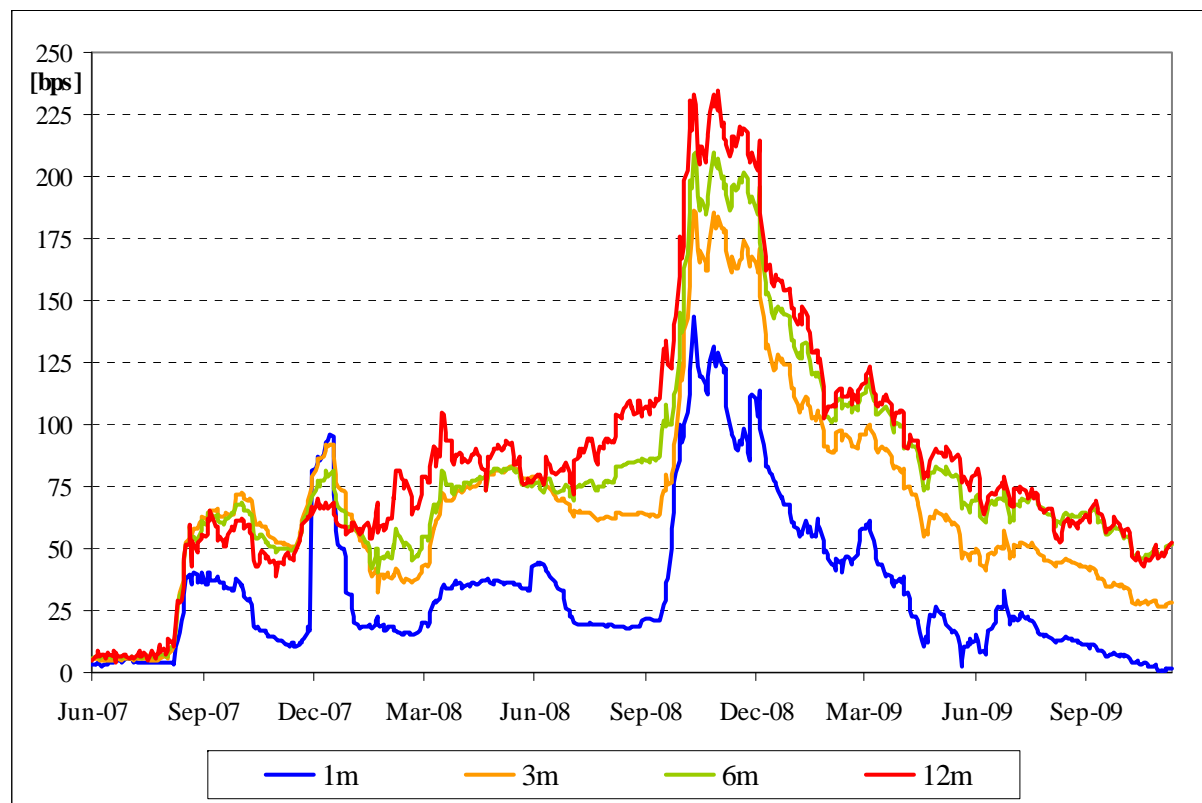


Overall financial market background

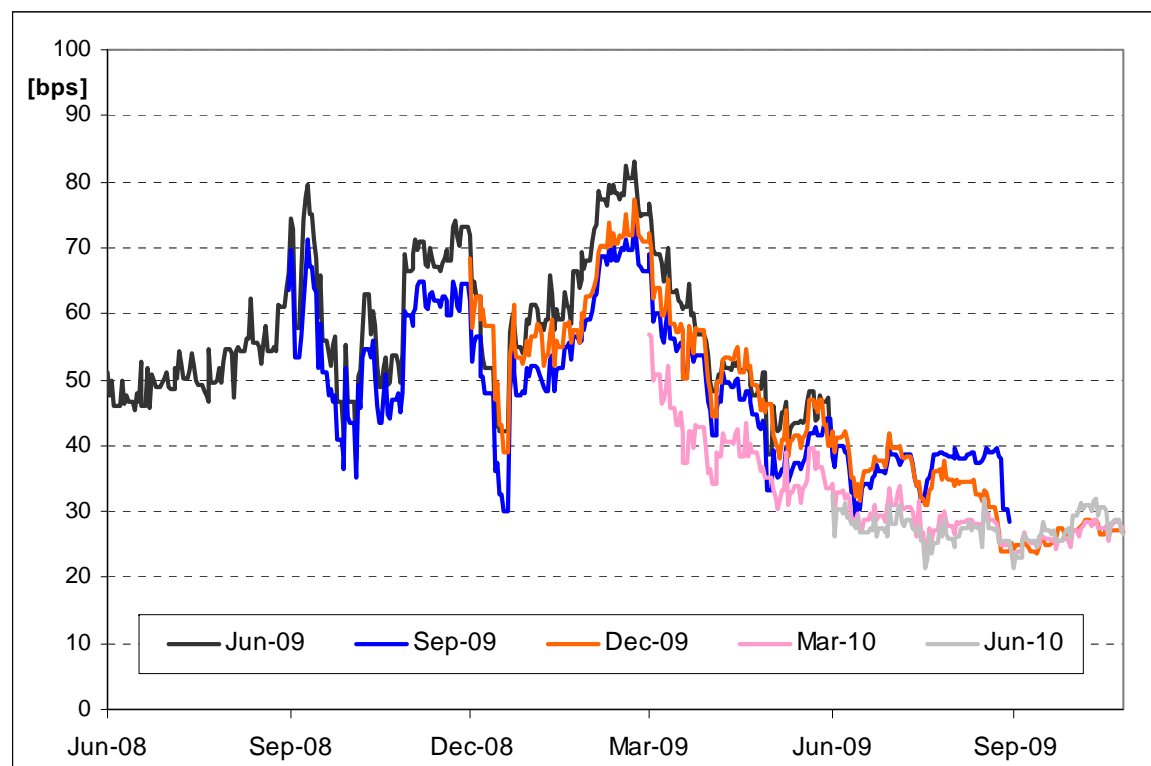
III) Credit market development



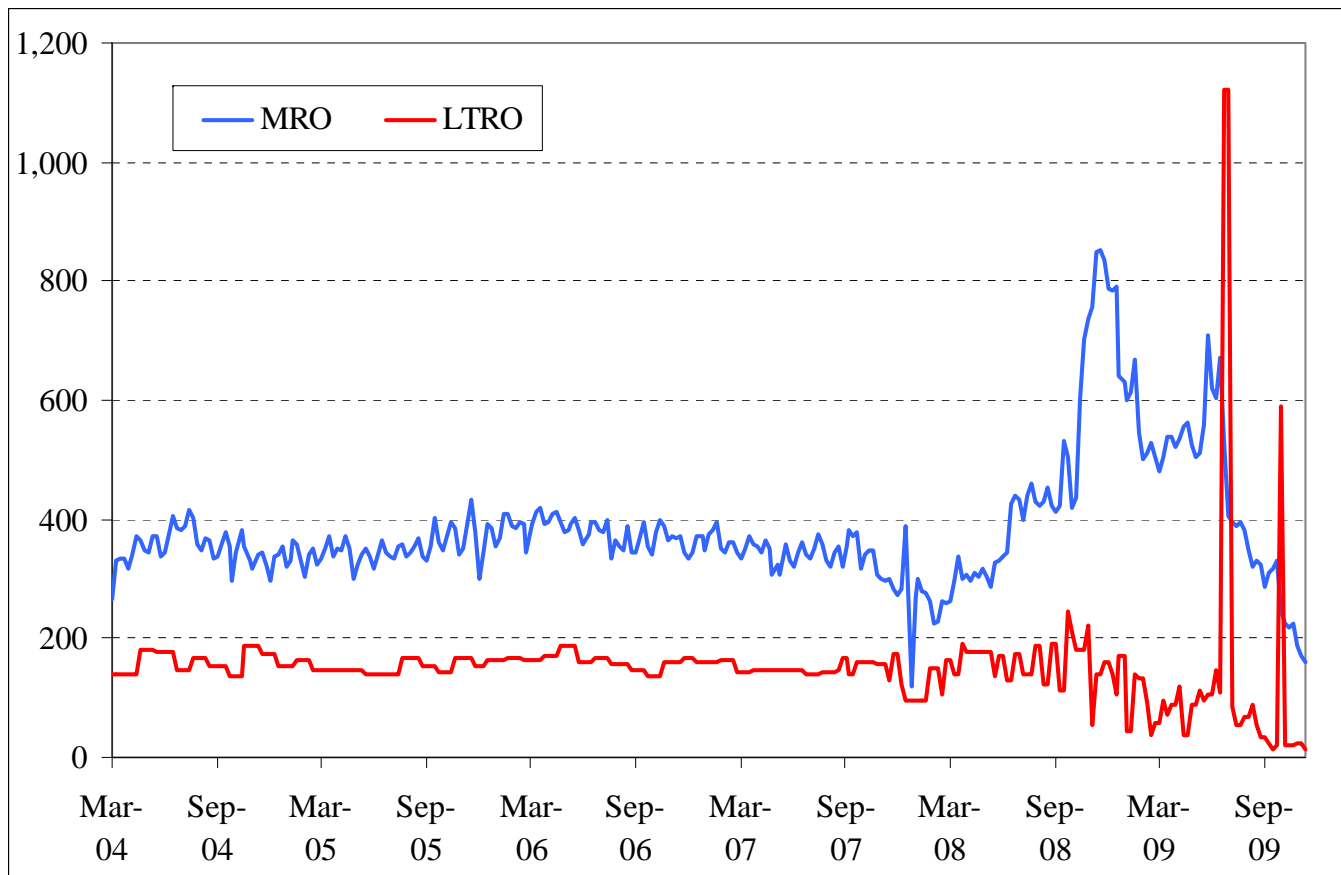
EURIBOR - OIS spreads for different maturities



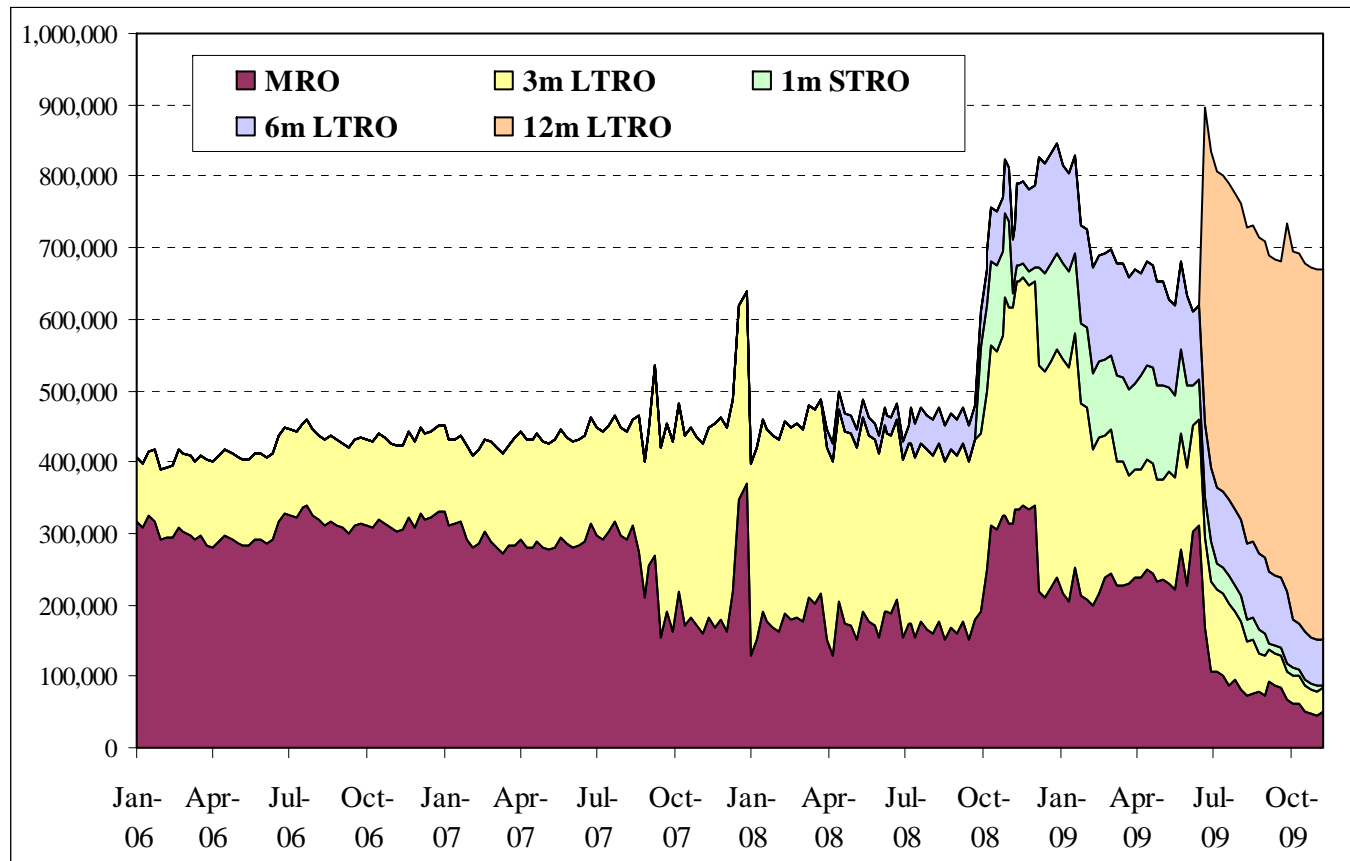
Forward 3-month EURIBOR - OIS spreads



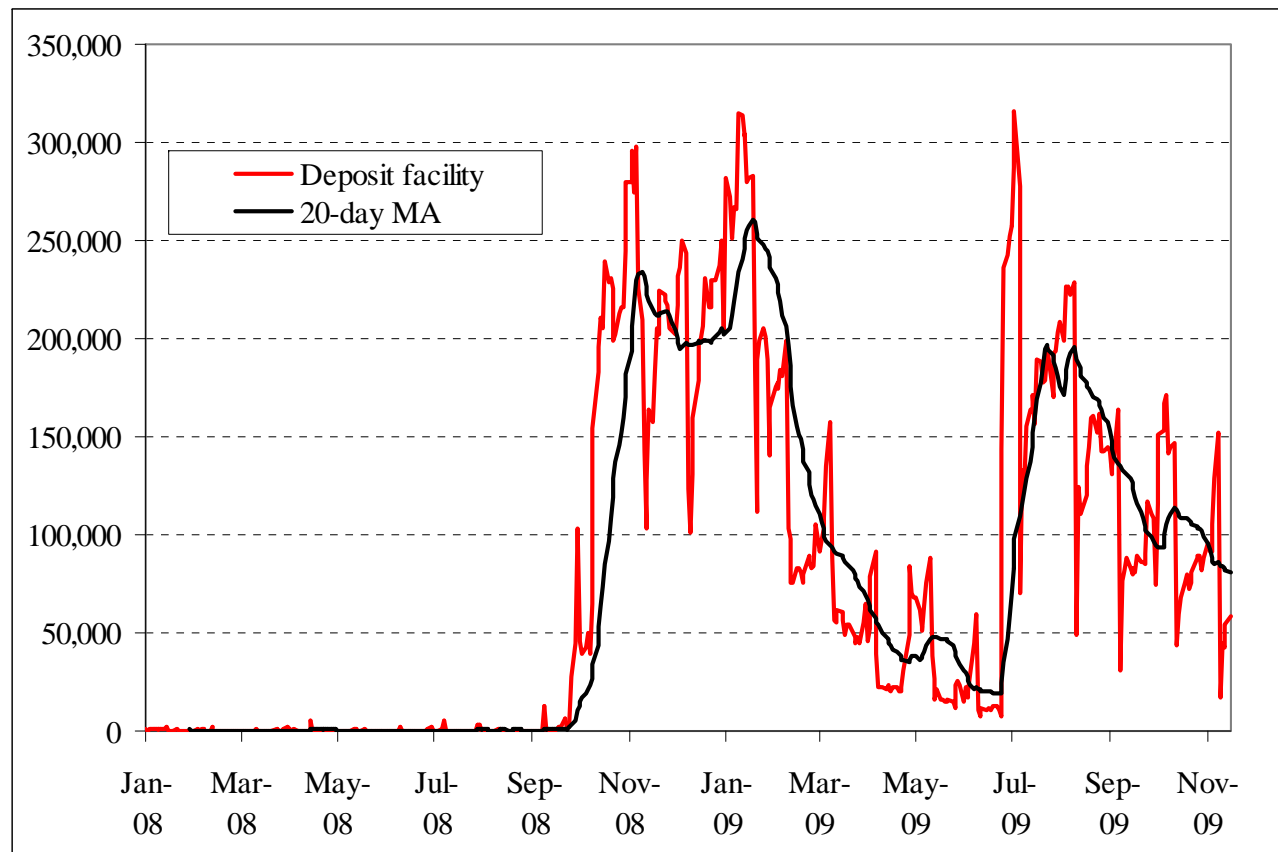
Number of participating banks in MROs and LTROs



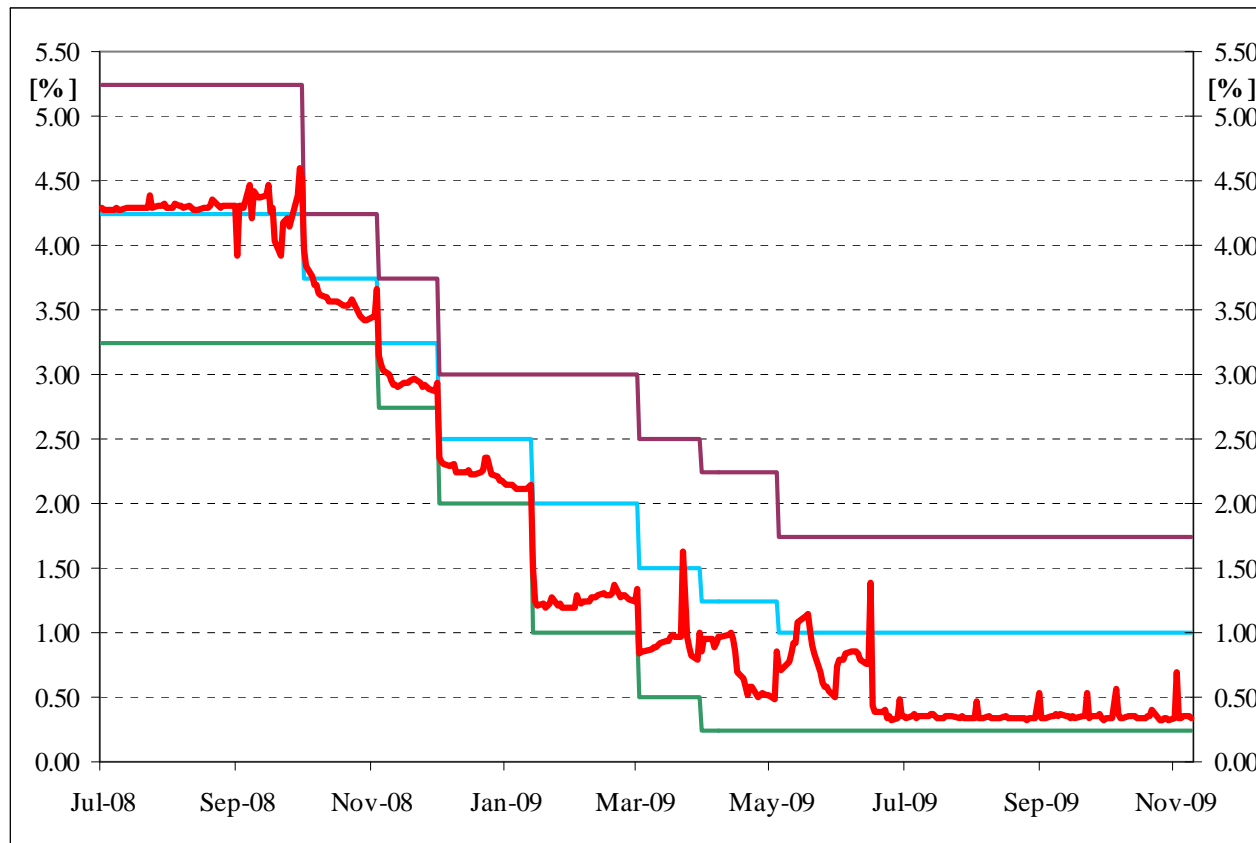
Maturity breakdown of the ECB's liquidity providing operations



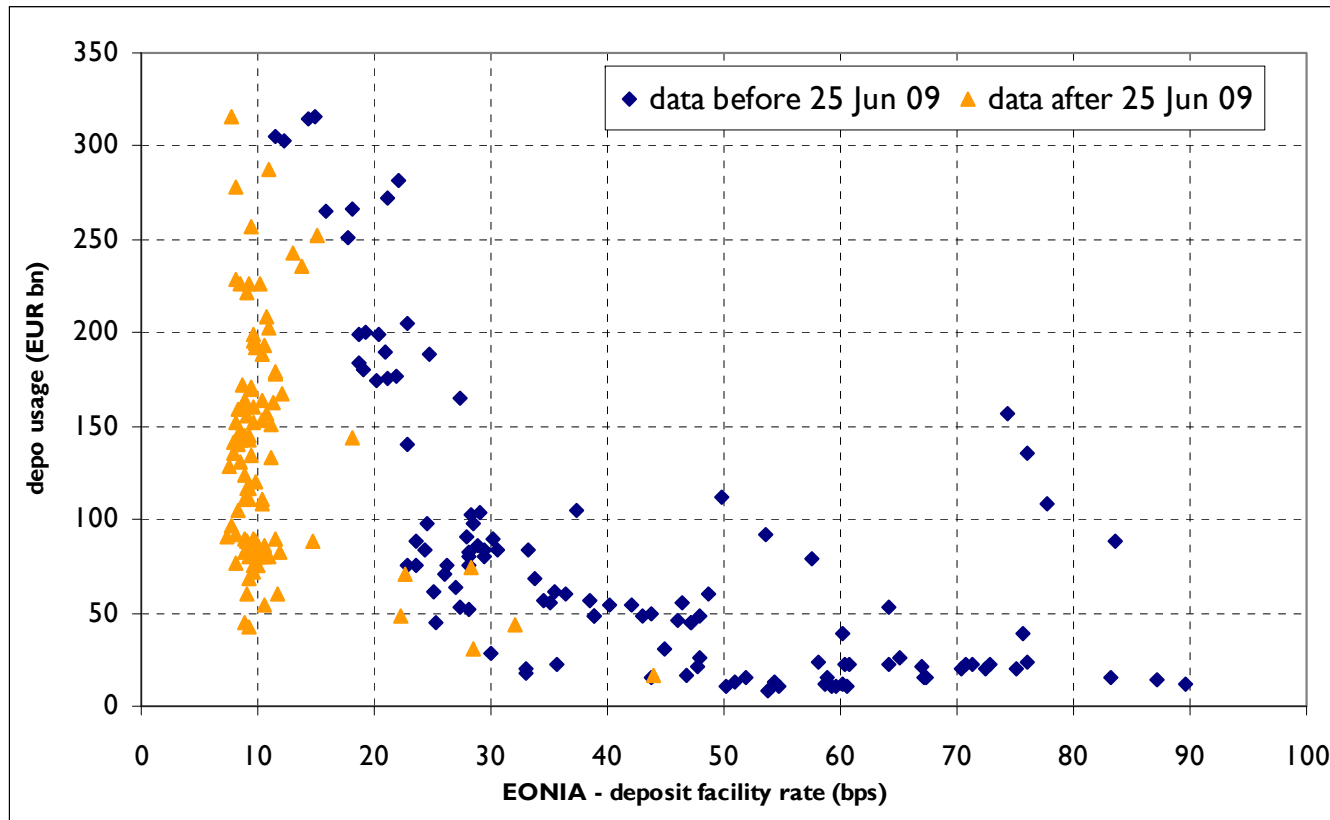
Use of the ECB's deposit facility



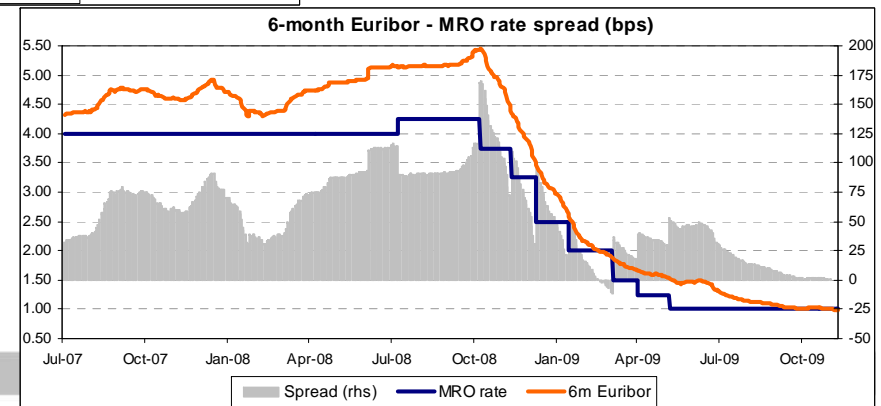
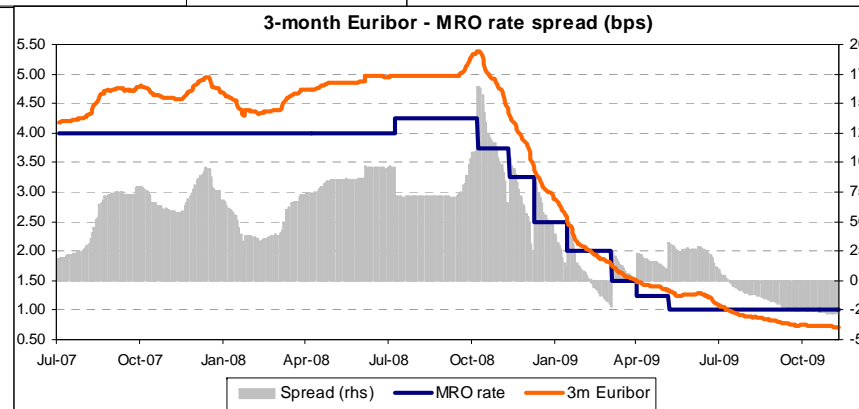
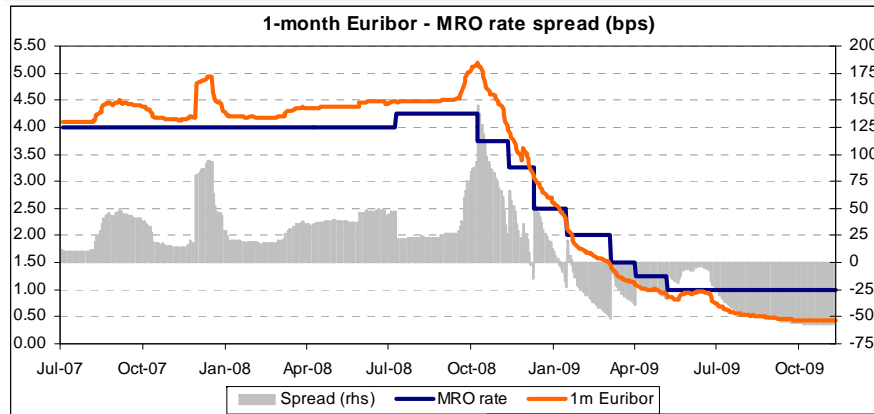
ECB rates and Eonia developments



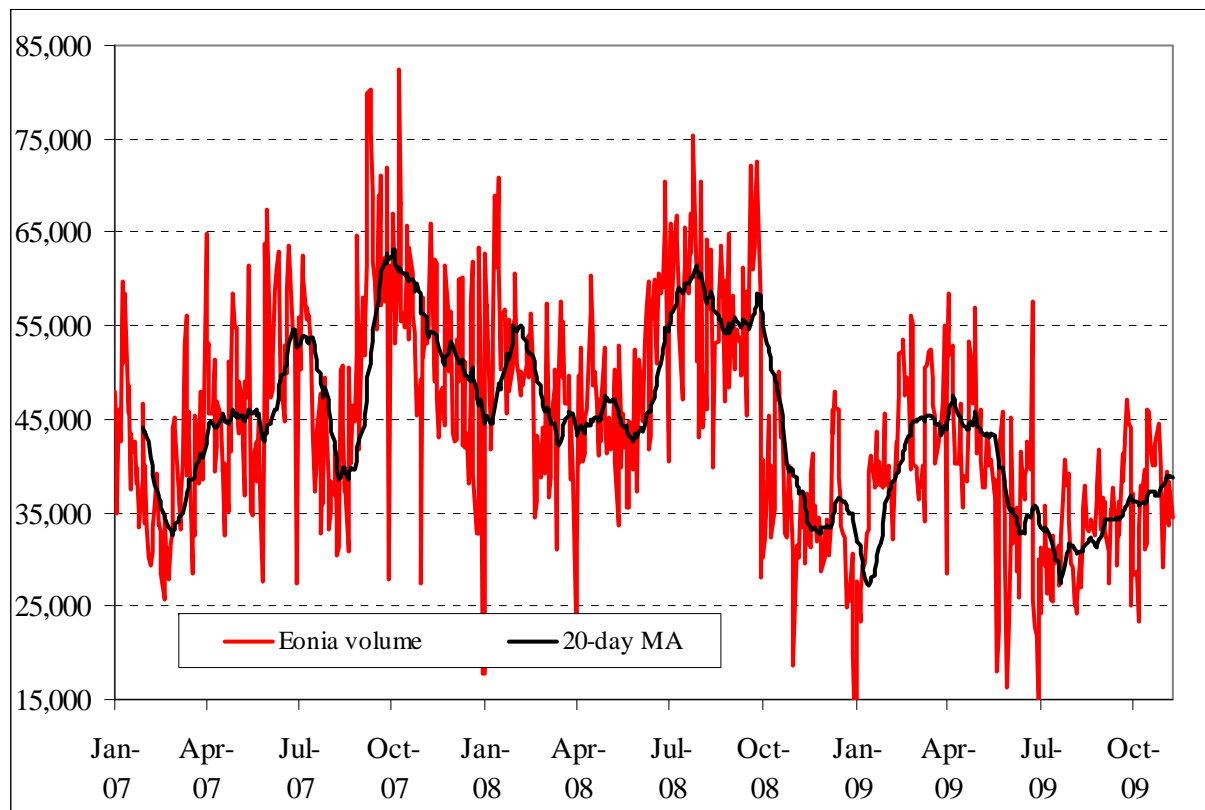
Relationship between EONIA and use of the deposit facility



Euribor fixings vs MRO rate

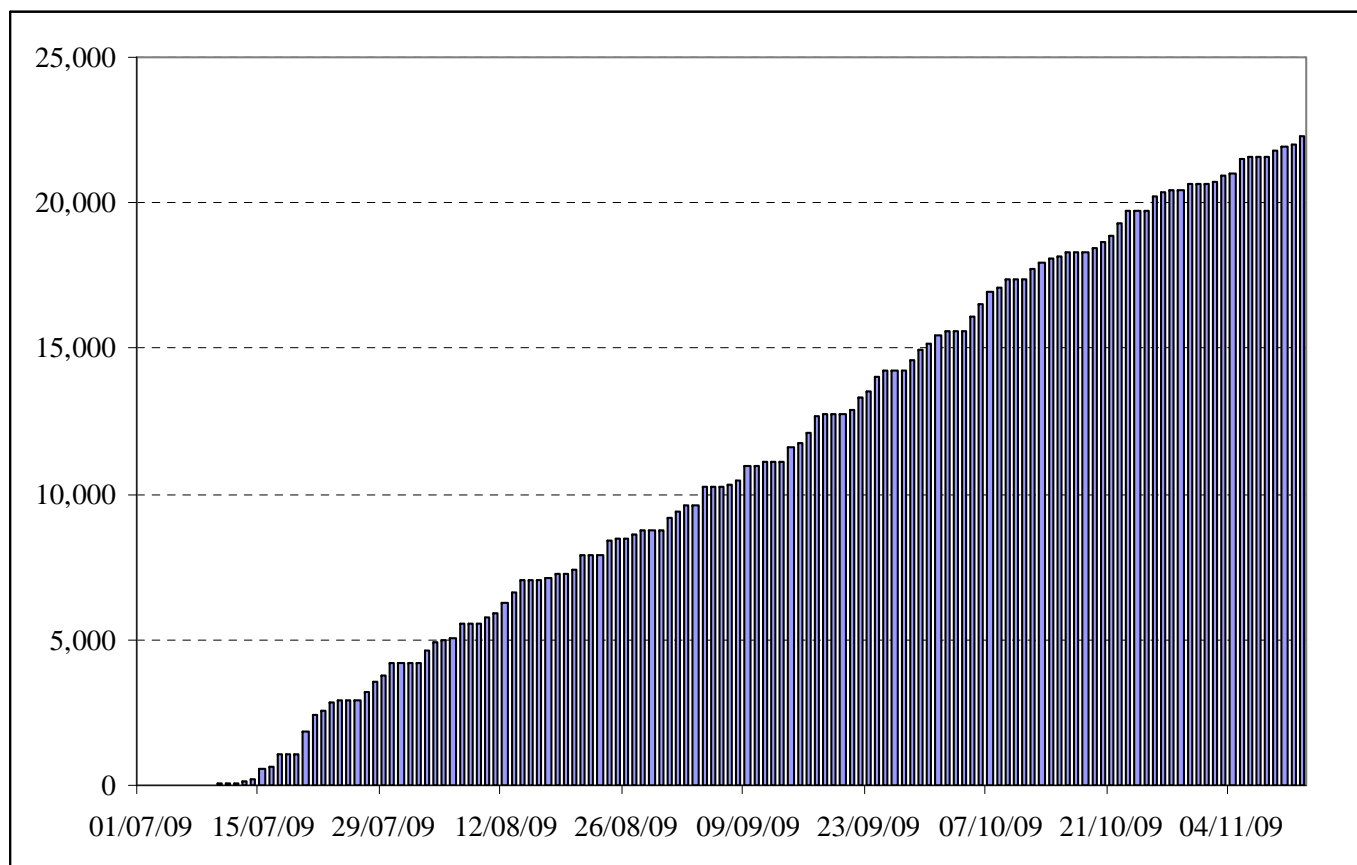


Eonia volumes [since Jan 2007]



Covered Bond Purchase Programme

- Evolution of Eurosystem purchases

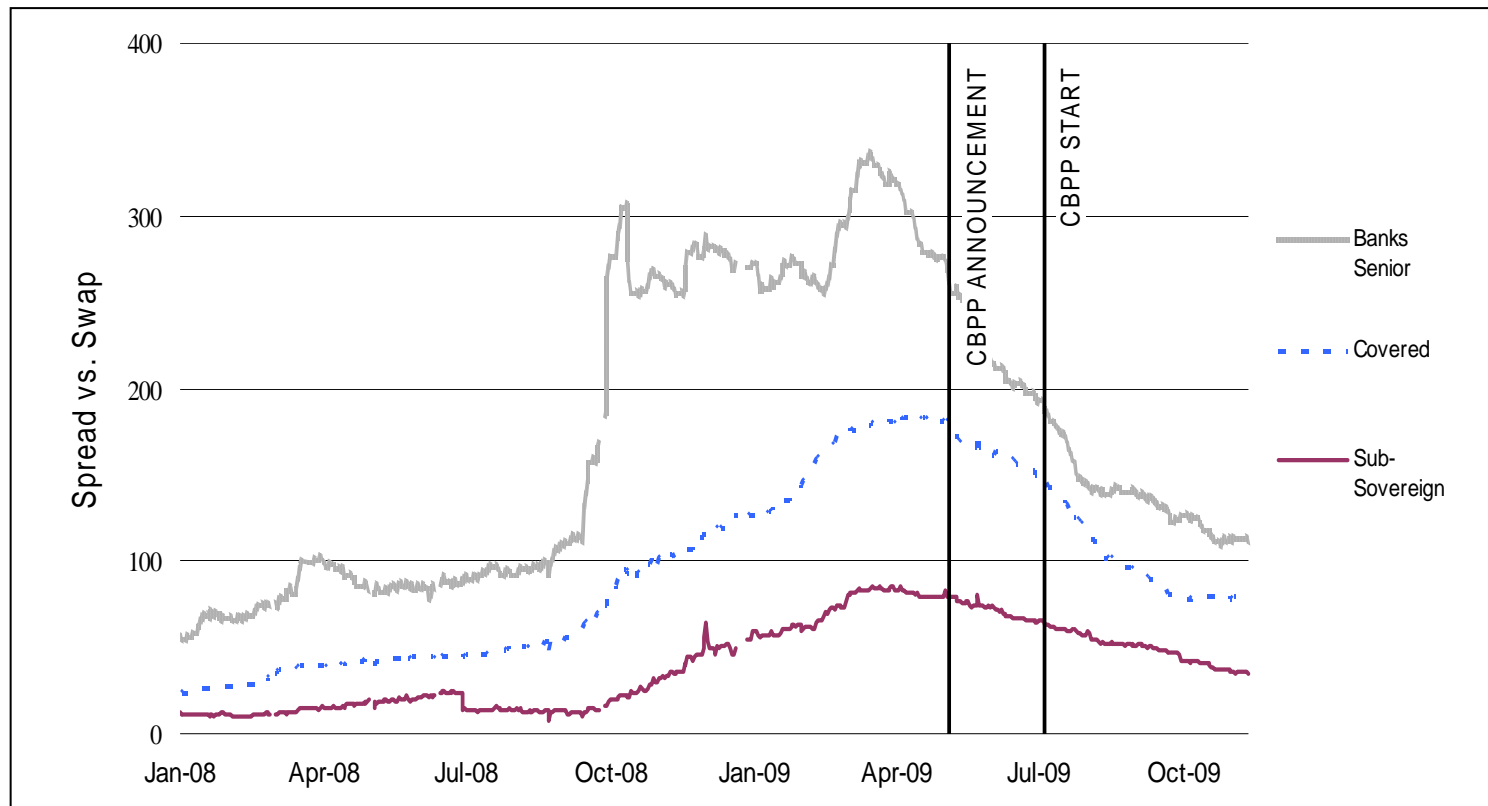


The latest monthly report on the CBPP can be found on the ECB's webpage:

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

Covered Bond Purchase Programme

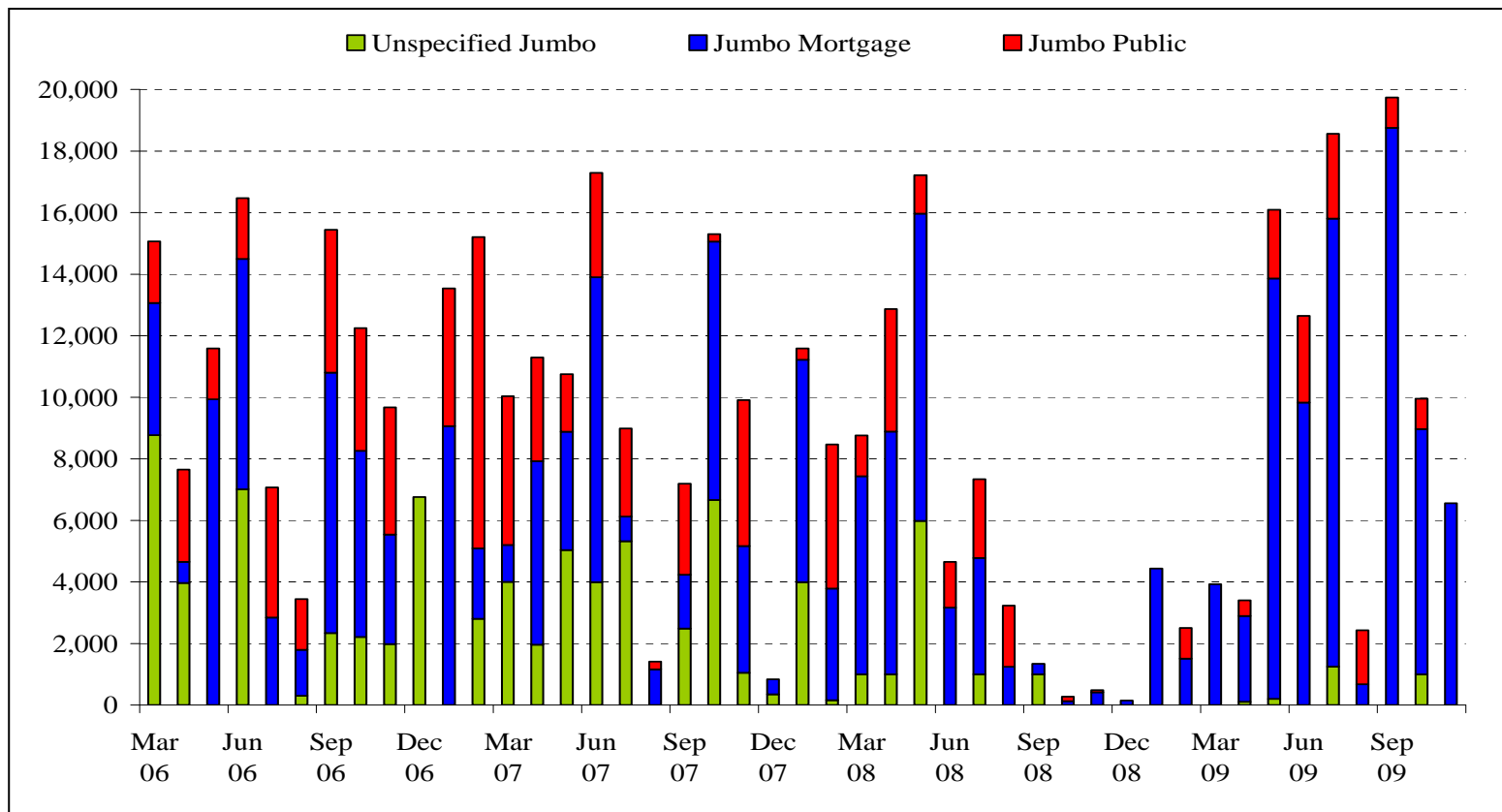
- Spread development against swaps in selected high grade markets



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?*