

## **Money Market Report for the week ending 9 July 2021**

### **ECB Monetary Operations**

On 5 July 2021, the European Central Bank (ECB) announced the 7-day main refinancing operation (MRO). The operation was conducted on 6 July 2021, and attracted bids from euro area eligible counterparties of €72.00 million, €13.00 million less than the previous week. The amount was allotted in full at a fixed rate equivalent to the prevailing MRO rate of 0.00%, in accordance with current ECB policy.

On 7 July 2021, the ECB conducted the 7-day US dollar funding operation through collateralised lending in conjunction with the US Federal Reserve. This operation attracted bids of \$121.70 million, which was allotted in full at a fixed rate of 0.35%.

### **Domestic Treasury Bill Market**

In the domestic primary market for Treasury bills, the Treasury invited tenders for 91-day bills and 273-day bills for settlement value 8 July 2021, maturing on 7 October 2021 and 7 April 2022, respectively. Bids of €95.00 million were submitted for the 91-day bills, with the Treasury accepting €45.00 million, while bids of €100.00 million were submitted for the 273-day bills, with the Treasury accepting €25.00 million. Since €50.00 million worth of bills matured during the week, the outstanding balance of Treasury bills increased by €20.00 million, standing at €806.75 million.

The yield from the 91-day bill auction was -0.453%, unchanged from bids with a similar tenor issued on 1 July 2021, representing a bid price of €100.1146 per €100 nominal. The yield from the 273-day bill auction was -0.450%, up by 1.1 basis points from bids with a similar tenor issued on 3 June 2021, representing a bid price of €100.3424 per €100 nominal.

During this week, there was no trading on the Malta Stock Exchange.

This week the Treasury will invite tenders for 91-day and 182-day bills maturing on 14 October 2021 and 13 January 2022, respectively.