

Money Market Report for the week ending 19 September 2025

ECB Monetary Operations

On 15 September 2025, the European Central Bank (ECB) announced the 7-day main refinancing operation (MRO). The operation was conducted on 16 September 2025 and attracted bids from euro area eligible counterparties of €8,072.00 million, €631.50 million more than the previous week. The amount was allotted in full at a fixed rate equivalent to the prevailing MRO rate of 2.15%, in accordance with current ECB policy.

On 17 September 2025, the ECB conducted a 7-day US dollar funding operation through collateralised lending in conjunction with the US Federal Reserve. This operation attracted bids of \$50.50 million, which were allotted in full at a fixed rate of 4.32%.

Domestic Treasury Bill Market

In the domestic primary market for Treasury bills, the Treasury invited tenders for 91-day and 181-day bills for settlement value 18 September 2025, maturing on 18 December 2025 and 18 March 2026, respectively. Bids of €35.47 million were submitted for the 91-day bills, with the Treasury accepting €22.10 million, while bids of €29.09 million were submitted for the 181-day bills, with the Treasury accepting €8.71 million. Since €36.48 million worth of bills matured during the week, the outstanding balance of Treasury bills decreased by €5.67 million, standing at €576.91 million.

The yield from the 91-day bill auction was 1.941%, decreasing by 0.20 basis point from bids with a similar tenor issued on 11 September 2025, representing a bid price of €99.5118 per €100 nominal. The yield from the 181-day bill auction was 1.800%, decreasing by 0.30 basis points from bids with a similar tenor also issued on 11 September 2025, representing a bid price of €99.1031 per €100 nominal.

During the week, secondary market turnover in Malta Government Treasury bills amounted to €350,000, all executed on the On-exchange market of the Malta Stock Exchange.

This week the Treasury will invite tenders for 90-day and 182-day bills maturing on 24 December 2025 and 26 March 2026, respectively.