

Money Market Report for the week ending 8 August 2025

ECB Monetary Operations

On 4 August 2025, the European Central Bank (ECB) announced the 7-day main refinancing operation (MRO). The operation was conducted on 5 August 2025 and attracted bids from euro area eligible counterparties of €6,468.00 million, €3,730.50 million less 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 6 August 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 \$44.30 million, which were allotted in full at a fixed rate of 4.58%.

Domestic Treasury Bill Market

In the domestic primary market for Treasury bills, the Treasury invited tenders for 91-day and 182-day bills for settlement value 7 August 2025, maturing on 6 November 2025 and 5 February 2026, respectively. Bids of €25.48 million were submitted for the 91-day bills, with the Treasury accepting €22.52 million, while bids of €18.15 million were submitted for the 182-day bills, with the Treasury accepting €8.19 million. Since €36.12 million worth of bills matured during the week, the outstanding balance of Treasury bills decreased by €5.41 million, standing at €616.09 million.

The yield from the 91-day bill auction was 1.963%, decreasing by 3.60 basis points from bids with a similar tenor issued on 31 July 2025, representing a bid price of €99.5062 per €100 nominal. The yield from the 182-day bill auction was 1.970%, increasing by 1.50 basis points from bids with a similar tenor also issued on 31 July 2025, representing a bid price of €99.0139 per €100 nominal.

During the week, secondary market turnover in Malta Government Treasury bills amounted to €110,000, all executed on the On-exchange market of the Malta Stock Exchange.

This week the Treasury will invite tenders for 91-day and 182-day bills maturing on 13 November 2025 and 12 February 2026, respectively.