

Money Market Report for the week ending 15 August 2025

ECB Monetary Operations

On 11 August 2025, the European Central Bank (ECB) announced the 7-day main refinancing operation (MRO). The operation was conducted on 12 August 2025 and attracted bids from euro area eligible counterparties of €6,520.00 million, €52.00 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 13 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 \$44.50 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 14 August 2025, maturing on 13 November 2025 and 12 February 2026, respectively. Bids of €35.70 million were submitted for the 91-day bills, with the Treasury accepting €34.18 million, while bids of €19.61 million were submitted for the 182-day bills, with the Treasury accepting €1.89 million. Since €40.86 million worth of bills matured during the week, the outstanding balance of Treasury bills decreased by €4.79 million, standing at €611.30 million.

The yield from the 91-day bill auction was 1.975%, increasing by 1.20 basis points from bids with a similar tenor issued on 7 August 2025, representing a bid price of €99.5032 per €100 nominal. The yield from the 182-day bill auction was 1.933%, decreasing by 3.70 basis points from bids with a similar tenor also issued on 7 August 2025, representing a bid price of €99.0322 per €100 nominal.

During the 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 20 November 2025 and 19 February 2026, respectively.