

Money Market Report for the week ending 18 July 2025

ECB Monetary Operations

On 14 July 2025, the European Central Bank (ECB) announced the 7-day main refinancing operation (MRO). The operation was conducted on 15 July 2025 and attracted bids from euro area eligible counterparties of €7,163.70 million, €585.50 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 16 July 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 \$70.90 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 17 July 2025, maturing on 16 October 2025 and 15 January 2026, respectively. Bids of €18.34 million were submitted for the 91-day bills, with the Treasury accepting all bids. Similarly, the Treasury accepted all bids submitted for the 182-day bills which amounted to €16.28 million. Since €47.70 million worth of bills matured during the week, the outstanding balance of Treasury bills decreased by €13.08 million, standing at €656.11 million.

The yield from the 91-day bill auction was 1.989%, increasing by 0.9 basis point from bids with a similar tenor issued on 10 July 2025, representing a bid price of €99.4997 per €100 nominal. The yield from the 182-day bill auction was 1.968%, increasing by 1.00 basis point from bids with a similar tenor issued on 3 July 2025, representing a bid price of €99.0149 per €100 nominal.

During the week, secondary market turnover in Malta Government Treasury bills amounted to €138,000, 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 23 October 2025 and 22 January 2026, respectively.