

Money Market Report for the week ending 20 June 2025

ECB Monetary Operations

On 16 June 2025, the European Central Bank (ECB) announced the 7-day main refinancing operation (MRO). The operation was conducted on 17 June 2025 and attracted bids from euro area eligible counterparties of €8,628.00 million, €2,431.00 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 18 June 2025, the ECB conducted a 6-day US dollar funding operation through collateralised lending in conjunction with the US Federal Reserve. This operation attracted bids of \$13.00 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 19 June 2025, maturing on 18 September and 18 December 2025, respectively. Bids of €38.94 million were submitted for the 91-day bills, with the Treasury accepting €31.94 million, while bids of €37.05 million were submitted for the 182-day bills, with the Treasury accepting €15.42 million. Since €46.80 million worth of bills matured during the week, the outstanding balance of Treasury bills increased by €0.56 million, standing at €644.13 million.

The yield from the 91-day bill auction was 1.969%, decreasing by 0.30 basis point from bids with a similar tenor issued on 12 June 2025, representing a bid price of €99.5047 per €100 nominal. The yield from the 182-day bill auction was 1.931%, decreasing by 1.10 basis points from bids with a similar tenor also issued on 12 June 2025, representing a bid price of €99.0332 per €100 nominal.

During the week, secondary market turnover in Malta Government Treasury bills amounted to €501,000, all executed on the On-exchange market of the Malta Stock Exchange.

This week the Treasury will invite tenders for 91-day and 181-day bills maturing on 25 September 2025 and 24 December 2025, respectively.