

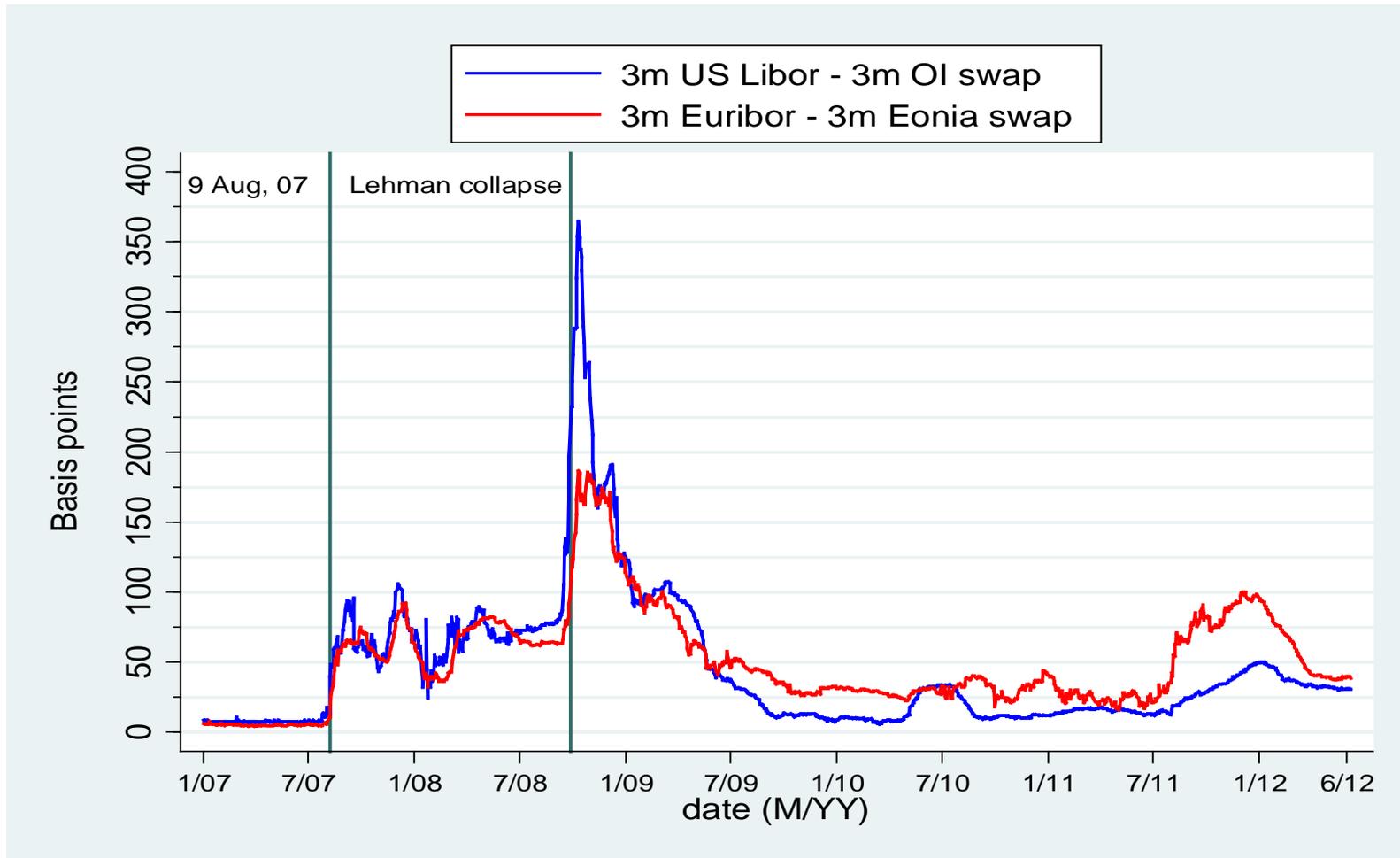
The importance of money markets

Benoît Cœuré

Member of the Executive Board, European Central Bank

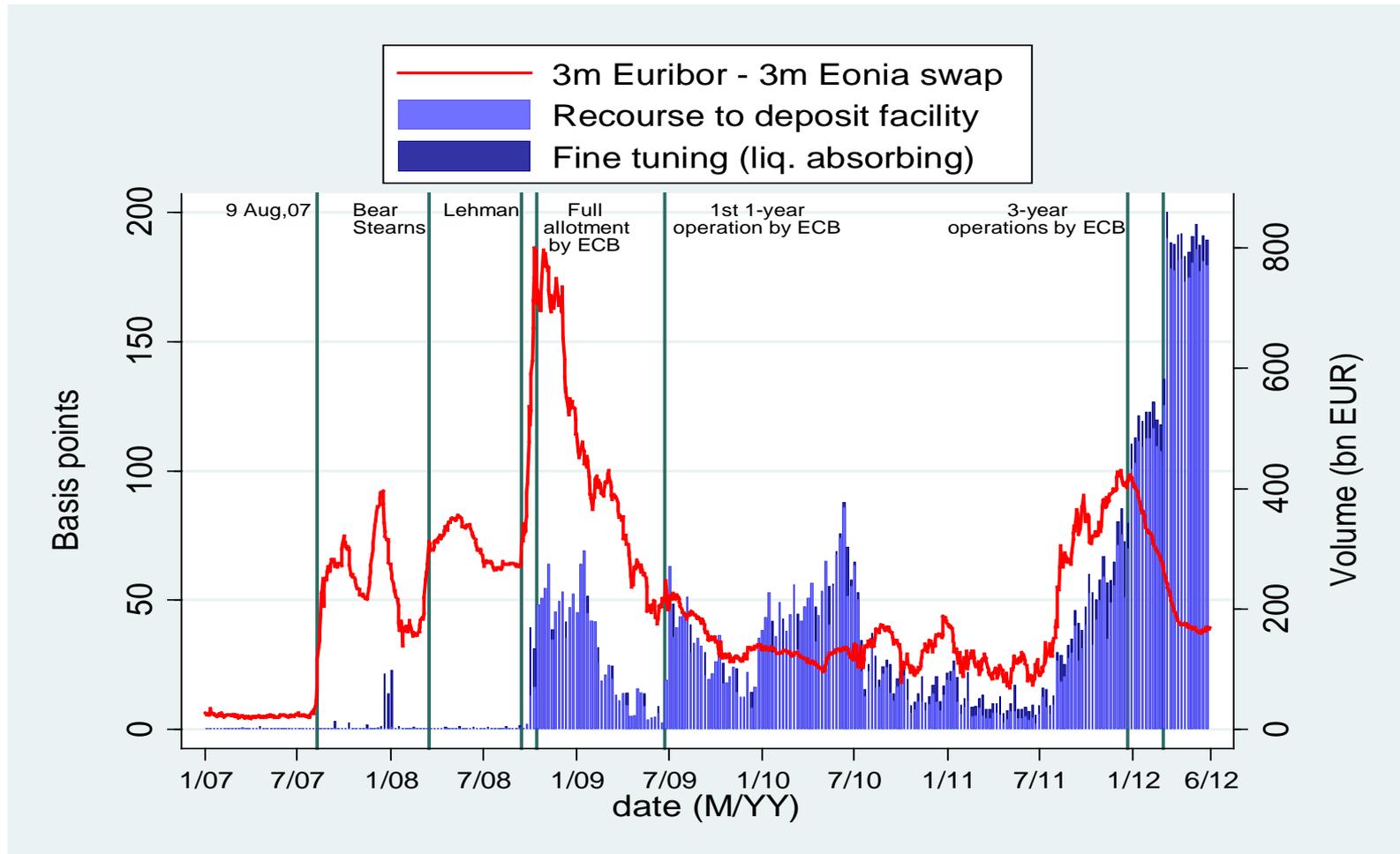
Morgan Stanley | 6th Annual Global Investment Seminar
Tourettes, Provence, 16 June 2012

Chart I: Three-month BOR-OIS spreads: US and EA



Source: Heider, Hoerova and Holthausen (2009), "Liquidity hoarding and interbank market spreads: The role of counterparty risk", ECB WP No 1126.

Chart 2: Three-month spread and liquidity absorption in the EA

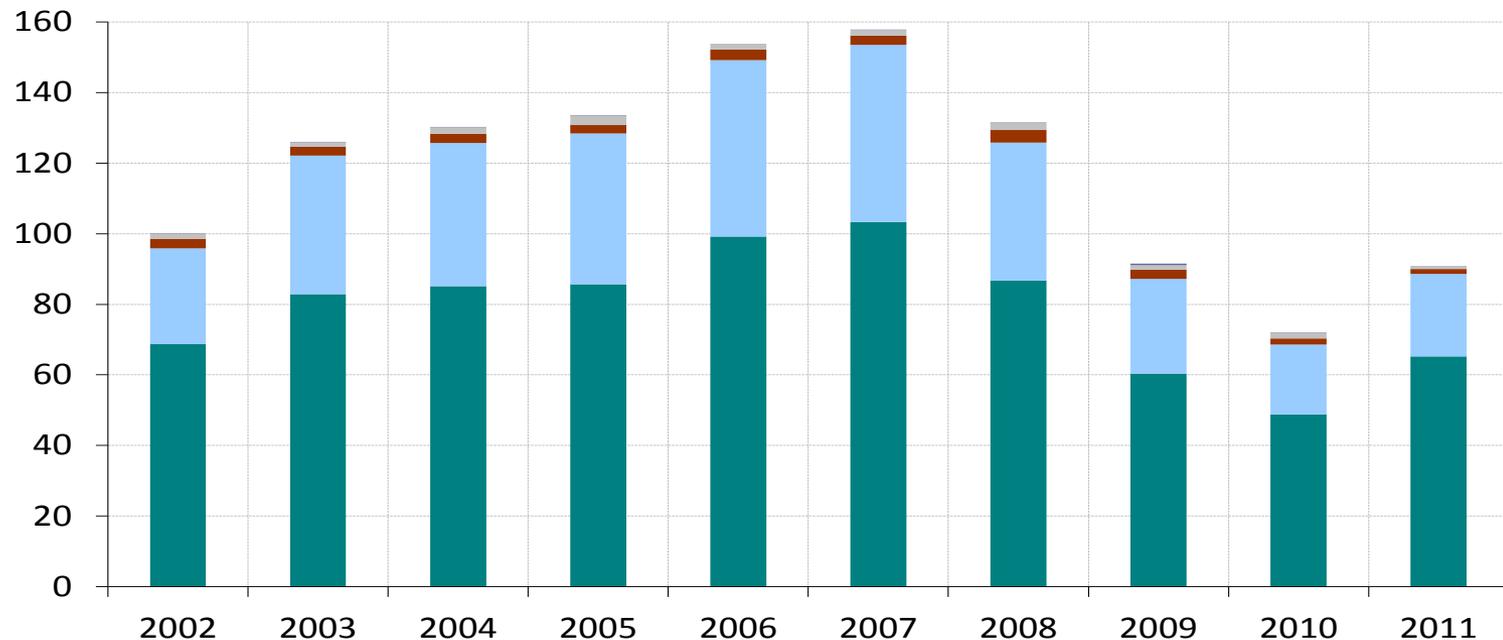


Source: Heider, Hoerova and Holthausen (2009), "Liquidity hoarding and interbank market spreads: The role of counterparty risk", ECB WP No 1126.

Chart 3: Maturity breakdown for average daily turnover in unsecured borrowing

(2002 – 2011; cash borrowing volume in 2002 = 100)

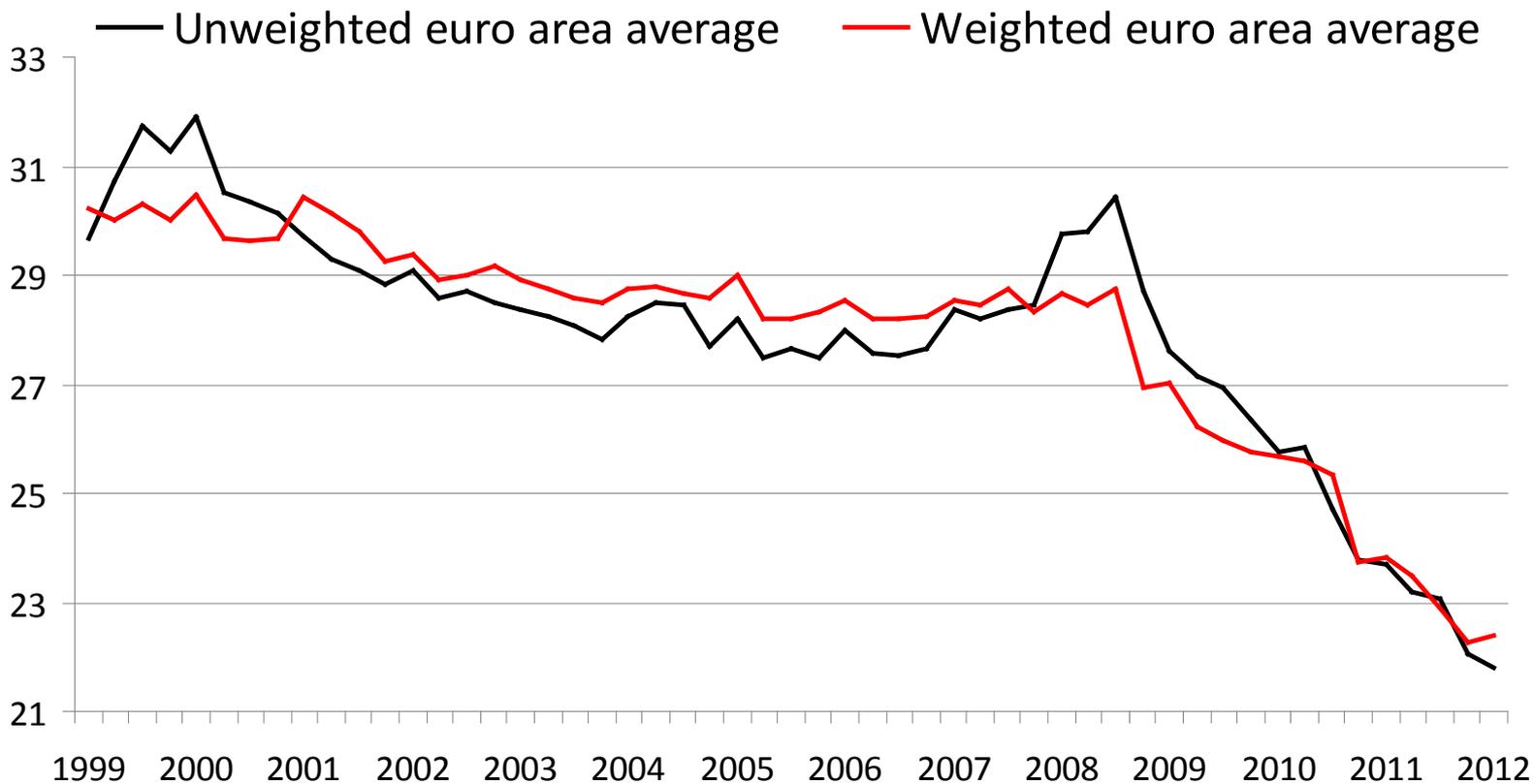
- Over 1 year
- Over 3 months and up to 12 months
- Over 1 month and up to 3 months
- Tomorrow/Next up to 1 month
- Overnight



Source: ECB

Chart 4: Ratios of interbank liabilities to total assets

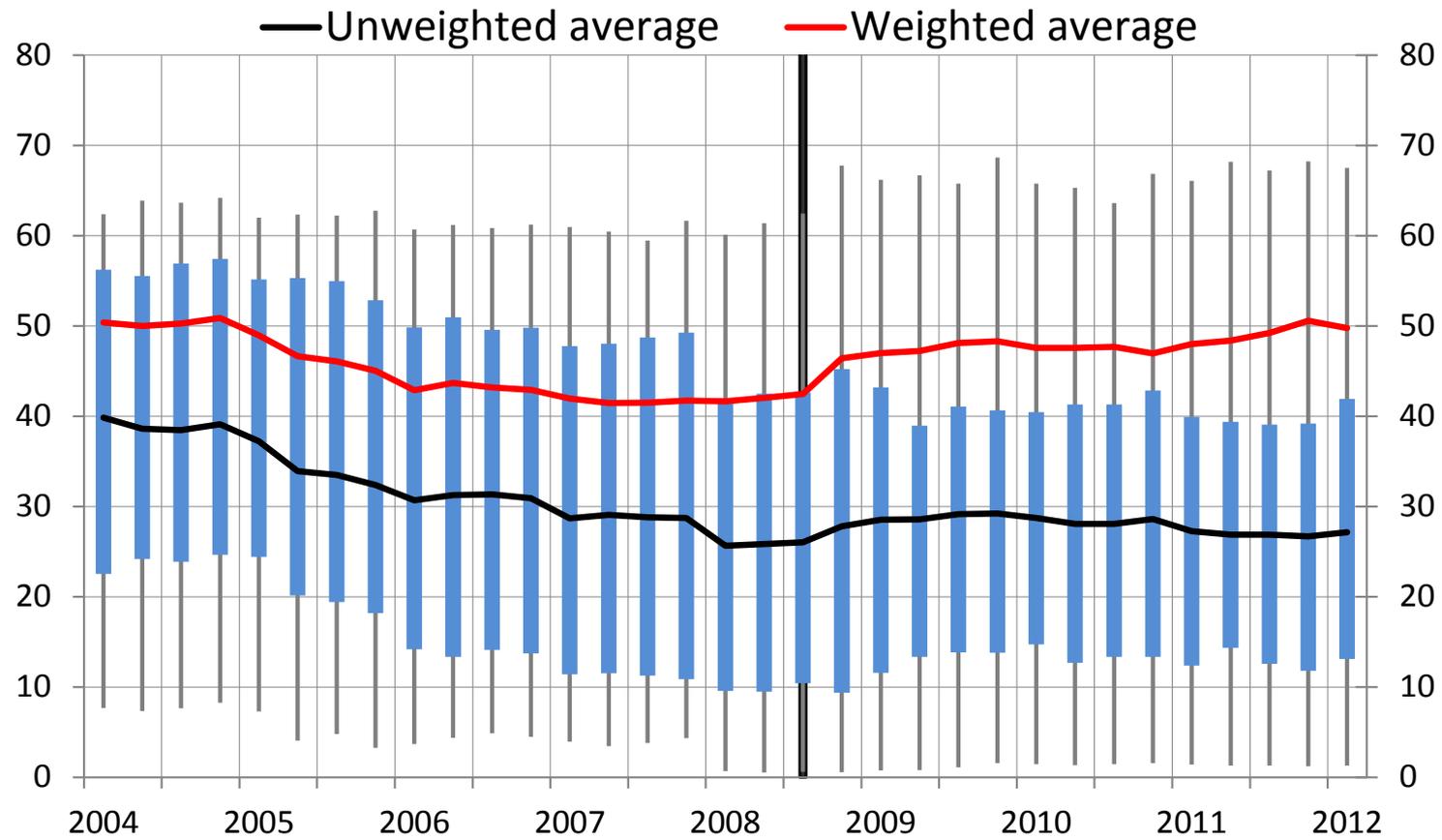
(Q1 1999 – Q1 2012 ; percentages)



Source: ECB

Chart 5: Domestic interbank liabilities in total interbank liabilities

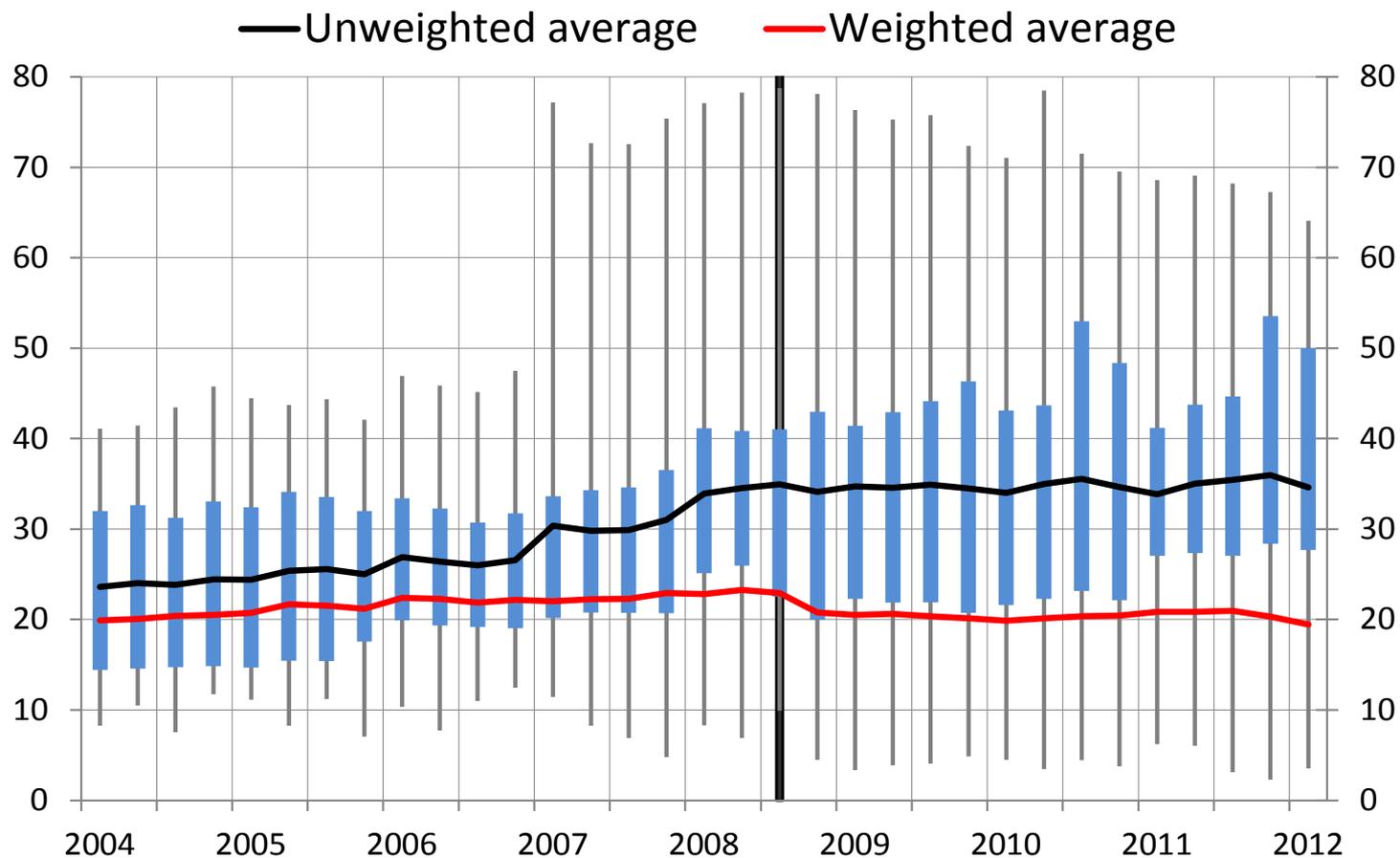
(Q1 2004 – Q1 2012 ; percentages; maximum, minimum and interquartile distribution across euro area countries)



Source: ECB

Chart 6: Other euro area interbank liabilities in total interbank liabilities

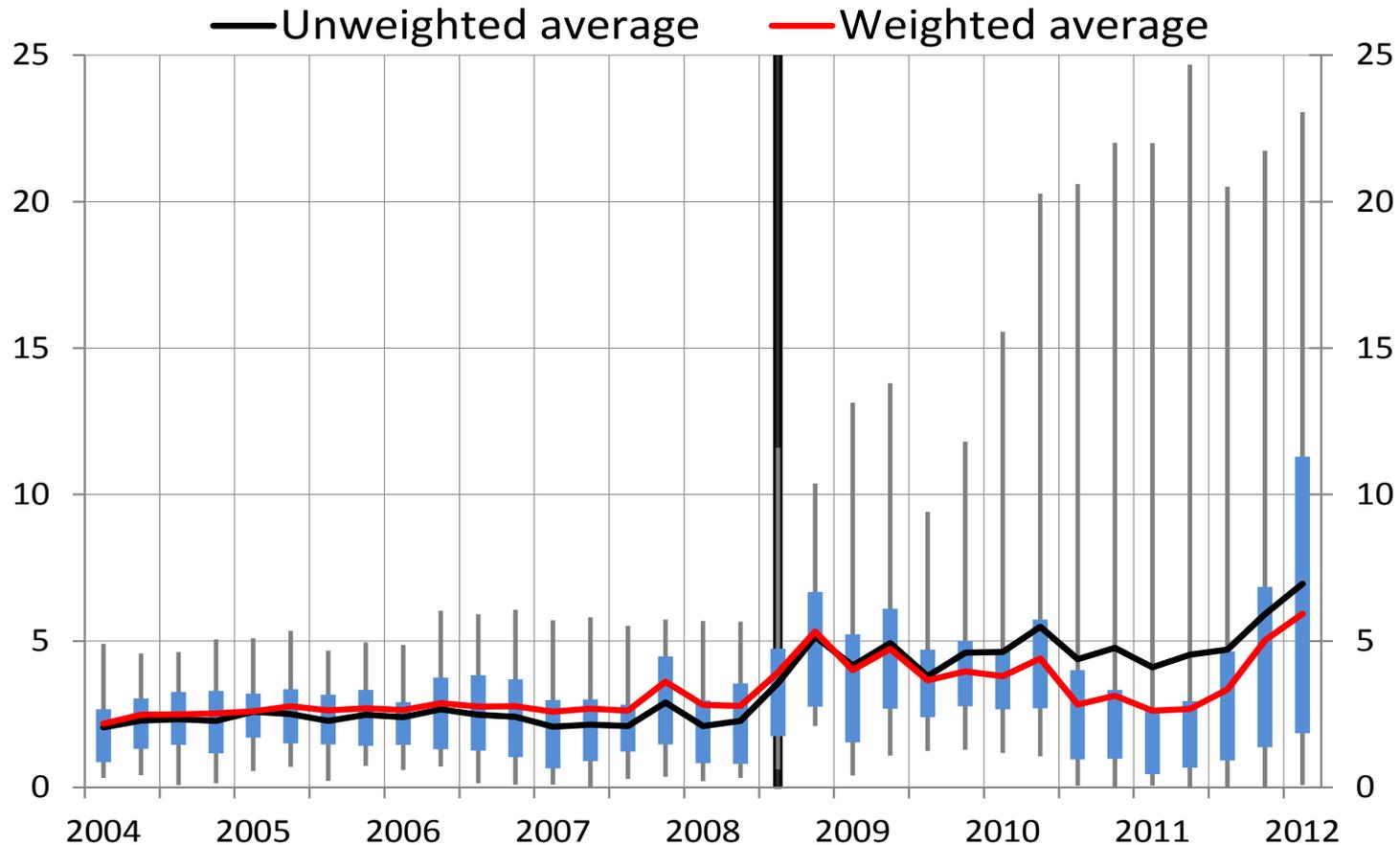
(Q1 2004 – Q1 2012 ; percentages; maximum, minimum and interquartile distribution across euro area countries)



Source: ECB

Chart 7: Eurosystem funding in total deposit liabilities

(Q1 2004 – Q1 2012 ; percentages; maximum, minimum and interquartile distribution across euro area countries)



Source: ECB