Preliminary results from the quarterly money market survey

Annette Kamps
DG-M / Money Market & Liquidity

Frankfurt am Main, 18 March 2013
Aggregate turnover for unsecured, secured and FX swap transactions

- Overall decline in money market turnover in second half of 2012
- Declines in unsecured (-50%) and FX swap (-15%)
- Increase in secured (+14%)

Note: aggregate volume in Q2 2006 = 100)
Unsecured Turnover

- Continued decline in unsecured turnover
- Decline much more pronounced for borrowing
- Possible Reasons?
  - 3-year LTROs?
  - Regulation?

Note: cash lending volume in Q2 2006 = 100
Secured Turnover

- Secured market turnover increase
- Increases in reverse repo (cash lending).
- Possible Reasons?

Note: cash lending volume in Q2 2006 = 100)
Secured Turnover Structure

- Continued increase in share of CCP transactions (64%)
- Triparty, stable at around 10%

Note: cash lending volume in Q2 2006 = 100)
Counterparty Structure for unsecured and FX swap

**Unsecured**
- Continued increase in share of transactions with national counterparties

**FX swap**
- Increase in share of “other” counterparties for FX swaps

---

MMCG Meeting 18 March 2013

www.ecb.europa.eu
Possible points for discussion

- Are the trends of the current preliminary results of the quarterly survey plausible?
- Reasons for continued sharp decline in unsecured volumes
- Reasons for structural shift towards cash lending away from cash borrowing for panel banks in second half 2012
- Role of possible preparation of early repayment?