



EUROPEAN CENTRAL BANK
EUROSYSTEM

DG MARKET OPERATIONS

ECB-UNRESTRICTED

6 June 2017

ECB Money Market Contact Group

Tuesday, 13 June 2017, 13:00 – 17:30 CET Piazza Gae Aulenti 3, Millan
UniCredit Tower A, floor 12, Room Pizzi Cannella

AGENDA

1. Intra-day liquidity management: four case studies on management of intraday liquidity and market implications

Four MMCG members, Michael Schneider, Ileana Pietraru, Johan Evenepoel and Andreas Biewald, will present internal organisation of intraday liquidity management and monitoring in their respective institutions, challenges and implications for market functioning and market participants' behaviour.

2. Involvement of market practitioners in the area of payments systems and market infrastructure at the ECB

The ECB will provide an overview of existing fora with market practitioners in the area of payments systems and market infrastructure at the ECB as well as the ongoing public consultations in this area.

3. Review of the latest market developments and other topics of relevance

The ECB will review the main developments in the euro money market since the last meeting based on the set of issues that have been submitted to members prior to the meeting. Issues for discussion will cover, among others:

(i) Recent developments in market expectations for the ECB monetary policy and in market pricing

MMCG will review recent developments in market expectations for the ECB monetary policy, market pricing as well as main drivers of those changes. Franck Carminati and David Tilson will introduce the discussion.

(ii) Market outlook for the forthcoming quarter-end developments in the euro money market. Lessons from the end of March experience. Role of the Eurosystem securities lending facility.

Based on the end-March market developments, MMCG will discuss expectations for the end-June developments in the euro money market, the expected impact on bank funding and market liquidity. MMCG will also be asked to provide feedback on the role of the Eurosystem securities lending facility. Harald Endres will introduce the discussion on the latter topic.

4. Developments in the FX swap market: evidence from the MMSR data

Holger Neuhaus will review main trends in the FX swap market activity based on the MMSR data. MMCG will be invited to reflect and provide feedback on the observed developments.

5. Market reaction to the announcement of the results of the pre-live verification exercise and expectations for the future of the euro money market benchmarks

Sascha Weil will review market reaction to the announcement of the results of the pre-live verification exercise and market expectations for the future of the euro money market benchmarks.

6. Other: Planning of the next meeting