

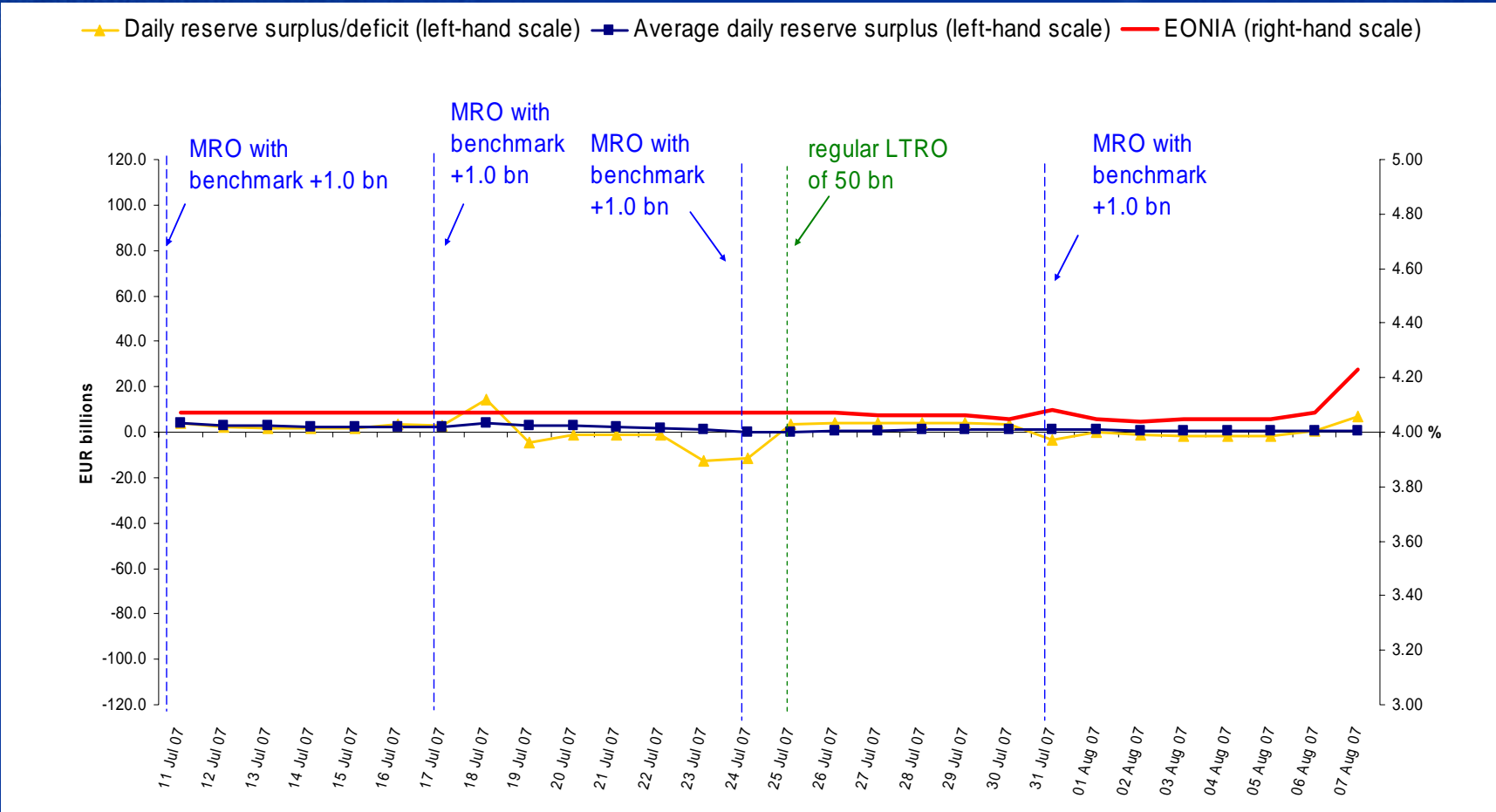
The Eurosystem's response to the Financial Market turmoil

Ralph Weidenfeller

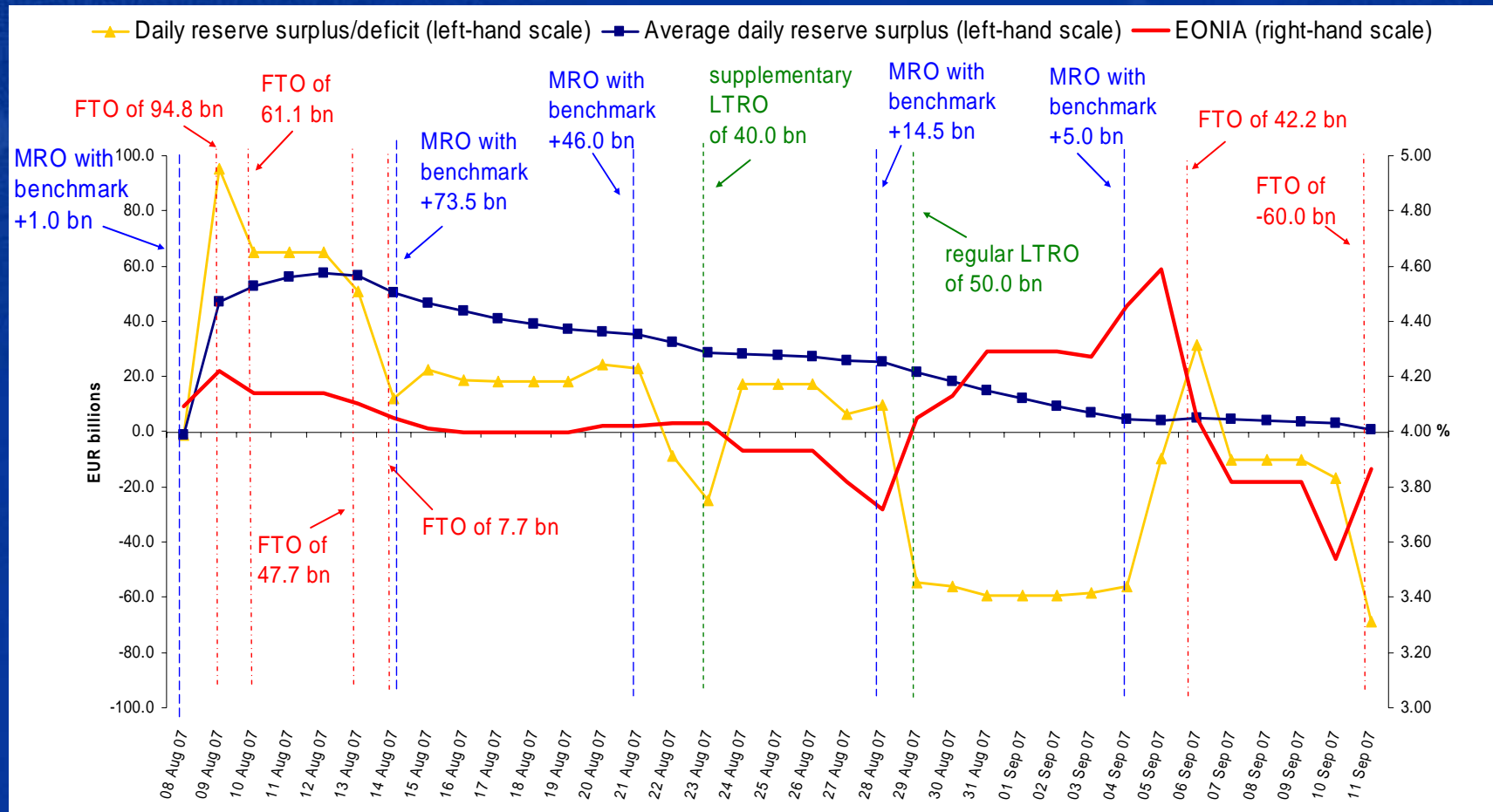
10 November 2008

Frankfurt am Main

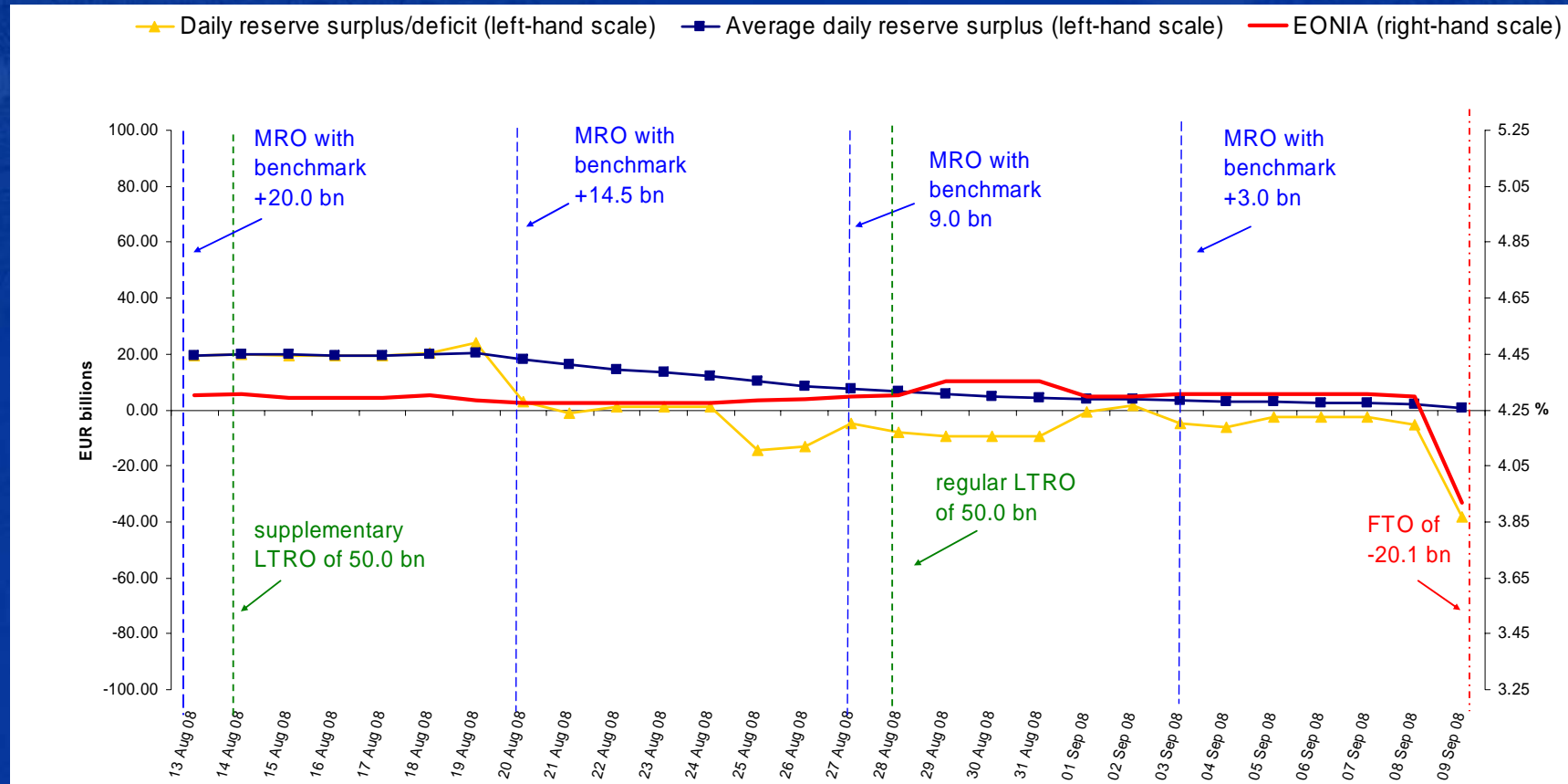
Maintenance period 11 July - 7 August 2007



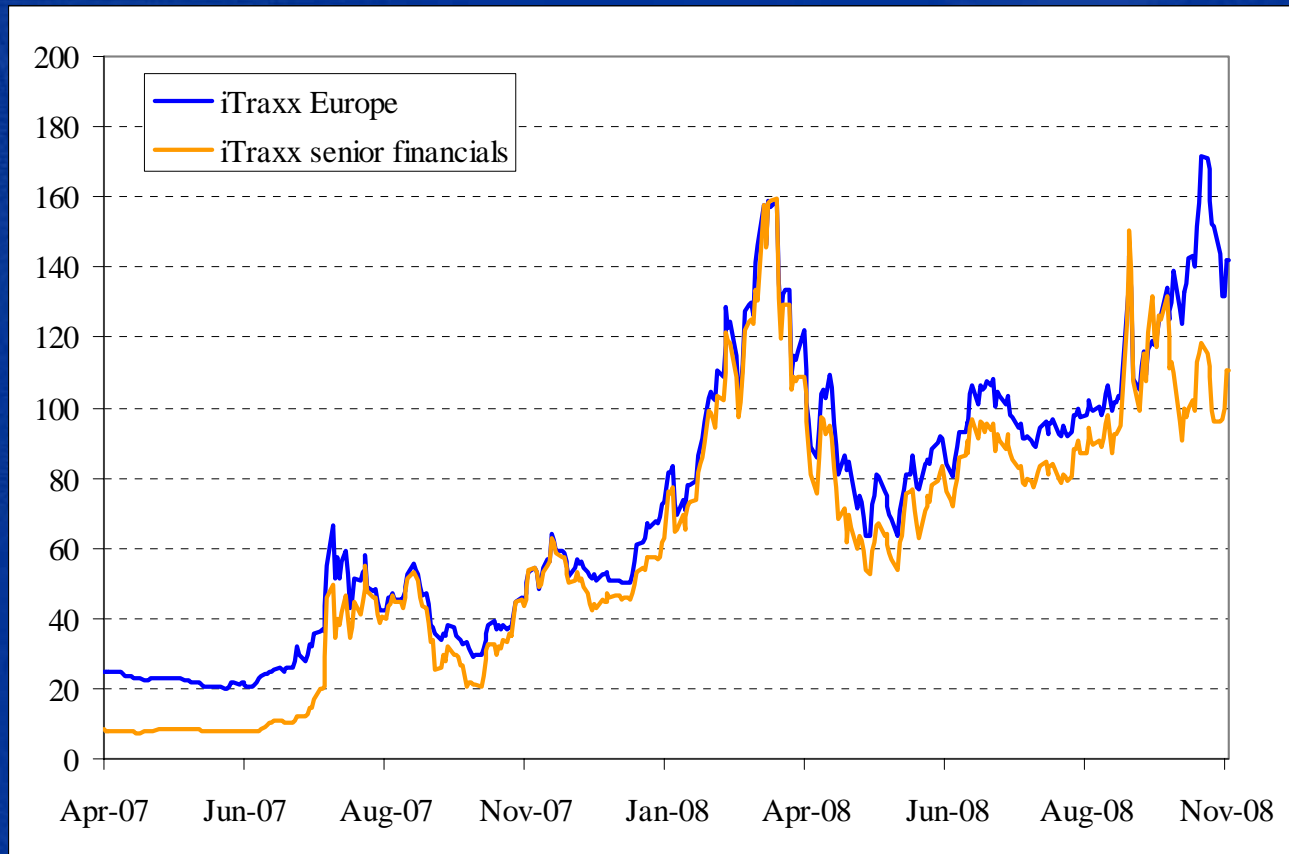
Maintenance period 8 August - 11 September 2007



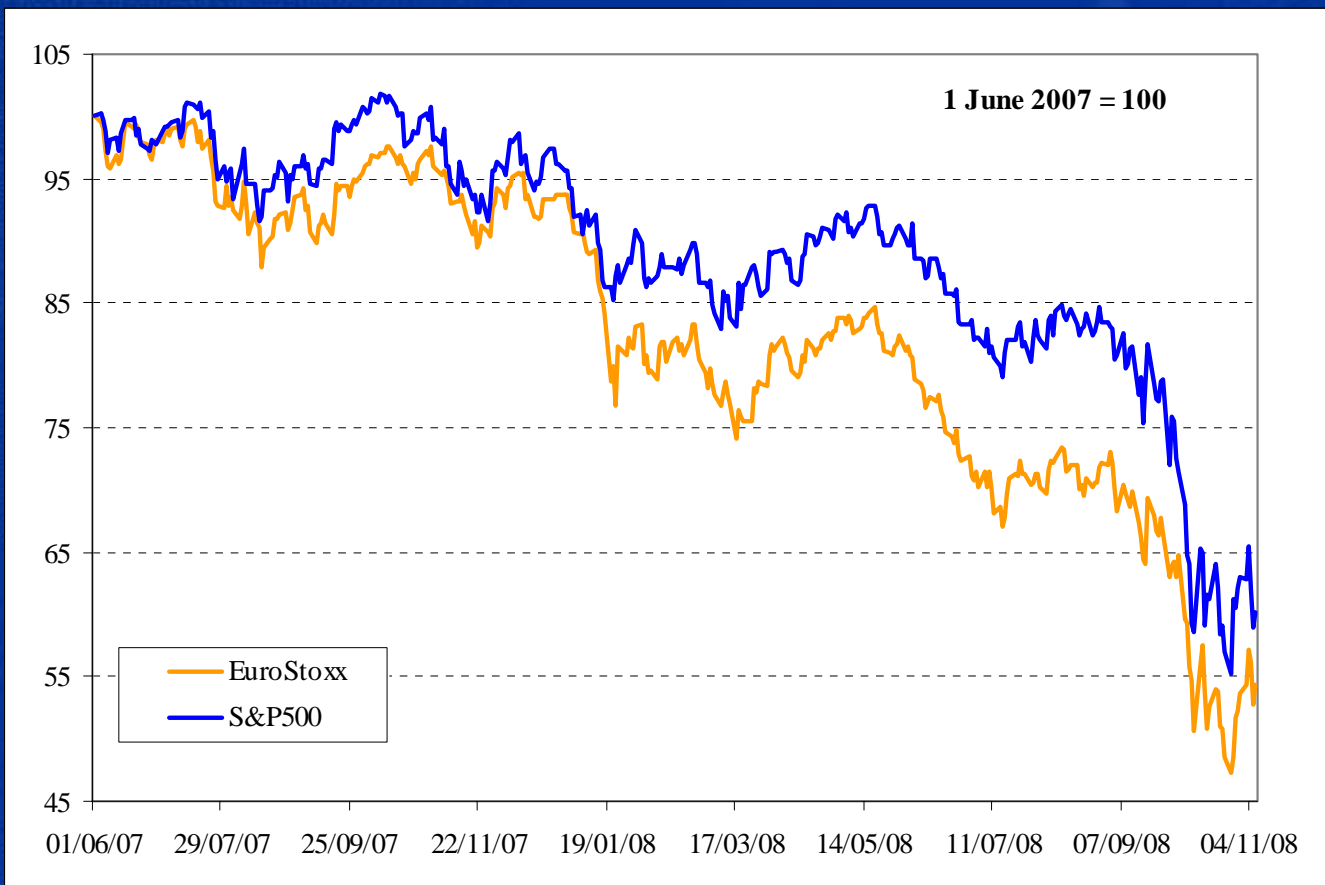
Maintenance period 13 August - 9 September 2008



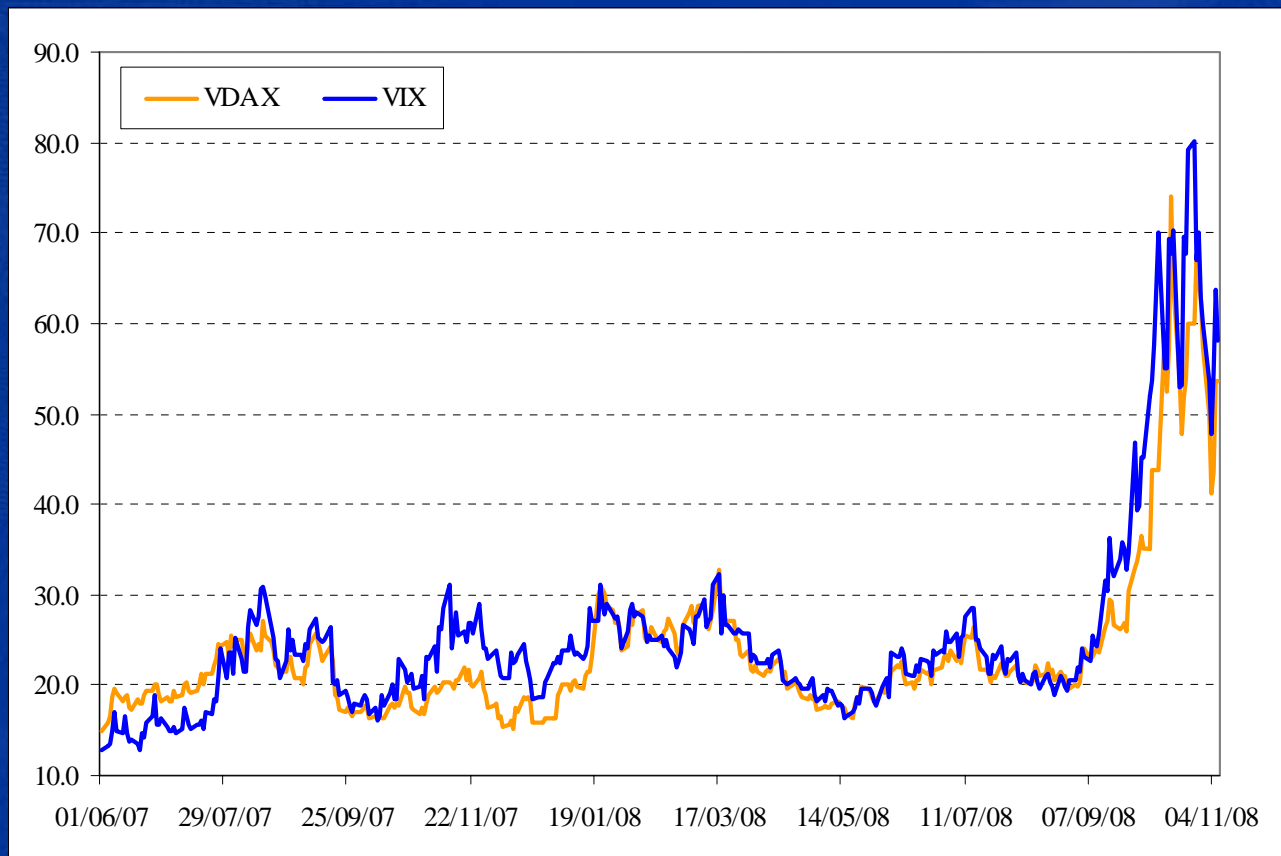
Credit market developments



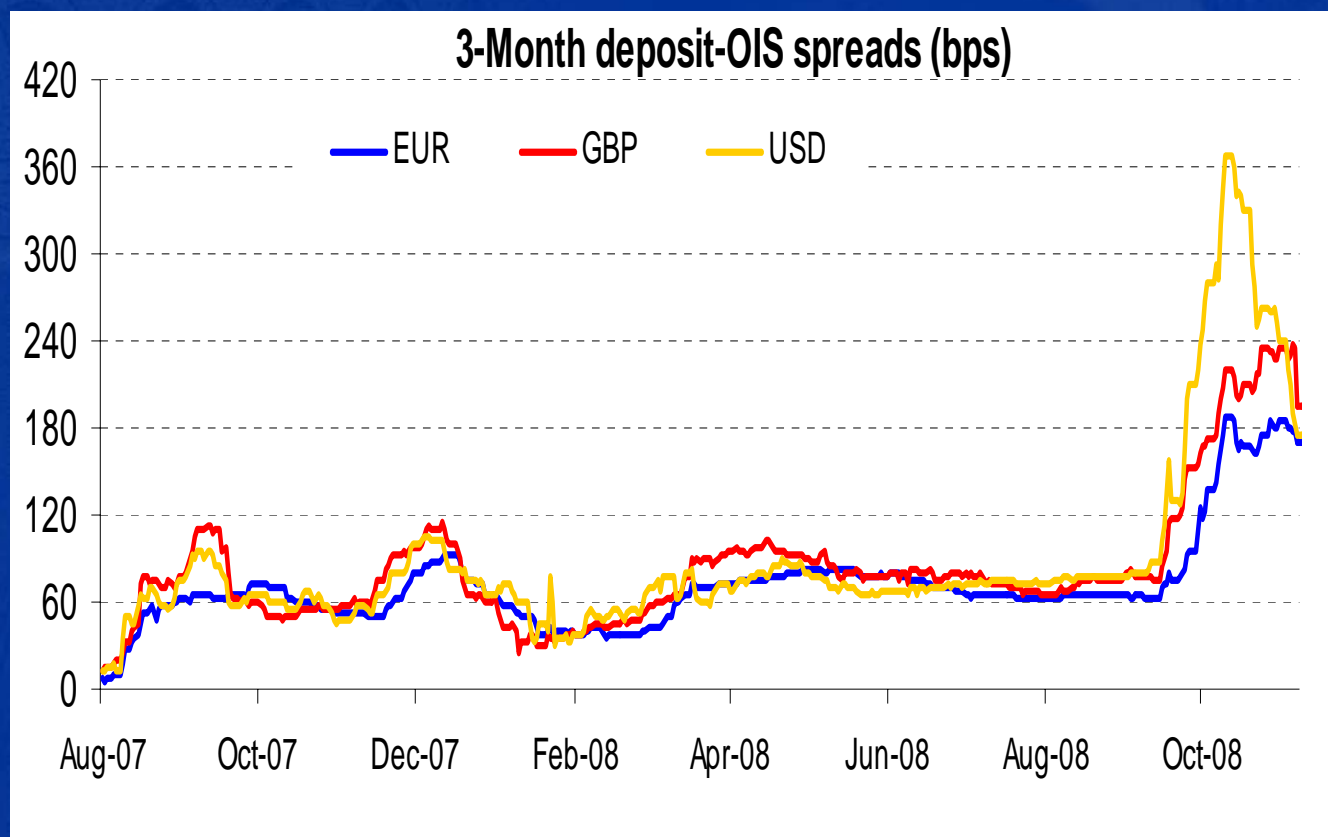
Equity market developments I



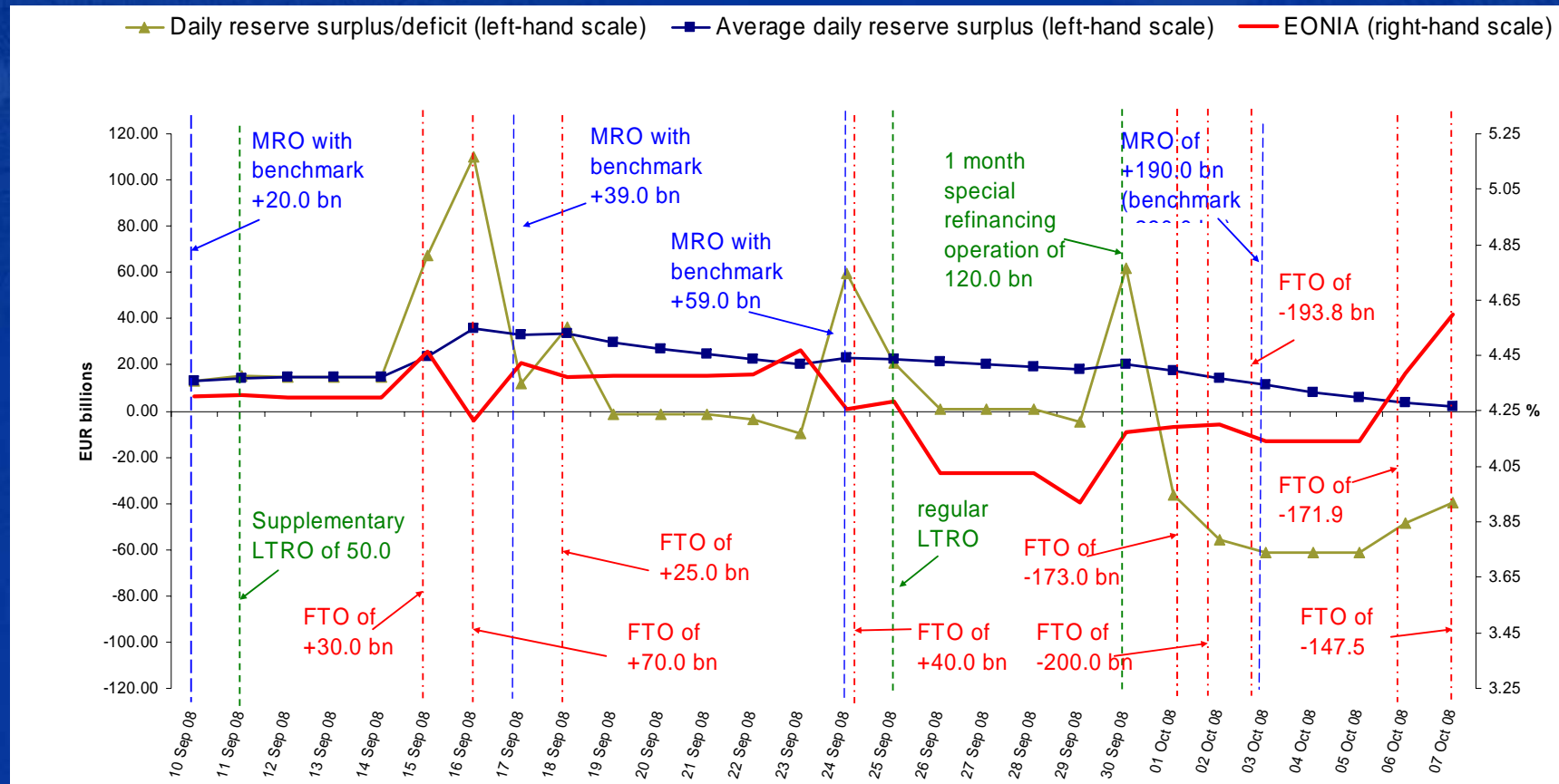
Equity market developments II



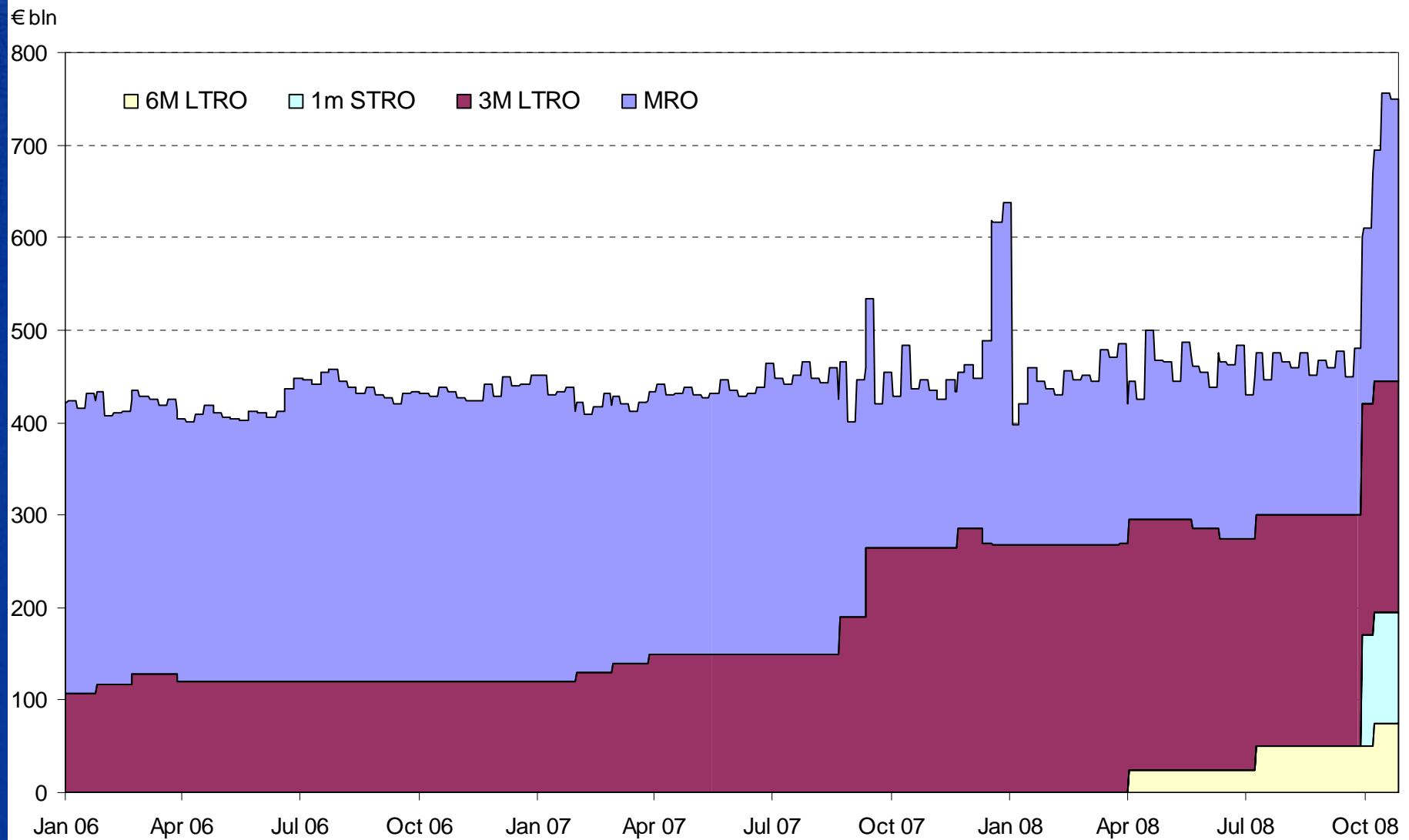
Money market developments



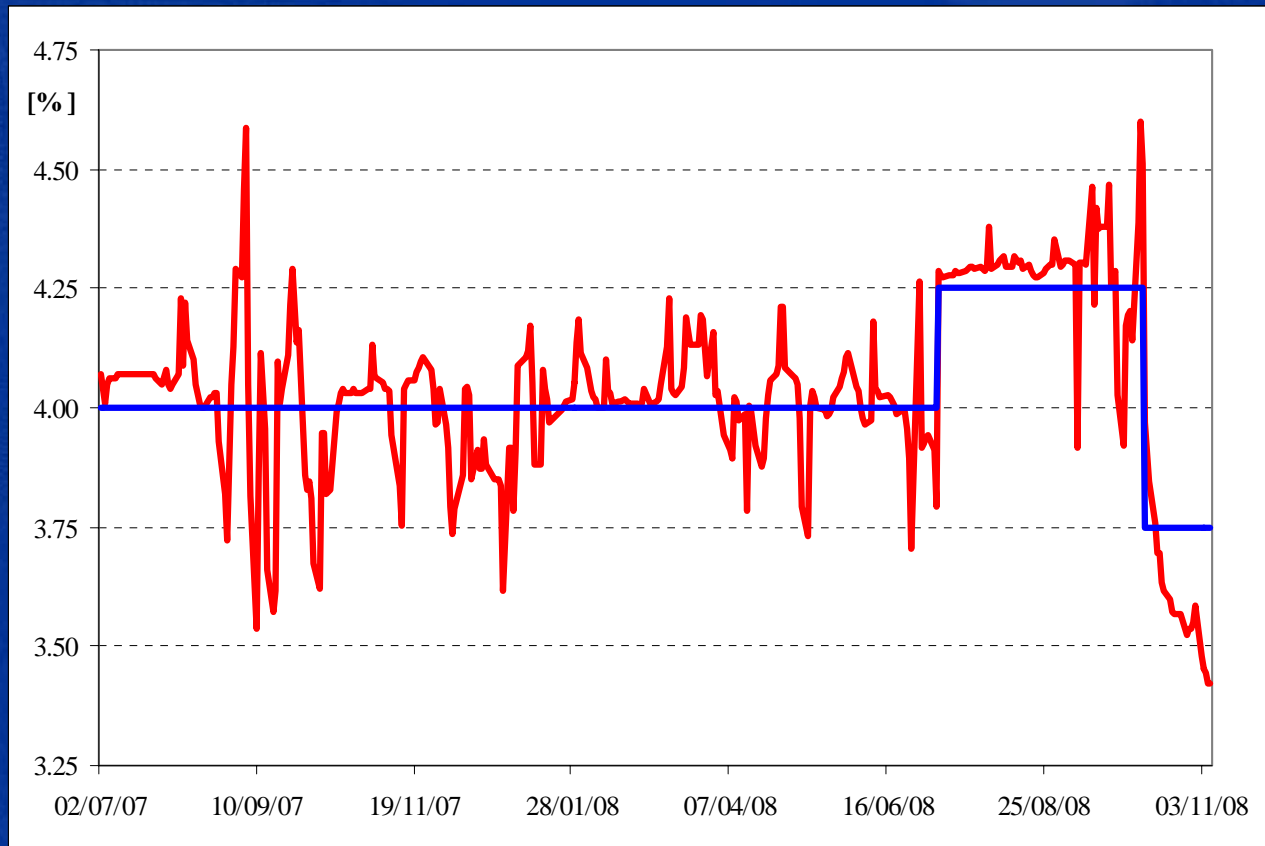
Maintenance period 10 September - 7 October 2008



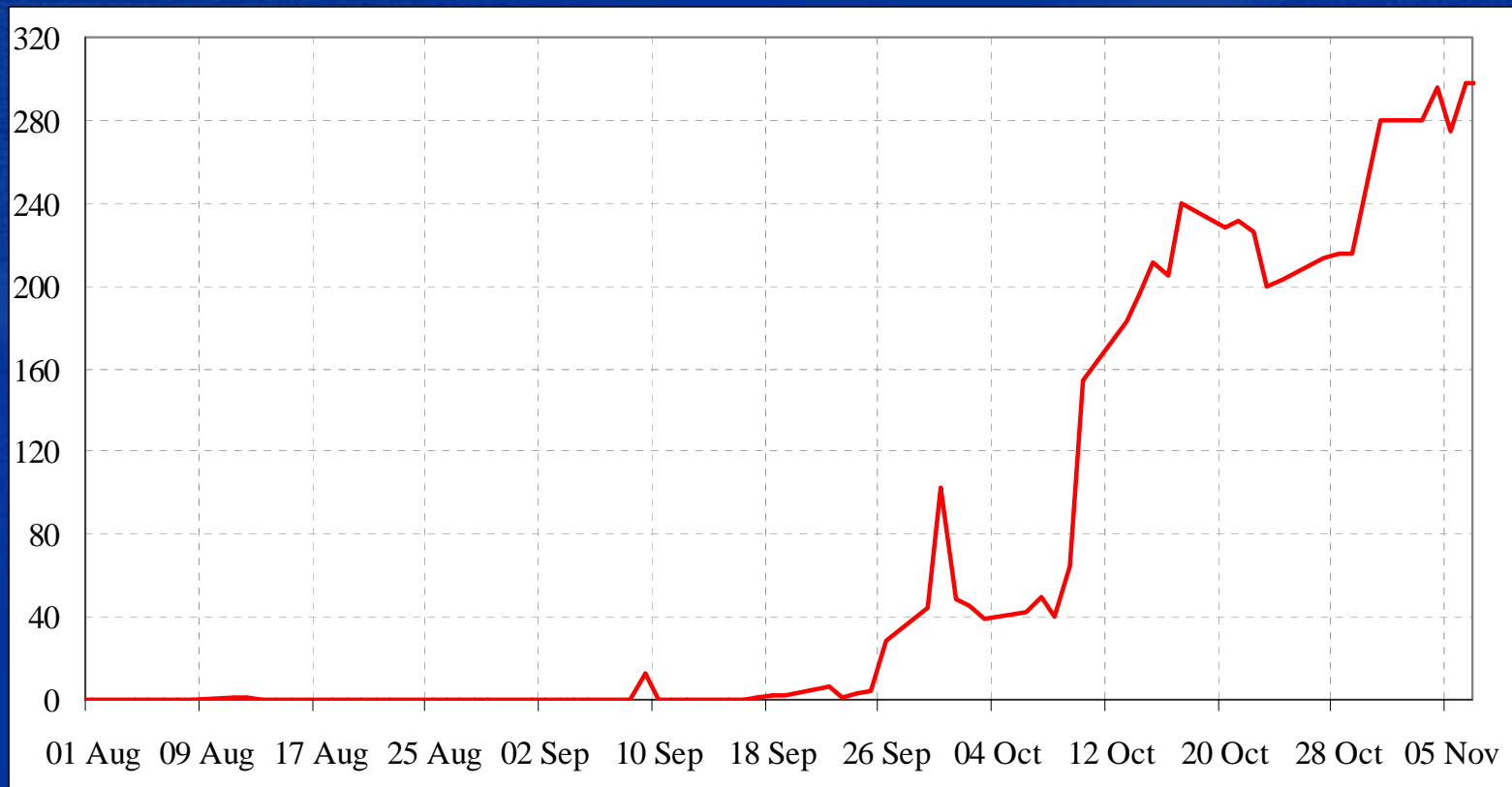
The modified maturity pattern



Eonia development since the beginning of the turmoil



Use of the ECB deposit facility [EUR billion]



The Eurosystem's USD providing operations

	Repo				FX Swap			Total
	1	7	28	84	7	28	84	
13/Oct/08	93,878	0	25,000	40,000	0	0	0	158,878
14/Oct/08	98,404	0	25,000	40,000	0	0	0	163,404
15/Oct/08	100,000	0	25,000	40,000	0	0	0	165,000
16/Oct/08	0	170,925	25,000	40,000	0	0	0	235,925
17/Oct/08	0	170,925	25,000	40,000	0	0	0	235,925
18/Oct/08	0	170,925	25,000	40,000	0	0	0	235,925
19/Oct/08	0	170,925	25,000	40,000	0	0	0	235,925
20/Oct/08	0	170,925	25,000	40,000	0	0	0	235,925
21/Oct/08	0	170,925	25,000	40,000	0	0	0	235,925
22/Oct/08	0	170,925	25,000	40,000	0	0	0	235,925
23/Oct/08	0	67,973	101,931	40,000	3,850	22,605	0	236,359
24/Oct/08	0	67,973	101,931	40,000	3,850	22,605	0	236,359
25/Oct/08	0	67,973	101,931	40,000	3,850	22,605	0	236,359
26/Oct/08	0	67,973	101,931	40,000	3,850	22,605	0	236,359
27/Oct/08	0	67,973	101,931	40,000	3,850	22,605	0	236,359
28/Oct/08	0	67,973	101,931	40,000	3,850	22,605	0	236,359
29/Oct/08	0	67,973	101,931	40,000	3,850	22,605	0	236,359
30/Oct/08	0	92,137	101,931	40,000	14,509	22,605	0	271,182
31/Oct/08	0	92,137	101,931	40,000	14,509	22,605	0	271,182
01/Nov/08	0	92,137	101,931	40,000	14,509	22,605	0	271,182
02/Nov/08	0	92,137	101,931	40,000	14,509	22,605	0	271,182
03/Nov/08	0	92,137	101,931	40,000	14,509	22,605	0	271,182
04/Nov/08	0	92,137	101,931	40,000	14,509	22,605	0	271,182
05/Nov/08	0	92,137	101,931	40,000	14,509	22,605	0	271,182
06/Nov/08	0	58,647	101,931	100,792	957	22,605	650	285,582
07/Nov/08	0	58,647	101,931	100,792	957	22,605	650	285,582

Eurosystem balance sheet before turmoil

Consolidated balance sheet of the Eurosystem, 29 June 2007
(in billion of EUR)

Assets		Liabilities	
USD refinancing operations	0	Claim of US Federal reserve	0
<u>Autonomous liquidity factors</u>		<u>Autonomous liquidity factors</u>	
Net foreign assets (A.1+A.2+A.3-L.6-L.7-L.8)	294	Banknotes in circulation (L.1)	633
Domestic assets portfolio (A.7+A.8)	131	Government deposits (L.5.1)	70
		Other autonomous factors (net)	4
<u>Monetary Policy Instruments</u>		<u>Monetary Policy Instruments</u>	
Main refinancing operation (A.5.1)	313	Current accounts - Res. Requ. (L.2.1)	182
Longer term refinancing operation (A.5.2)	150	Absorbing Operations (L.2-L.2.1-L.2.2)	0
Marginal lending facility (A.5.5)	1	Deposit facility (L.2.2)	1
	890		890

Eurosystem balance sheet during turmoil

Consolidated balance sheet of the Eurosystem, 31 October 2008

(in billion of EUR)

Assets

Liabilities

USD refinancing operations

232

Claim of US Federal reserve

232

Autonomous liquidity factors

Net foreign assets (A.1+A.2+A.3-L.6-L.7-L.8)

260

Autonomous liquidity factors

Banknotes in circulation (L.1)

728

Domestic assets portfolio (A.7+A.8)

154

Government deposits (L.5.1)

95

Other autonomous factors (net)

-27

Monetary Policy Instruments

Main refinancing operation (A.5.1)

327

Monetary Policy Instruments

Current accounts - Res. Requ. (L.2.1)

179

Longer term refinancing operation (A.5.2)

502

Absorbing Operations (L.2-L.2.1-L.2.2)

0

Marginal lending facility (A.5.5)

11

Deposit facility (L.2.2)

279

1486

1486