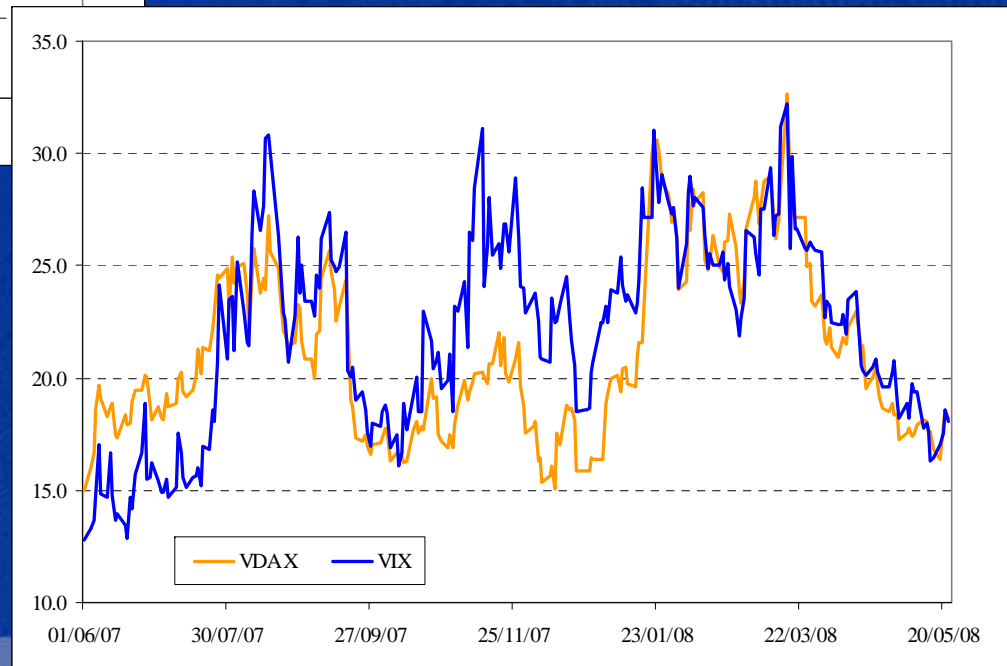
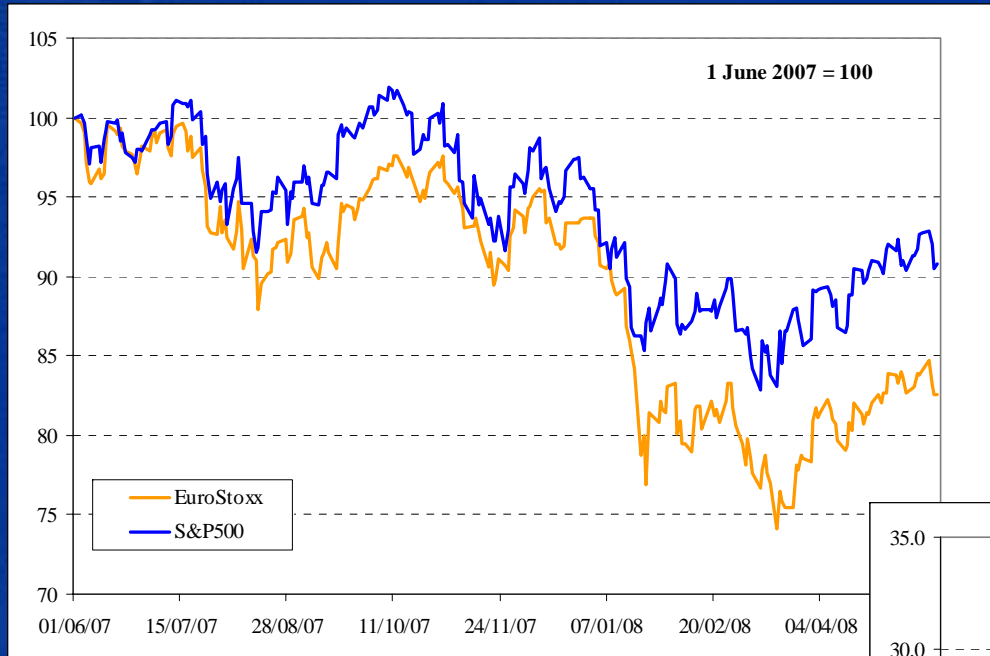


# Recent Money Market Developments

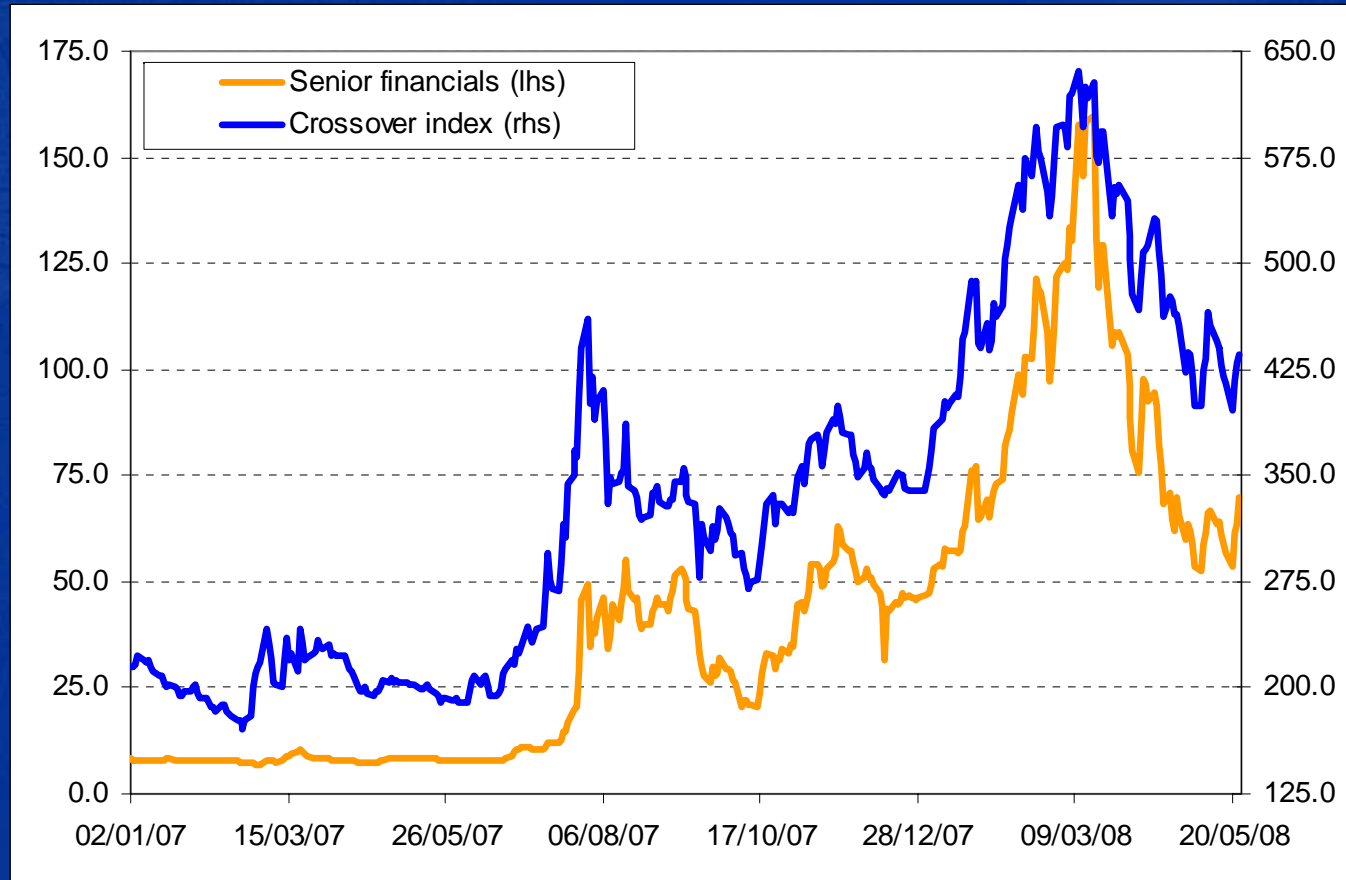
**Money Market Contact Group**

Frankfurt am Main, 27 May 2008

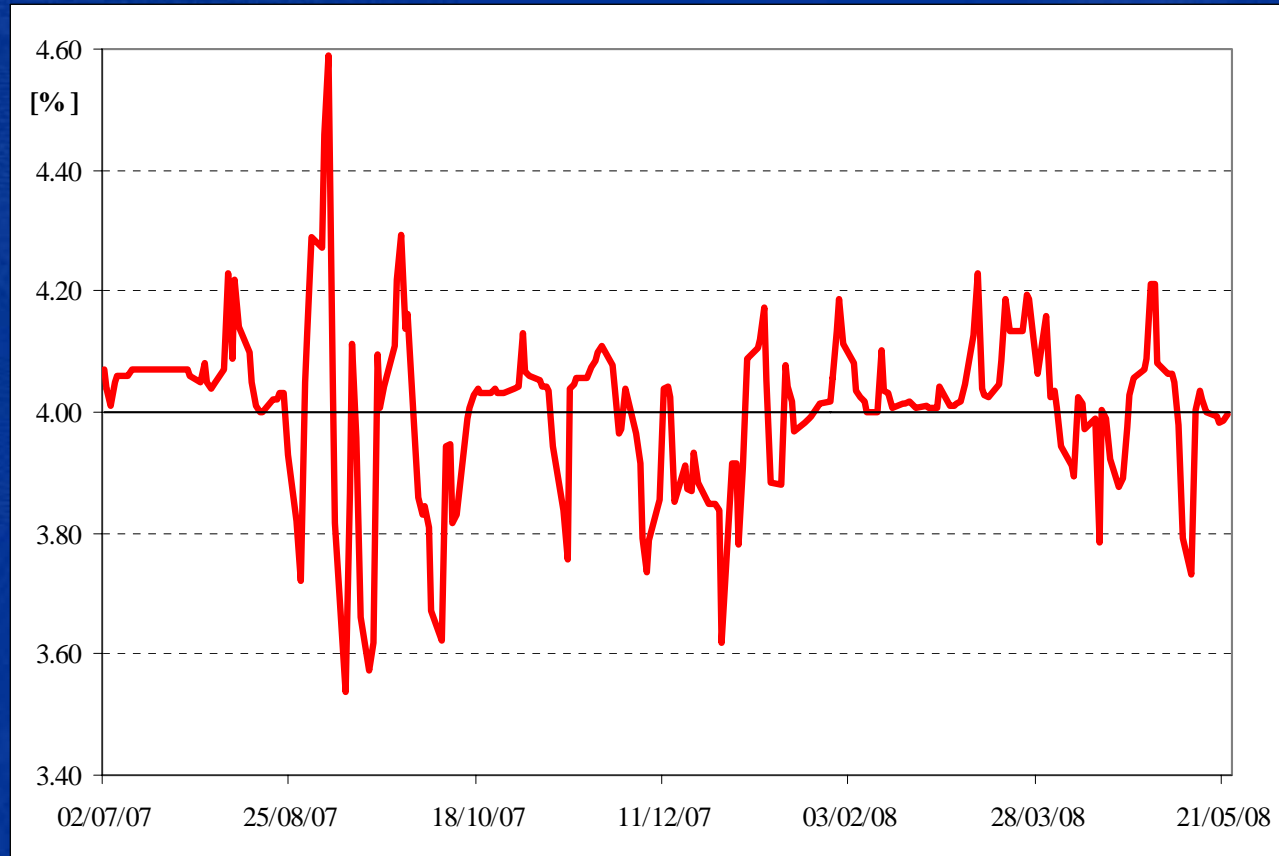
# Stock market developments



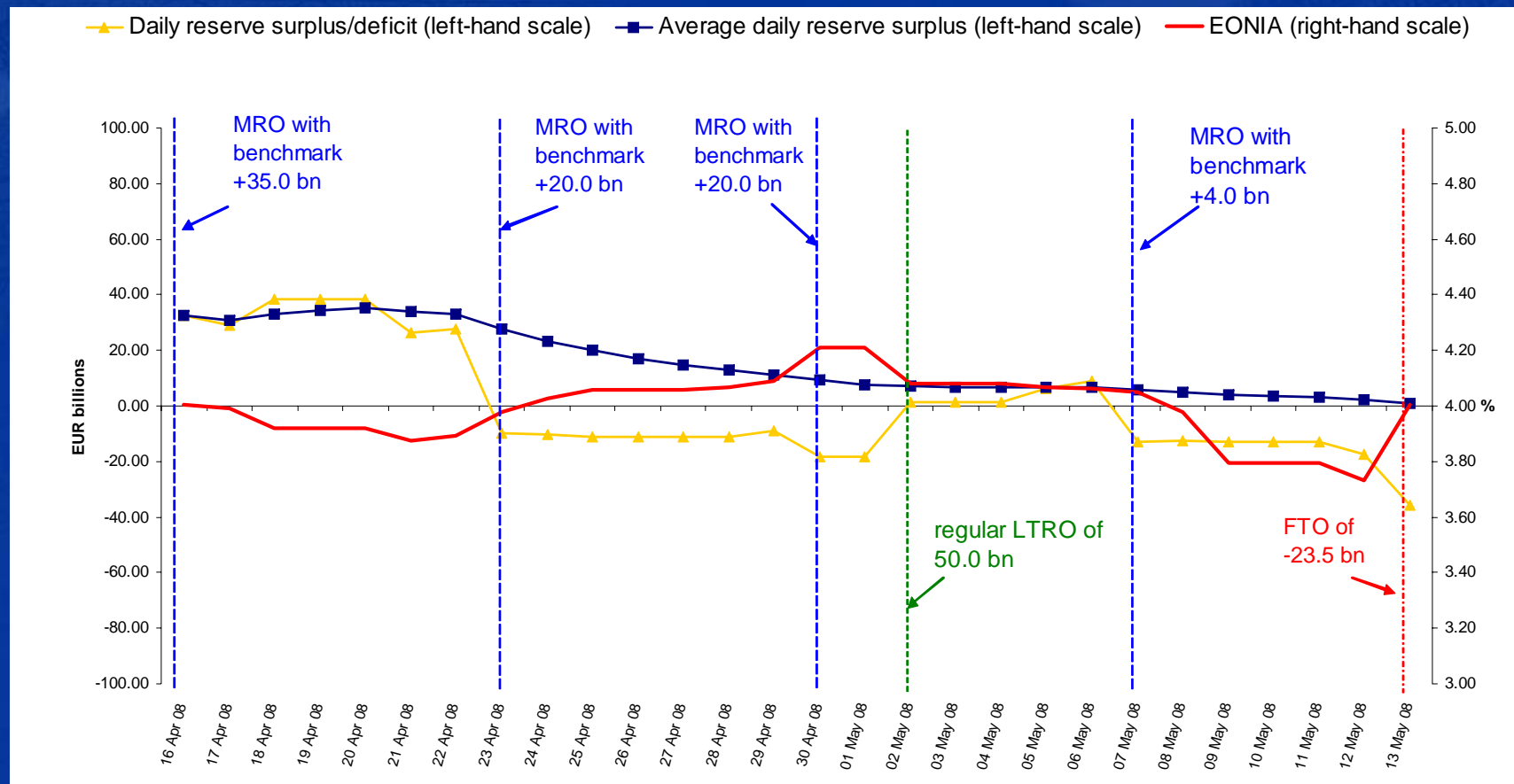
# Credit markets – iTraxx indices



# Eonia development since the beginning of the turmoil

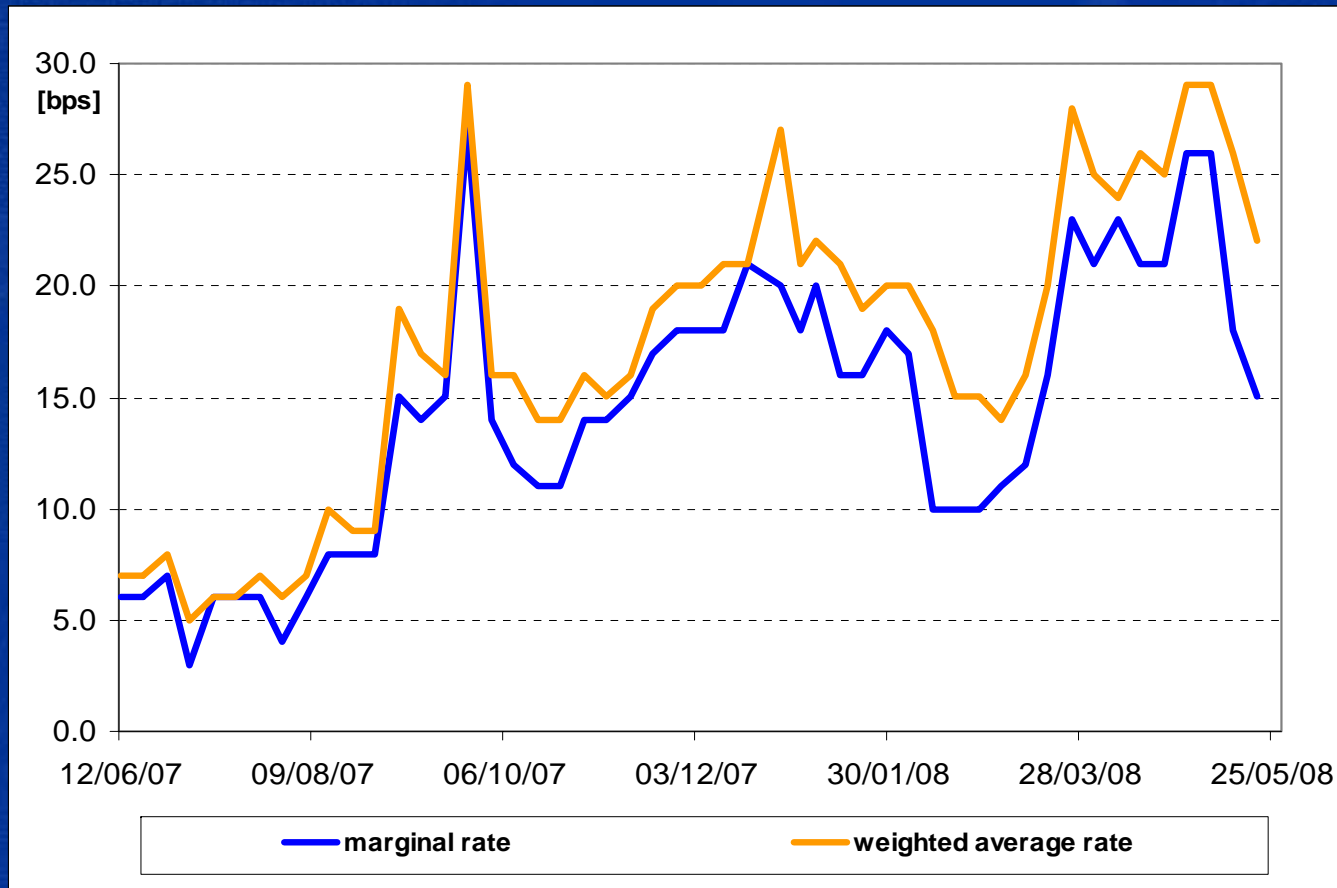


# ECB operations, reserve surplus and Eonia in the Apr/May '08 maintenance period

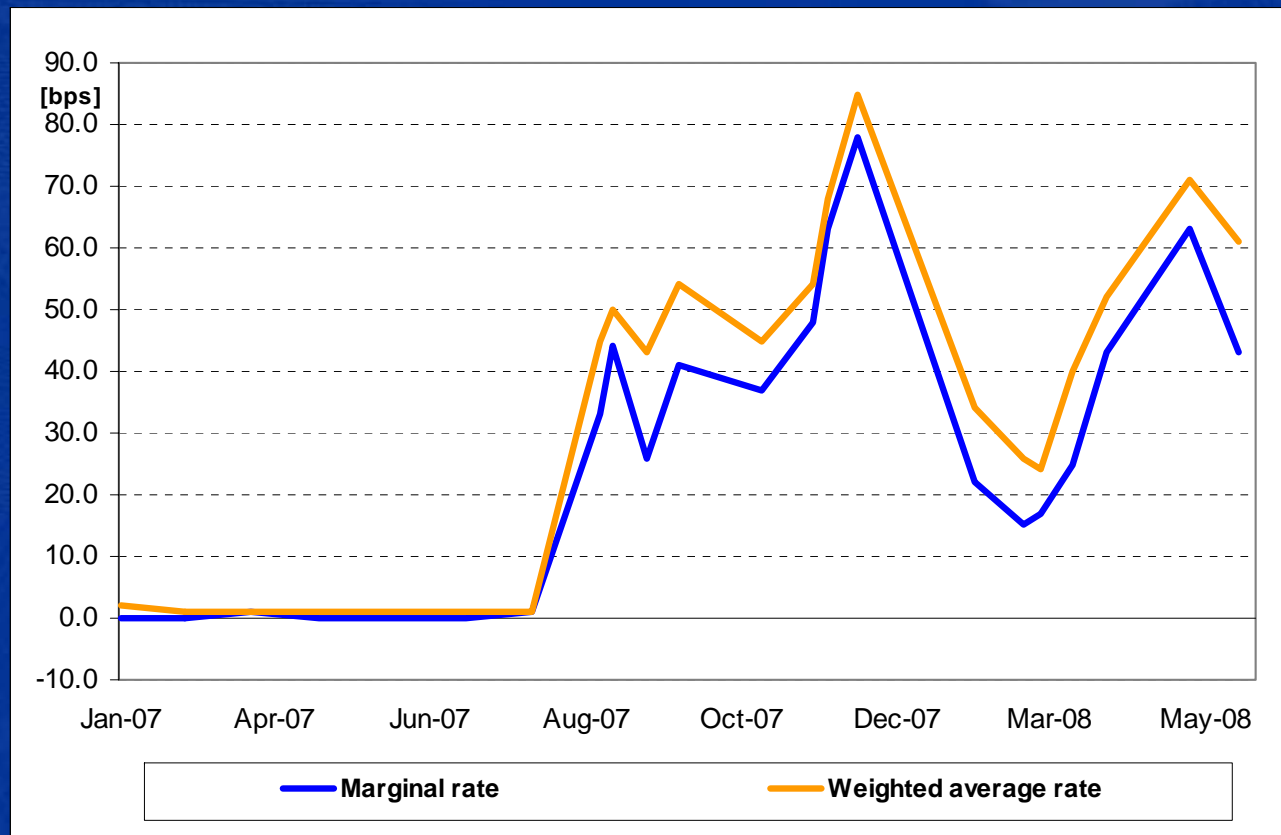




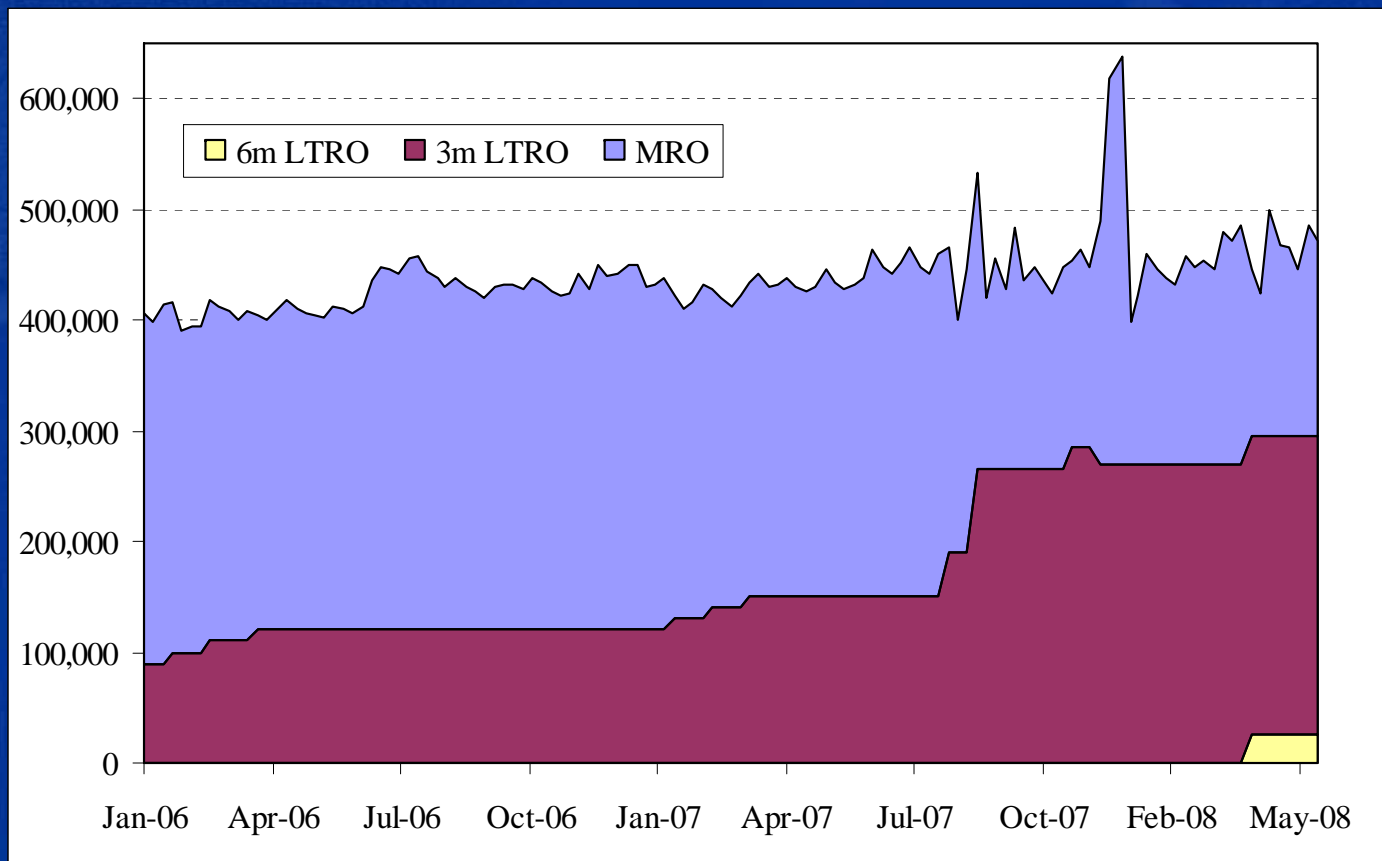
# Development of spread between MRO rates and the minimum bid rate



# Development of spread between 3m LTR0 rates and 3m Eonia swap rates

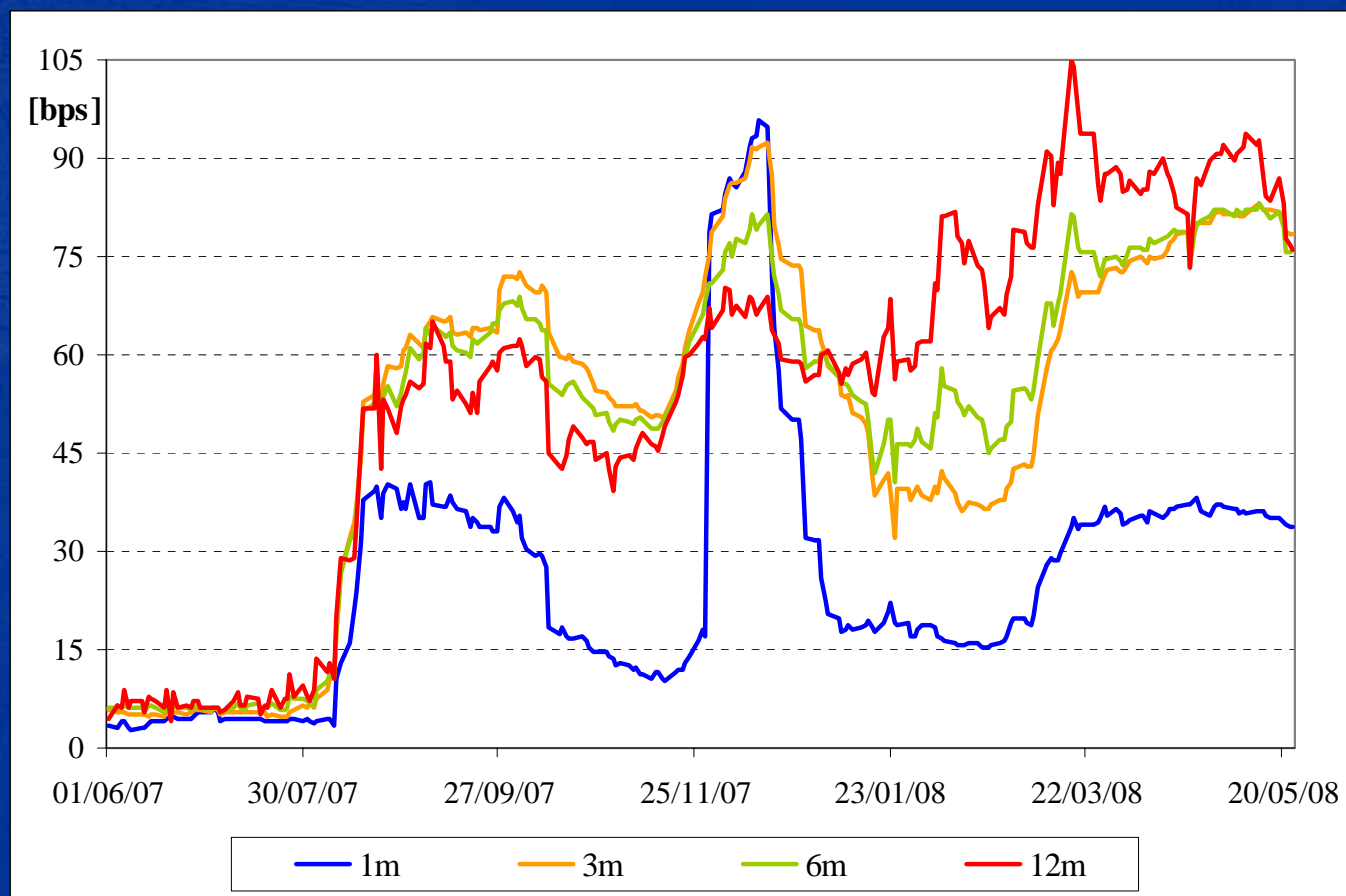


# Maturity breakdown of the ECB's liquidity providing operations

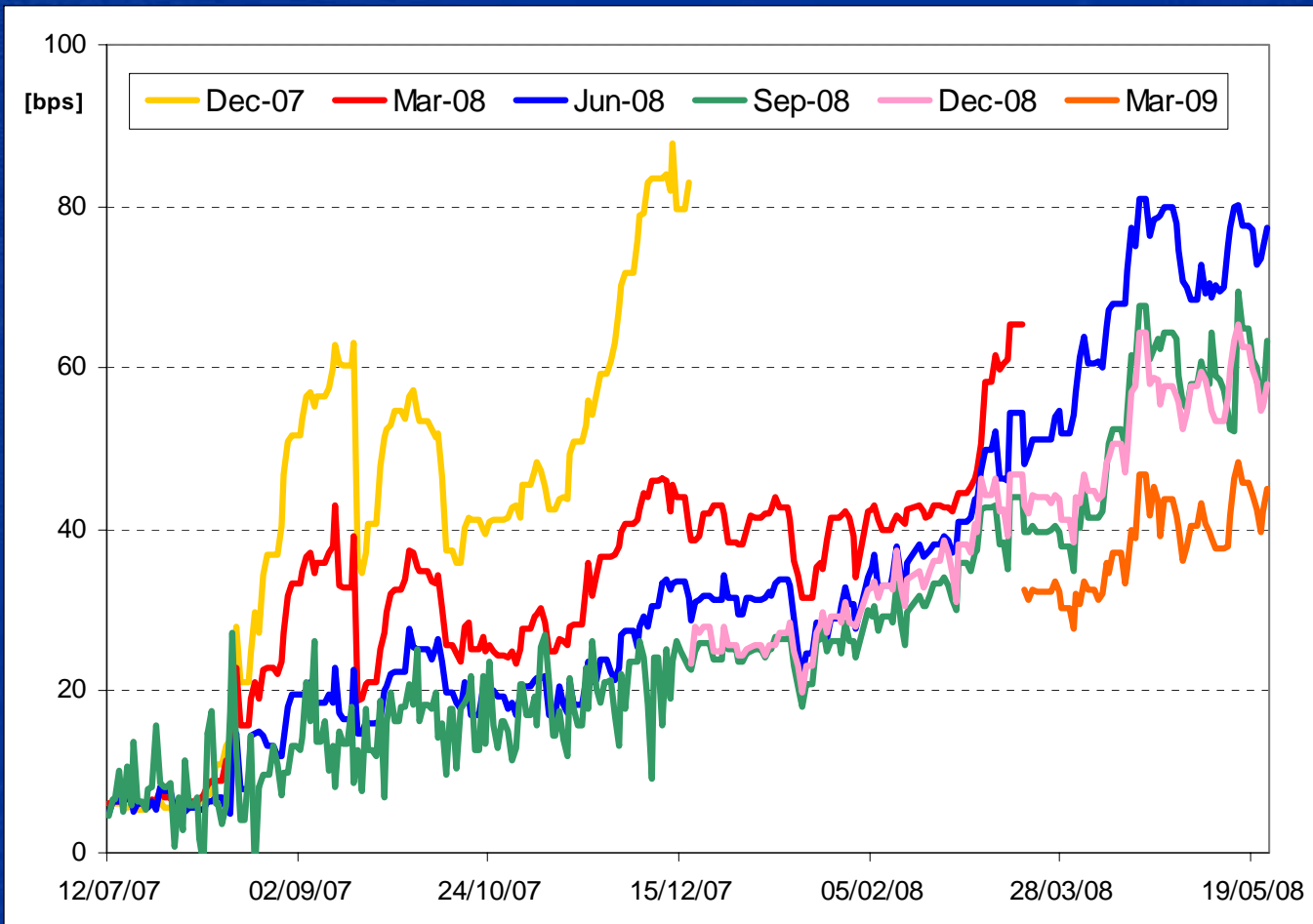




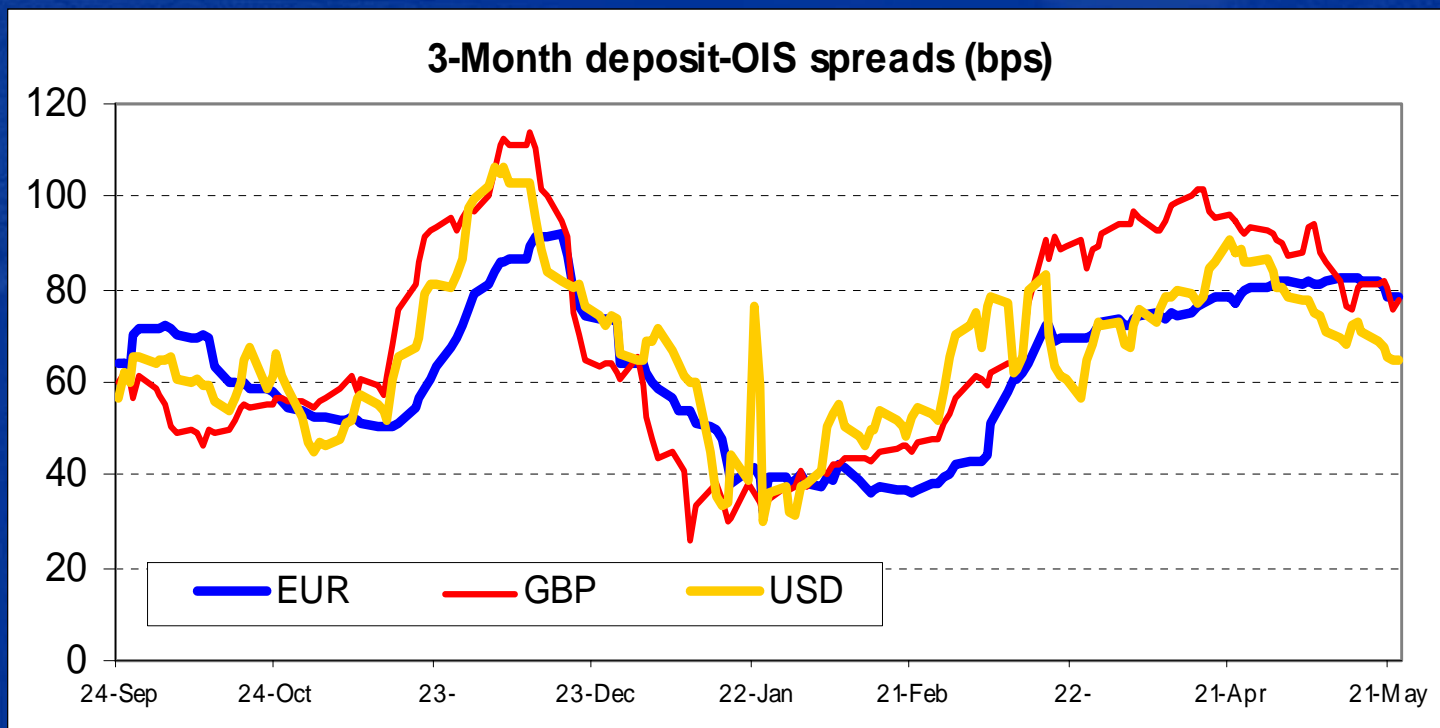
# EURIBOR - OIS spreads for different maturities



# 3m forward EURIBOR - OIS spreads

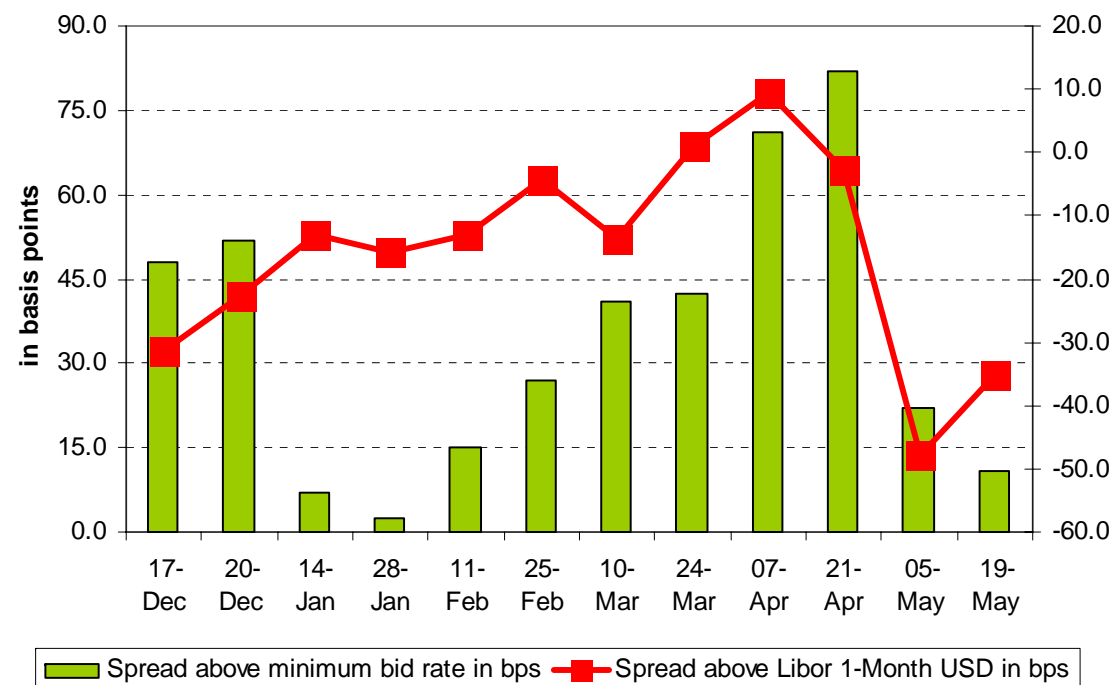


# International comparison of 3-month deposit-OIS spreads



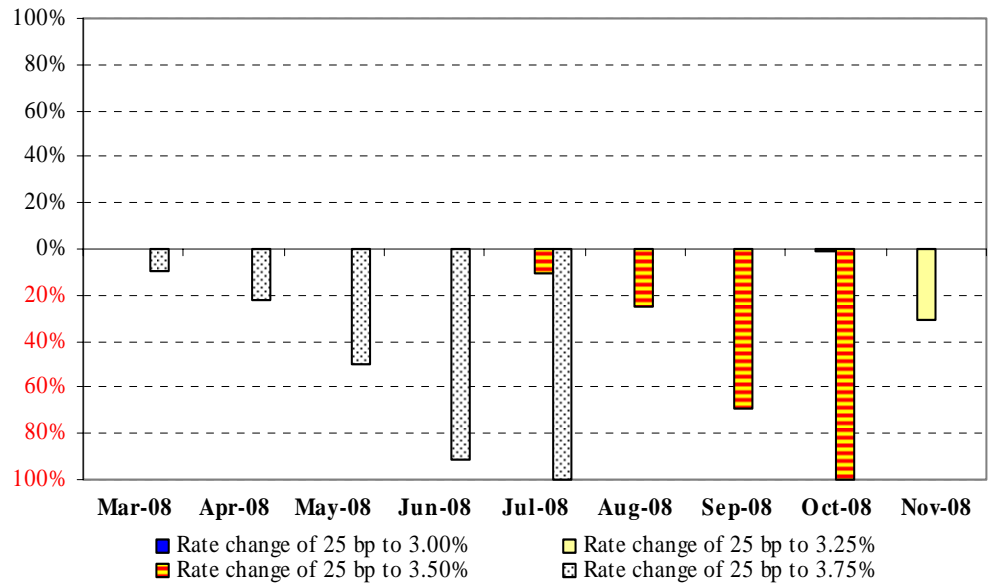
# Results of the Eurosystem's USD providing operations

Allotment	Bid Amount	Bidders	Allotment	Allotment rate	Bid-to-cover
17-Dec-07	22,080	39	10,000	4.65	2.21
21-Dec-07	14,115	27	10,000	4.67	1.41
14-Jan-08	14,790	22	10,000	3.95	1.48
28-Jan-08	12,400	19	10,000	3.123	1.24
25-Mar-08	31,237	34	15,000	2.615	2.08
07-Apr-08	30,760	32	15,000	2.82	2.05
21-Apr-08	30,128	33	15,000	2.87	2.01
05-May-08	39,530	31	25,000	2.22	1.58
19-May-08	58,876	54	25,000	2.10	2.36

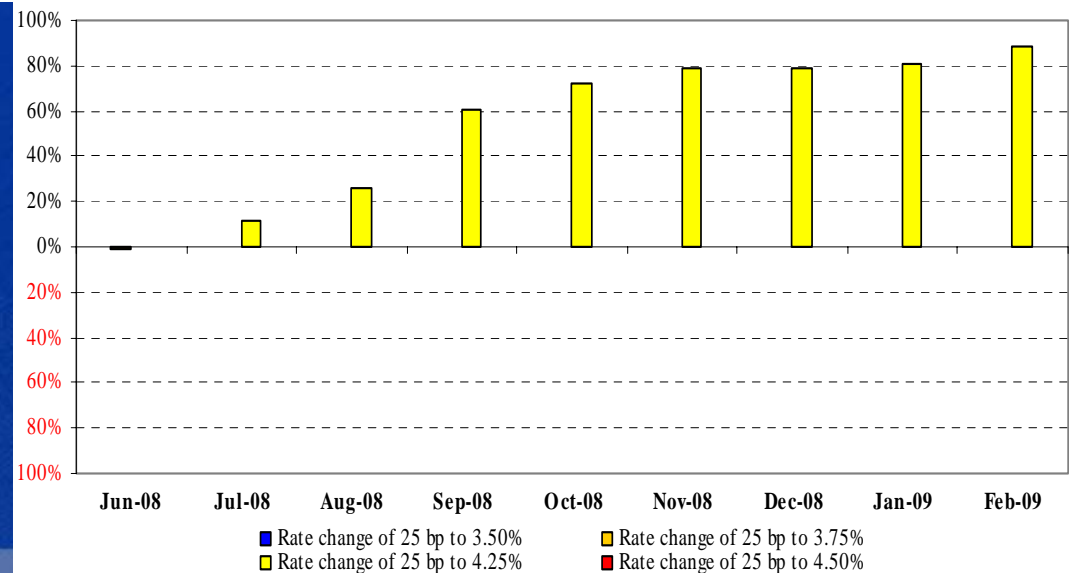


# Euro area monetary policy expectations derived from Eonia swap rates

End of February 2008



23 May 2008





# Issues for discussion

- What explains the diverging developments in equity/credit markets on the one hand and money markets on the other?
- Is the calibration of MRO allotment amounts fully understood? Is it clear that our main goal is still to have stable short-term rates close to the policy rate?
- What does the international development of Libor/Euribor-OIS spreads tell us?
- What is the outlook for the upcoming end-of-semester ?
- What is the assessment of banks' funding situation / the behaviour of institutional investors?