



EUROPEAN CENTRAL BANK

EUROSYSTEM

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Update on the MMSR

MMCG Meeting
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Frankfurt am Main

MMSR update

Fruitful cooperation with the industry allowed a rapid phasing-in of the project

Thanks to immediate feedback loop between the Eurosystem and the reporting banks, timeliness and quality of MMSR data have improved according to plan: 97.5% of trades pass the automated quality filters and 95% timeliness

MMSR data are already used internally to improve understanding of money markets functioning

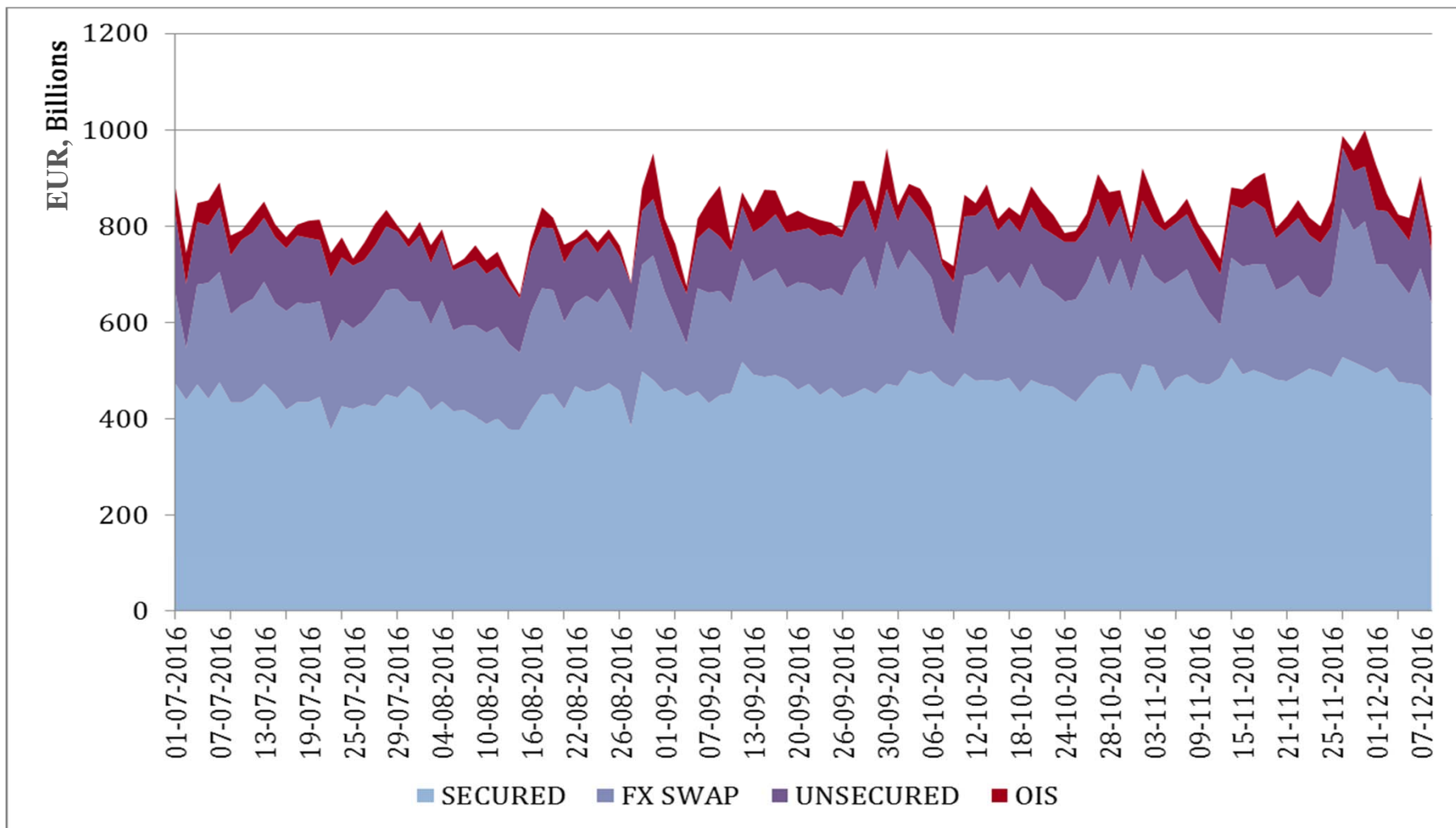
First publications can be planned for the “not-too-distant” future

Overview

- 1 Overview of the data
- 2 Tools for monitoring markets
- 3 Feedback from the banking industry meeting
- 4 Publication of MMSR data

Overview of the data

Stable volumes on a daily basis: EUR 850 bn per day



Note: amounts are the sum of lending and borrowing, all instruments including call accounts

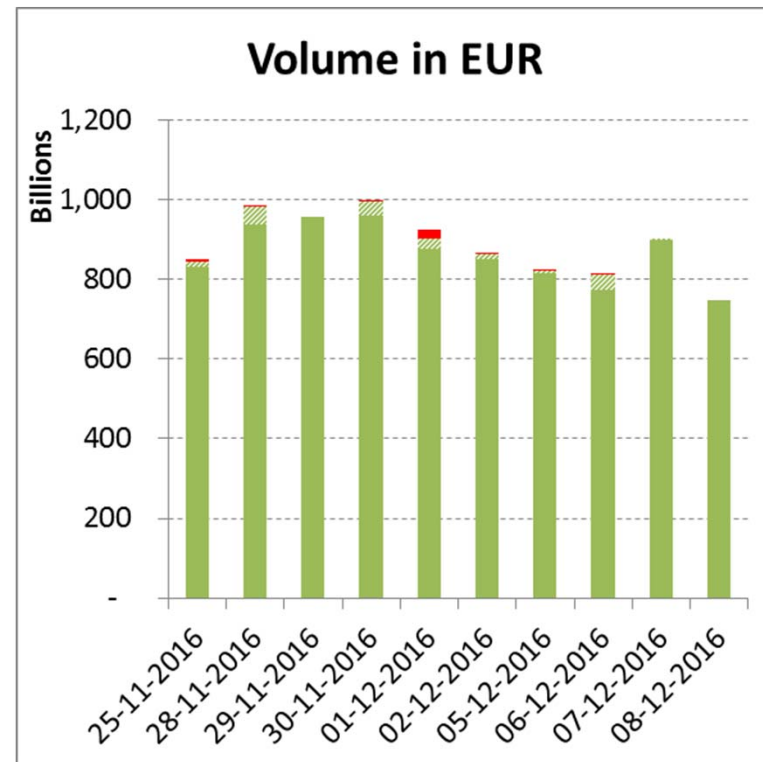
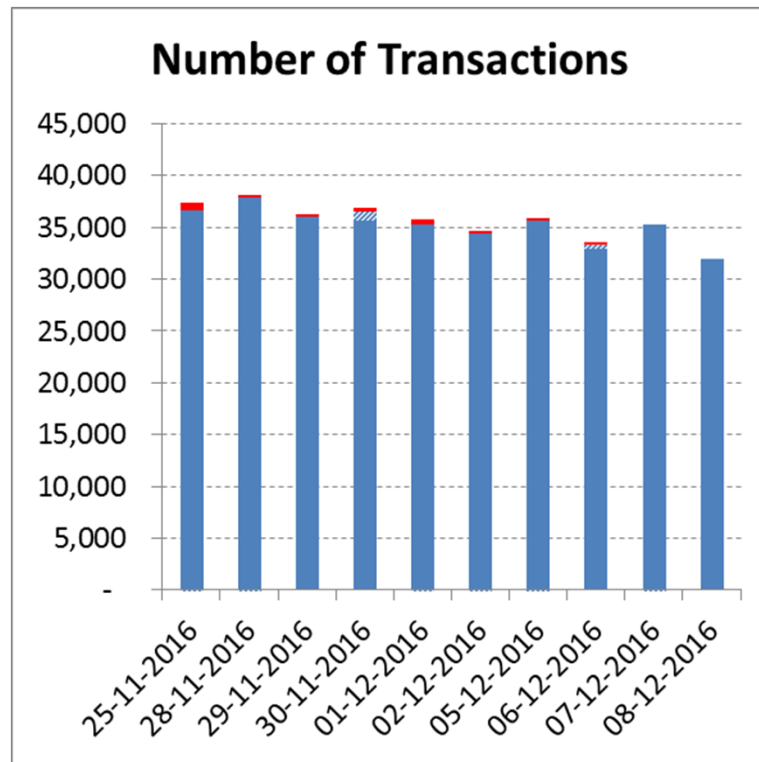
Source: ECB MMSR data

Overview of the data

Quality and timeliness

- Data quality checks: 97% trades pass every day
- Timeliness: 95% trades are received in T+1 (90% for unsecured)

Data received ■ T+1 ▨ T+2 ■ >T+2



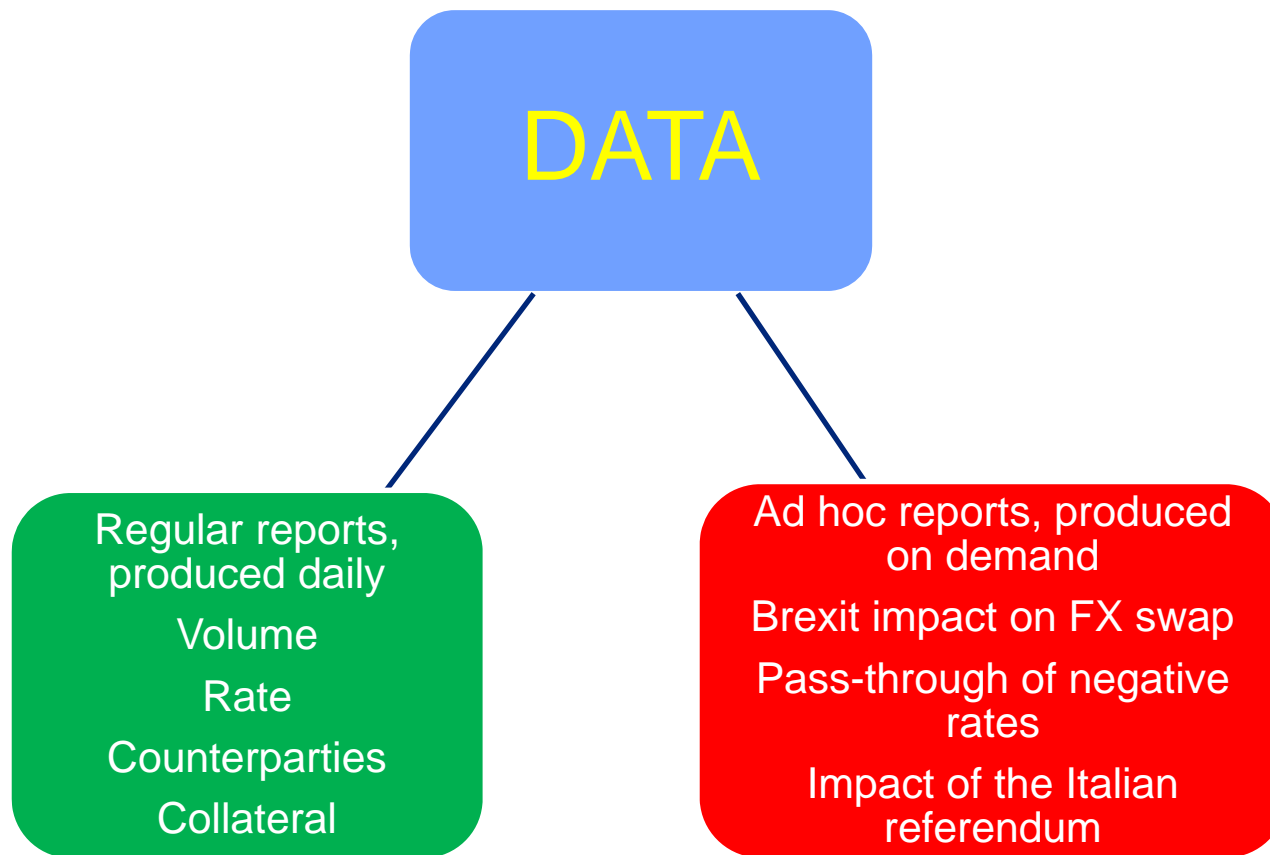
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Tools for monitoring markets

Some tools for regular market monitoring:



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Feedback from the banking industry meeting

Meeting with reporting banks held at ECB on 28 November

40 banks participated

Some big players did not participate

Broad exchange of views and feedback

Feedback from the banking industry meeting

Request by industry: identify all counterparties by their Legal Entity Identifier in line with requirements from MiFID II and MiFIR, current sector codes being too complicated

Non-compliance framework planned to enter into force from 31/3/2017, as reporting agents need to comply with certain standards (timeliness, files formats, transmission channels)

Novations: revision of the ECB stance will be part of the next reporting instructions, in line with change management procedures

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Publication of MMSR data

The regular MMSR data publication should:

- Provide market participants and the public at large with information on money market patterns and changes, and assess the transmission channel of monetary policy impulse

Regular publications will encompass aggregated data:

- ECB website
- Economic Bulletin
- Money Market Study

Confidentiality of individual transaction data confidential will be ensured

Data quality still needs to be signed off

Publication of MMSR data

	PUBLICATION STAGE	PUBLICATION FREQUENCY
Activity indicators	1	Maintenance Period
Rate	1	Maintenance Period
Volume	1	Maintenance Period
Maturity	1	Maintenance Period
Dispersion indicators	2	Maintenance Period
Trading channels: counterparty sectors	2	Quarterly
Trading channels secured markets	2	Quarterly
Counterparty and collateral selection	2	Quarterly
Main short-term securities types	2	Quarterly

Publication of MMSR data

Stage 1 publication prototype is currently under validation.

It would include:

- ✓ Activity indicators
- ✓ Turnover indicators
- ✓ Rates per maturities
- ✓ Effort as well to link MMSR with EMMS (Money Market Survey) time series

Publication of MMSR data

MMSR data and external usage

- MMSR data is collected pursuant to statistical regulation, the rules of which need to be respected
- Published - aggregated - data can be used
- No individual data will be made available to third parties – exceptions might be made for selected public sector entities
- Banks are free to send MMSR data or modified files to others, e.g. EMMI