

MARKET COMMENTARY

MONEY MARKET REVIEW AND OUTLOOK

July 2019



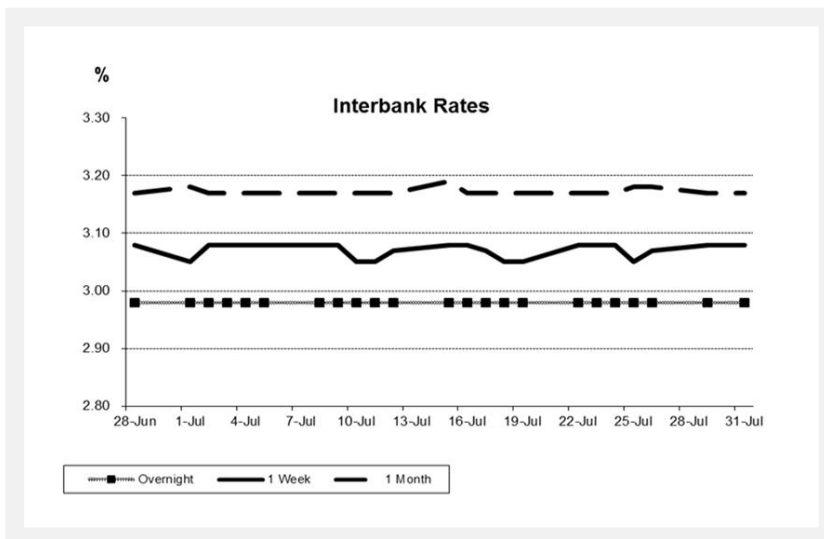


REVIEW

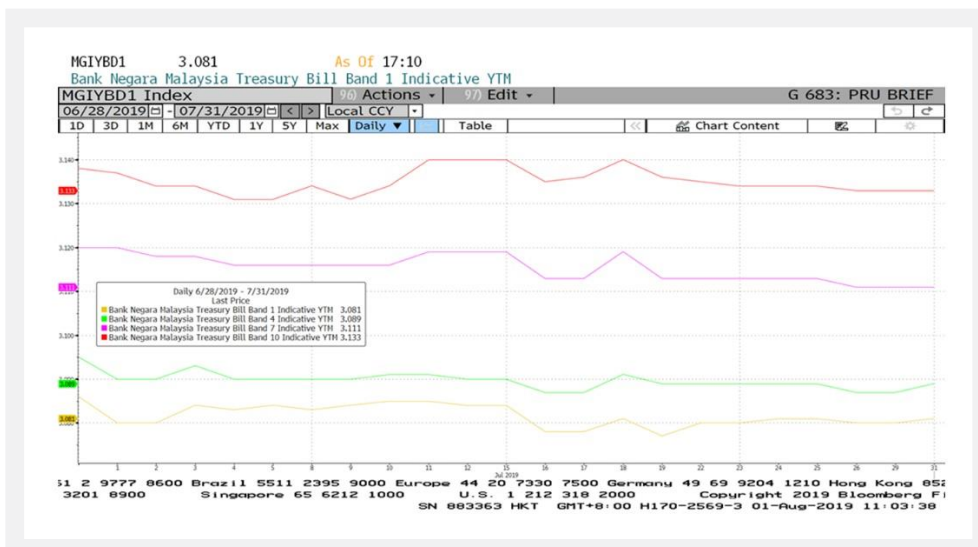
- BNM maintained the OPR at 3.25% in its MPC meeting in July 2019. Short-term interbank rates remained relatively stable. The overnight and 1-week rates were traded at 2.98% to 3.08% while the 1-month rates were capped within a tight range at 3.17% to 3.19%.
- In the short-term Bills market, the short-term yields were shifted marginally lower by 1bp across all tenures during the month. Both 1-month and 1-year yields closed at 3.08% and 3.13% respectively.

OUTLOOK

- Short-term rates are expected to stay low on the account of ample liquidity in the system.



Source: Bloomberg Interbank Rates



Source: Bloomberg



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