

MARKET COMMENTARY

MONEY MARKET REVIEW AND OUTLOOK

May 2021



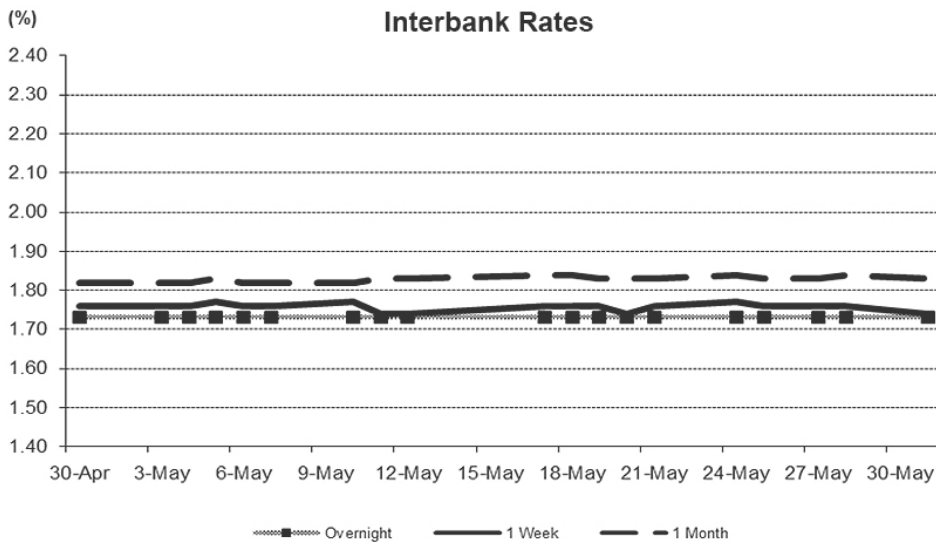


REVIEW

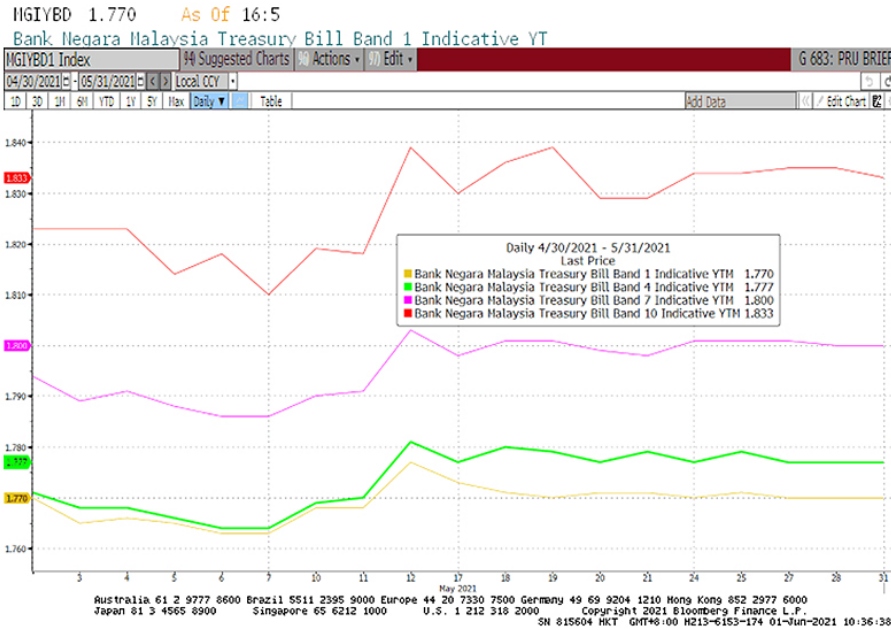
- BNM maintained the OPR at 1.75% in May 2021. Reflecting the unchanged OPR, short term interbank rates were capped within a steady range with the overnight and 1-week rates traded at 1.73% to 1.77%, while the 1-month rates were dealt at 1.82% to 1.84%.
- In the short-term Bills market, yields across all tenures were relatively stable. Both 1-month and 1-year yields shifted marginally higher by 0-1bp ended the month at 1.77% and 1.83% respectively.

OUTLOOK

- Short-term interbank rates are expected to stay low with intervention by BNM in coping with the pandemic-induced economic crisis.



Source: Bloomberg Interbank Rates



Source: Bloomberg

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