

International Challenges for Monetary Policy

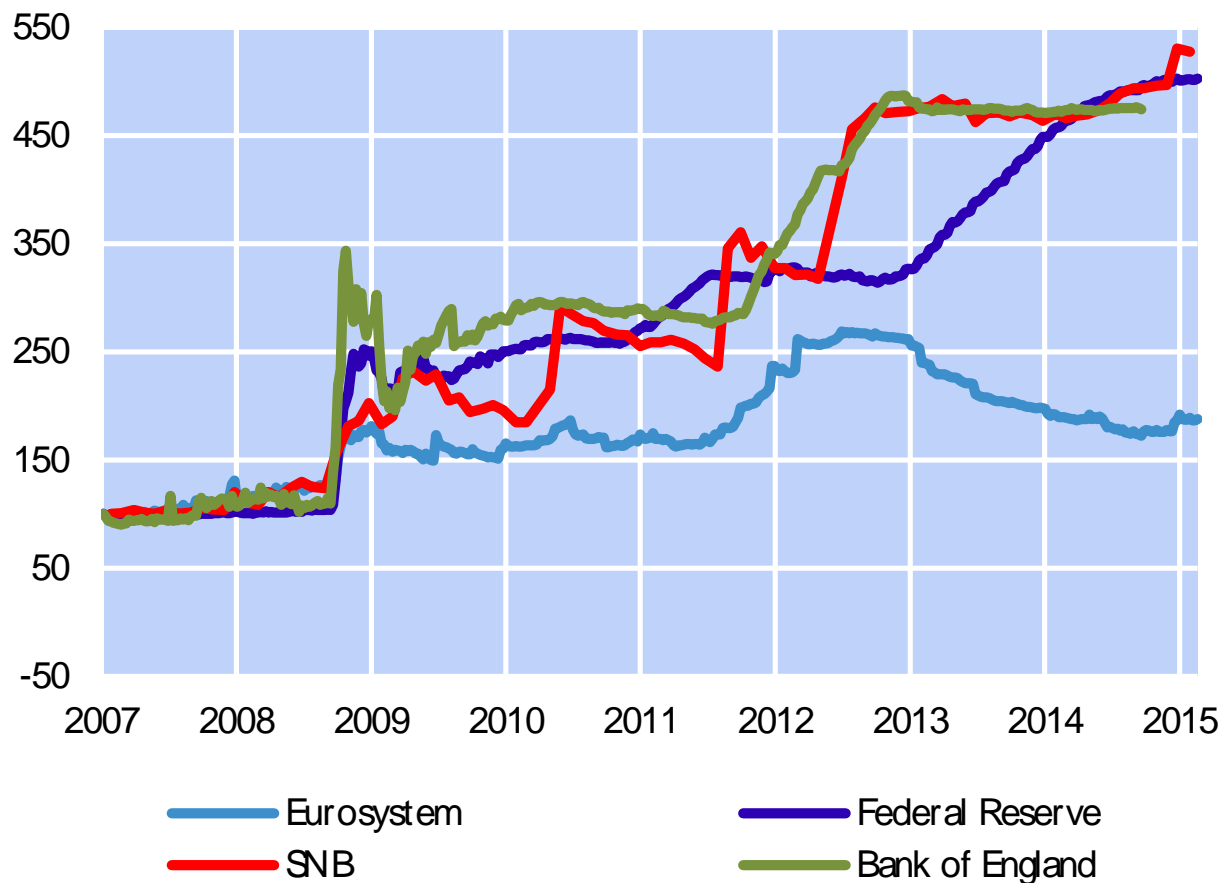
Governor Univ. Prof. Dr. Ewald Nowotny
Oesterreichische Nationalbank

The ECB and its Watchers XVI
Goethe University, Frankfurt 11.3.2015

Development of Central Bank Balance Sheets

Central Bank Balance Sheets

January 2007 = 100

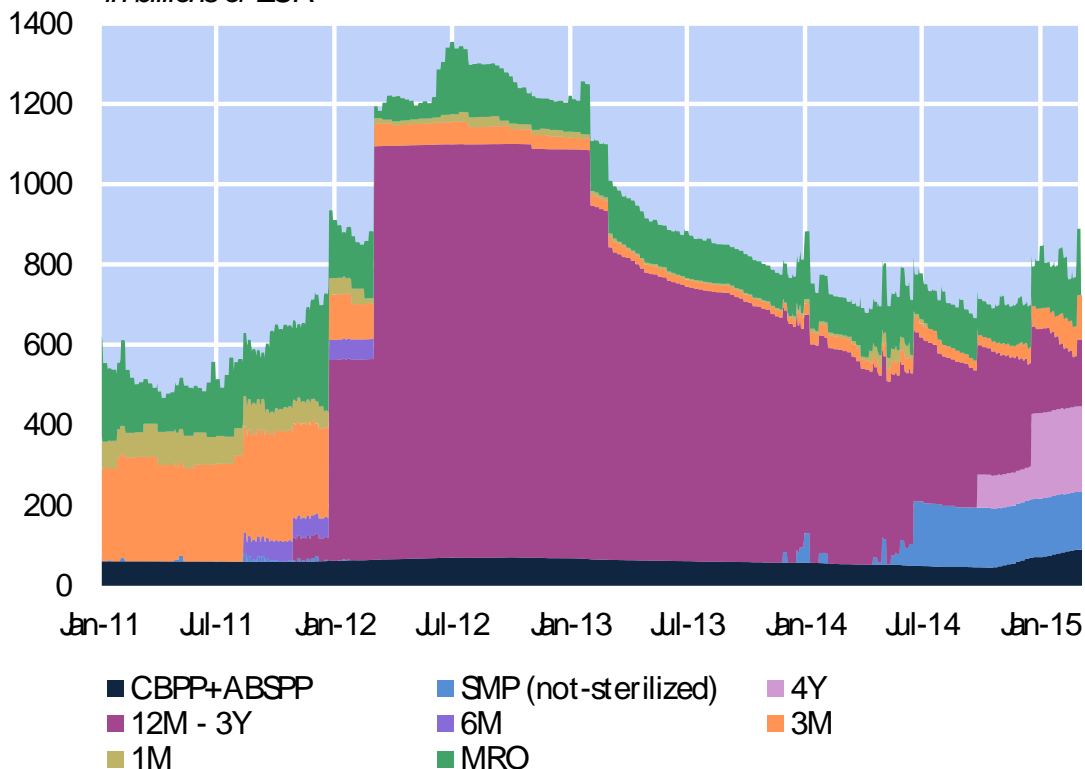


Source: Thomson Reuters.

New programmes to increase liquidity provision back to its 2012-level

Liquidity provision in the Euro area

in billions of EUR

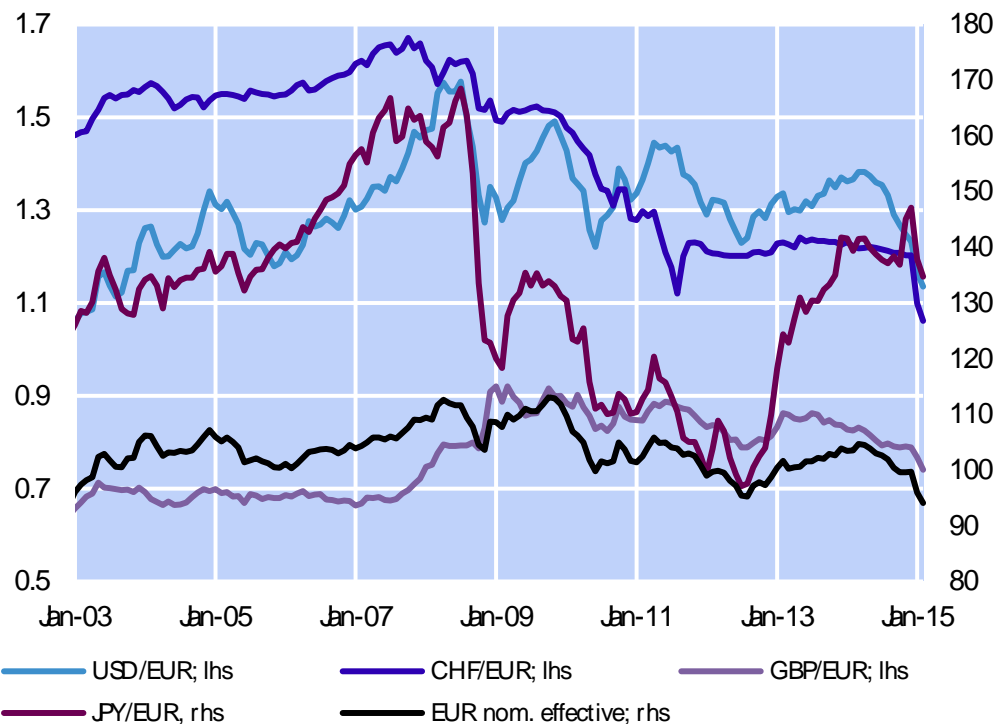


Source: ECB, own calculations

- ECB expands purchases to include bonds issued by euro area central governments, agencies and European institutions
- New programmes to increase liquidity provision back to its 2012-level:
 - **Targeted longer-term Refinancing Operations (TLTROs)** currently provide 213 bill EUR.
 - **Expanded Asset Purchase Programme (EAPP)** Volume of combined asset purchases under CBPP3, ABSPP and additional bonds of **monthly €60 billion** on secondary markets

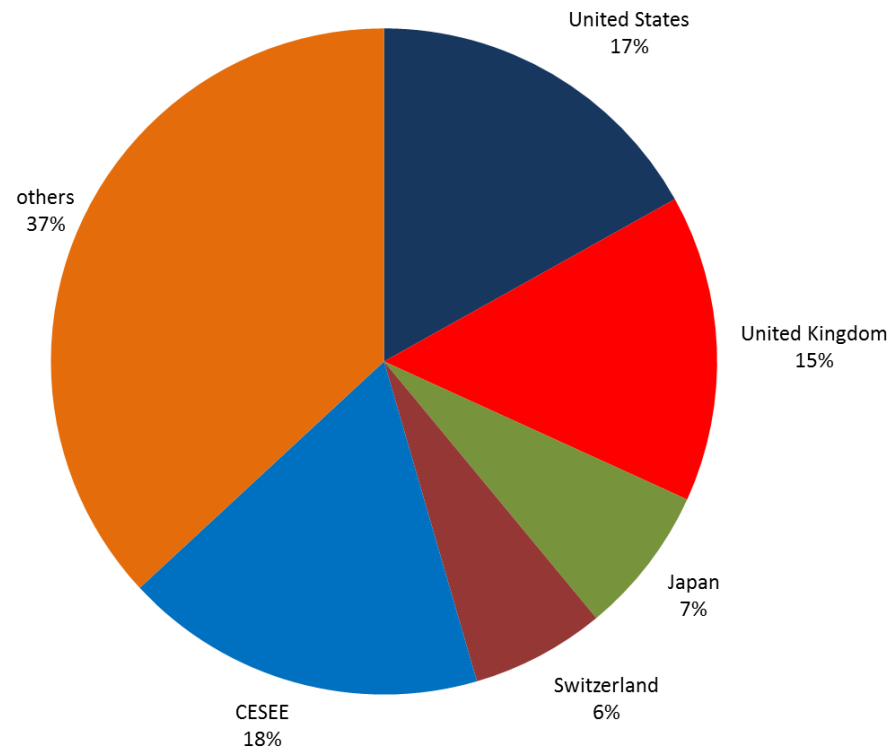
Euro exchange rates recently quite volatile

Euro exchange rates of selected currencies



Source: Thomson Reuters.

Weights of trading partners in effective exchange rate



Source: ECB.