

1. BANK OF ALBANIA INTERVENTIONS IN THE MONEY MARKET

Table 1: Temporary open market operations' volume
(in ALL million¹)

DATE	One-week R/REPO at flexible price	1-month R/REPO	3-month R/REPO
06.01.2011	9,590.00		
13.01.2011	7,750.00		
20.01.2011	5,800.00		
27.01.2011	10,000.00		
03.02.2011	6,800.00		2,000.00
10.02.2011	4,800.00	2,000.00	
17.02.2011	13,100.00		
24.02.2011	12,330.00		
03.03.2011	6,500.00		2,000.00
10.03.2011	10,900.00		
17.03.2011	12,800.00		
24.03.2011	13,000.00		
31.03.2011	13,100.00		

1.1. Open market operations

The money market operations over the first quarter of year 2011 consist of open market operations to supply liquidity.

The *one-week reverse repo agreement* was employed, weekly average ALL 9.73 billion¹, to supply liquidity as well as the adjustable instruments higher than one-week maturity. As in the last quarter of year 2010, the *three-month reverse repo agreement* was used in two cases, at nominal value ALL 2.00 billion per auction. The *one-month reverse repo agreement* was employed only in one case, relative to three cases in the last quarter of year 2010, at nominal value ALL 2.00 billion.

1.2. Standing facilities

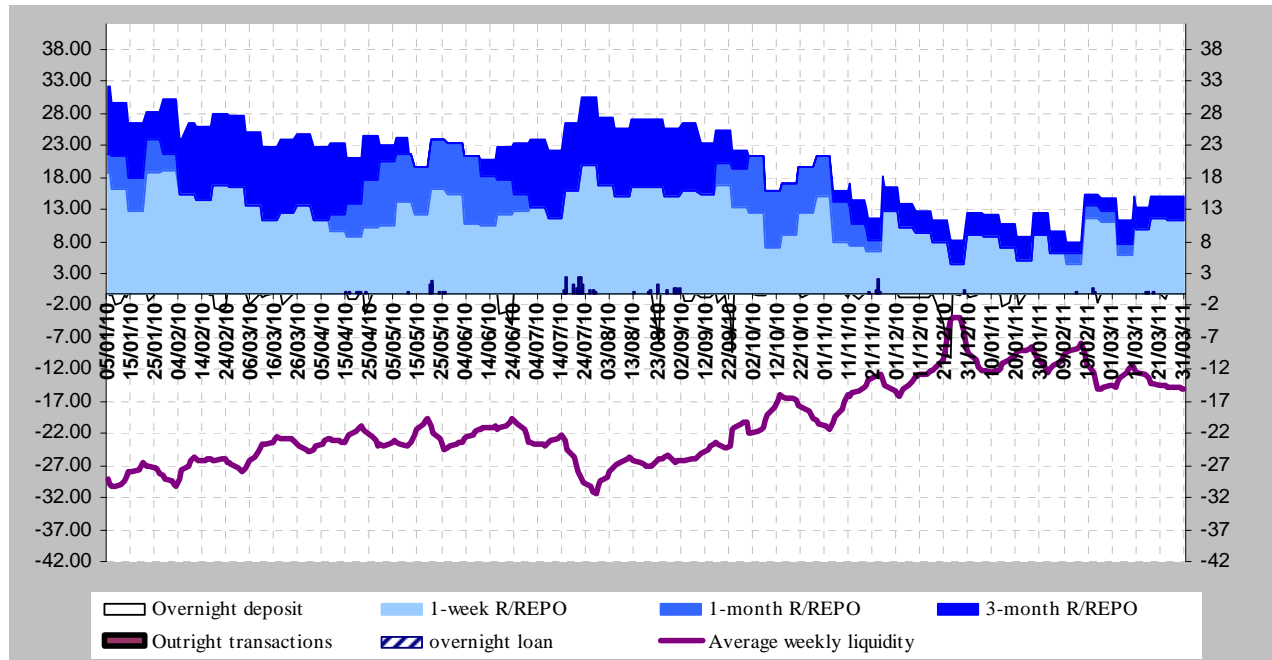
The overnight deposit instrument was employed in 19 cases during the first quarter of year 2011, at an average of ALL 0.15 billion, about ALL 0.56 billion lower than in the previous quarter, when this instrument was employed in 32 cases, at an average of ALL 0.70 billion. The use of overnight deposit occurred mainly during the first days of year 2011 and during the last days of the required reserve period.

The use of overnight loan occurred in 6 cases at an average of ALL 0.17 billion compared to 5 cases in the previous quarter at an average of ALL 0.71 billion.

The following chart provides a summary of the Bank of Albania interventions in the money market during the year 2010.

¹ Figures are expressed at nominal value

Chart 1: The Bank of Albania interventions in the money market over the year 2010 and the first quarter of year 2011 (at purchase price)



2. THE BANK OF ALBANIA INTERVENTIONS IN THE DOMESTIC FOREIGN EXCHANGE MARKET OVER THE FIRST QUARTER OF YEAR 2011

2.1 Operations with commercial banks

The Bank of Albania has conducted no operation in the domestic foreign exchange market in the first quarter of the current year.

2.2 Operations with other institutions

In the first quarter of year 2011 there were foreign currencies transactions that were carried out with the Ministry of Finance. Purchases from the Ministry of Finance, over this quarter, amounted to ALL 13,196.75 million, while sales were ALL 13,211.89 million.

The foreign currency purchases from international institutions were ALL 45.76 million (International Development Agency – IDA and the International Bank for Reconstruction and Development – IBRD).

Interventions in the money market and foreign exchange market over the first quarter of year 2011

Financial Institution	Foreign currency purchases (in ALL million)	Foreign currency sales (in ALL million)
MINISTRY OF FINANCE	13,196.75	13,211.89
OTHER (IDA, IBRD)	45.76	