

**1. BANK OF ALBANIA INTERVENTIONS IN THE MONEY MARKET DURING THE SECOND QUARTER OF YEAR 2011**

**Table 1:** Temporary open market operations' volume  
(in ALL million<sup>1</sup>)

DATE	One-week R/REPO at flexible price	1-month R/REPO	3-month R/REPO
07.04.2011	10,080.00		
14.04.2011	10,400.00		
21.04.2011	14,200.00		
28.01.2011	13,100.00		
05.05.2011	15,890.00		2,000.00
12.05.2011	14,000.00		
19.05.2011	14,000.00		
26.05.2011	15,500.00		
02.06.2011	16,000.00		3,000.00
09.06.2011	16,250.00		
16.06.2011	17,500.00		
23.06.2011	17,610.00	-700.00	
30.06.2011	21,975.00		

**1.1. Open market operations**

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

The one-week reverse repo agreement was employed, weekly average ALL 15.11 billion\*, as well as the three-month reverse repo agreement, which was used in two cases, at an average ALL 2.5 billion per auction. The overnight repurchase agreement at ALL 0.7 billion was employed on June 23, 2011 to withdraw excess liquidity.

**1.2. Standing facilities**

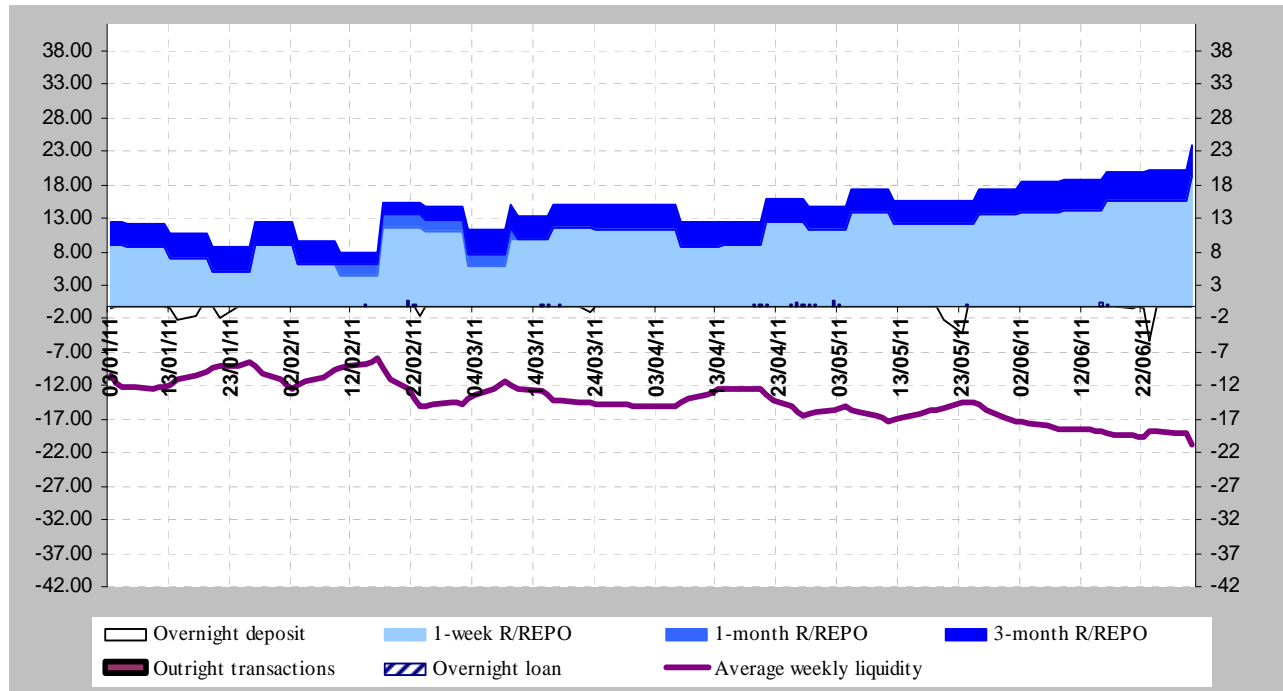
The overnight deposit instrument was employed in 19 cases during the second quarter of year 2011, at an average of ALL 0.20 billion, about ALL 0.05 billion higher than in the previous quarter, when this instrument was employed in 19 cases, at an average of ALL 0.15 billion. The use of overnight deposit occurred mainly in 20-23 May 2011 and in 20-23 June 2011 coinciding with the end of the required reserve period.

Overnight credit was employed in 13 cases, at an average of ALL 0.23 billion relative to 6 cases in the previous quarter at an average of ALL 0.17 billion.

The following chart provides a summary of the Bank of Albania interventions in the money market for the year 2011.

\*Figures are expressed at nominal value.

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



## 2. THE BANK OF ALBANIA INTERVENTIONS IN THE DOMESTIC FOREIGN EXCHANGE MARKET OVER THE SECOND 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 second quarter of year 2011.

### 2.2 Operations with other institutions

In the second 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 16,449.39 million, while sales were ALL 16,397.05 million.

The foreign currency purchases from international institutions were ALL 130.03 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 second quarter of year 2011**

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<b>Financial institution</b>	<b>Foreign currency purchases (in ALL million)</b>	<b>Foreign currency sales (in ALL million)</b>
Ministry of Finances	16,449.39	16,397.05
Other (IDA, IBRD)	130.03	