Market Liquidity - Financial Stability Special Reports - First Half 2021

Download (only in Spanish) Keep in mind
The main purpose of these reports is to monitor the vulnerabilities and risks of the financial system. Opinions and potential errors are the sole responsibility of the authors, and their contents do not compromise the Board of Directors of *Banco de la República* (the Central Bank of Colombia).

AUTHORS AND/OR EDITORS Meneses-González, María Fernanda Cuesta-Mora, Diego Fernando
The Financial Stability Special Reports accompany the publication of the Financial Stability Report and provide a more detailed analysis of some aspects and risks relevant to the stability of the Colombian financial system: market liquidity risk, market risk, credit risk, financial burden, loan portfolio, and housing market in Colombia, international indicators, concentration, and competition in the deposit and credit markets, corporate sector surveys, and financial inclusion.

Publication Date: Tuesday, 29 of June 2021
A relevant part of the liquidity management of financial institutions in Colombia is made through transactions in the money market, both collateralized and uncollateralized. The collateralized market includes transactions as repo, simultaneous, temporary transfer of securities (TTV in Spanish), and other transactions carried out on trading systems or in the over-the-counter (OTC) market. In turn, the uncollateralized market comprises only interbank market transactions. Given the importance of the relationships between these markets, both for the transmission of monetary policy and for the efficient distribution of liquidity, this Report studies the structure of this market and the characteristics of its interconnections, in the light of network analysis to monitor its recent dynamics and analyze the characteristics of the interconnections between agents.

Fuente: https://d1b4gd4m8561gs.cloudfront.net/en/publications-research/financial-stability-special-reports/market-liquidity-first-half-2021