



THE BANK OF MONGOLIA

Monetary Policy Instruments

as of 03/16/2023

MONETARY POLICY INSTRUMENTS		MNT LIQUIDITY		MATURITY	FREQUENCY	INITIATING COUNTERPARTY	RATE
		+	-				
1. OPEN MARKET OPERATIONS							
1. Central bank bills		*		28 days	Weekly on Mondays	BoM	Pr
		*		84 days	Once every 4 weeks		Variable rate tender with ceiling rate= PR+0.5%
				196 days	Once every 2 weeks		Variable rate tender with ceiling rate= PR+1%
2. Repo auctions		*		Short term (up to 7 days)	Ad hoc	BoM	Variable rate tender with floor ceiling or fixed rate=Pr+1%
		*		Long term (2 years, 3 years)	Quarterly		
3. Short term Swap/Forward		*	*	Up to 3 months	Ad hoc	Banks	₮ supply = Pr+1%, ₮ mop-up = Pr-1%
2. STANDING FACILITIES							
4. Overnight deposit		*		One working day	Open daily	Banks	Pr-1%
5. ON repo financing		*		One working day	Open daily	Banks	Pr+1%
6. Intraday loan		*		Paid within a day	Open daily	Banks	0%
3. RESERVE REQUIREMENTS							
7. Reserve requirements		*		14 days	Forthnightly	Mandatory	Domestic currency 8%, Foreign currency 18%
4. LENDER OF LAST RESORT							
8. Collateralized loan		*		Up to 90 days (One roll-up+60 days)	Ad hoc	Banks	Repo financing+5%
9. Temporary loan facility with collateral (COVID-19)		*		Up to 90 days (One roll-up+60 days)	Ad hoc	Banks	Repo financing+5%+0.5%
5. FX OPERATIONS							
10. FX auction		*	*	Settlement T+0, T+1	Tuesdays and Thursdays	BoM	
11. Direct dealing through BMATCH trading platform		*	*	Settlement T+0, T+1	Ad hoc	BoM	
12. Purchase of FX from state owned entities		*		Settlement T+0	Open daily	Banks	
13. Foreign currency deposits from banks				Up to 1 year	Open daily	Banks	BIS rate
14. Long term swaps		*		Over 360 days	Ad hoc	Banks	MNT at Repo auctioning rate, USD at SOFR3M+Z spread

For further details please contact Reserve Management and Financial Markets Department

Email: mnt@mongolbank.mn, domex@mongolbank.mn

Phone: +976 11 324006