

Terms of Reference of the Financial Markets Operations Sub-Committee

Purpose

To implement monetary policy actions in accordance with the policies, guidelines and decisions made by the Monetary Policy Committee (MPC).

Composition

- i) Deputy Governor – Chair
- ii) Executive Director Operations – Alternate Chair
- iii) Executive Director Research – Member
- iv) Executive Director Supervision – Member
- v) Director Commercial Banking – Member
- vi) Director Research – Member
- vii) Director Communications – Member
- viii) Director Financial Stability – Member
- ix) Director Financial Markets - Secretary

Reporting

Makes final decisions which form input into reports to the Monetary Policy Committee.

Quorum

Two thirds

Frequency

Daily (each working day)

Roles and Responsibilities

- i) To monitor developments in the foreign exchange and domestic money markets
- ii) To review the conduct of monetary policy and take appropriate actions
- iii) To promote stability in the financial markets by:
 - a. determining the volume of transactions and foreign exchange offers
 - b. intervening in the foreign exchange market and maturity distribution of instruments
- iv) To report on the performance of the financial markets to the Price Stability Committee

Deliverables

#	Deliverable	Frequency
1.	Decisions or recommendations	Every meeting
2.	Report on the Developments in the Foreign Exchange and Domestic Money Markets	Daily
3.	Report on the Impact of Monetary Policy Actions	Daily
4.	Report on the Performance of the Financial Markets	Weekly

Reference / Supporting Documents

In the conduct of its business, the Committee will make use of the following documents:

- i) Liquidity Reports / Base Money Reports
- ii) Liquidity Management Framework
- iii) Financial Markets Operations Reports / Report of Exchange Rates and Inter-Bank Transactions
- iv) Monetary and Credit Policy
- v) Financial Sector Performance Reports
- vi) Current BoU Strategic Plan
- vii) Financial Stability Reports