



EUROPEAN CENTRAL BANK

EUROSYSTEM

Presentation of survey results

Survey of BMCG dealer banks and trading platform operators on their activity with hedge funds, conducted ahead of the 26 June 2024 BMCG meeting.

All questions referred to euro area government bond markets (cash and repo, excluding futures)

26 June 2024

Bond Market Contact Group

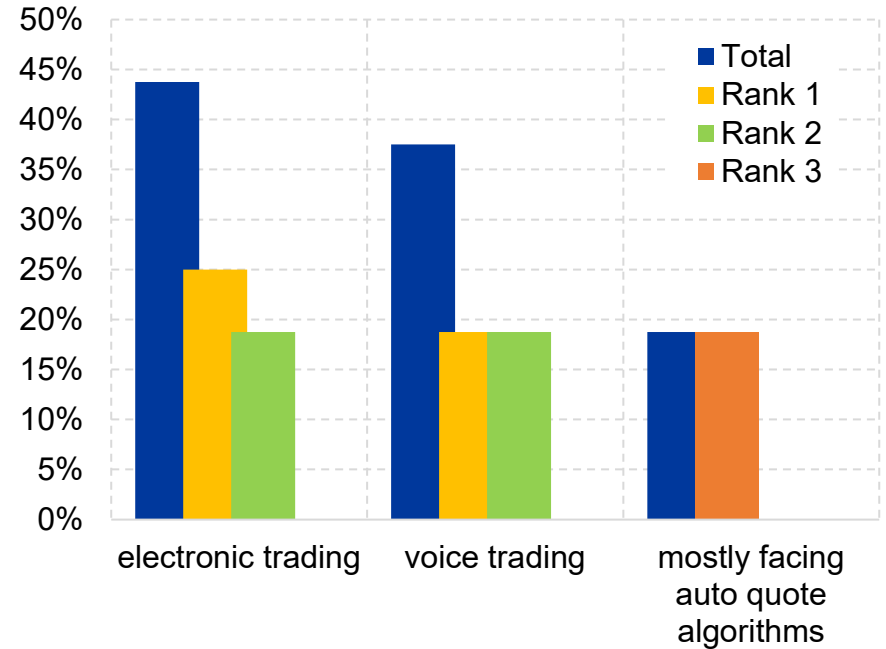
BMCG survey results

Q1) On a typical day, how many hedge funds are regular clients of your business or desk?

The majority of respondents indicated to have **many (>25)** hedge fund clients.

Q2) What are the primary avenues by which you trade with hedge funds (ranked 1-3)?

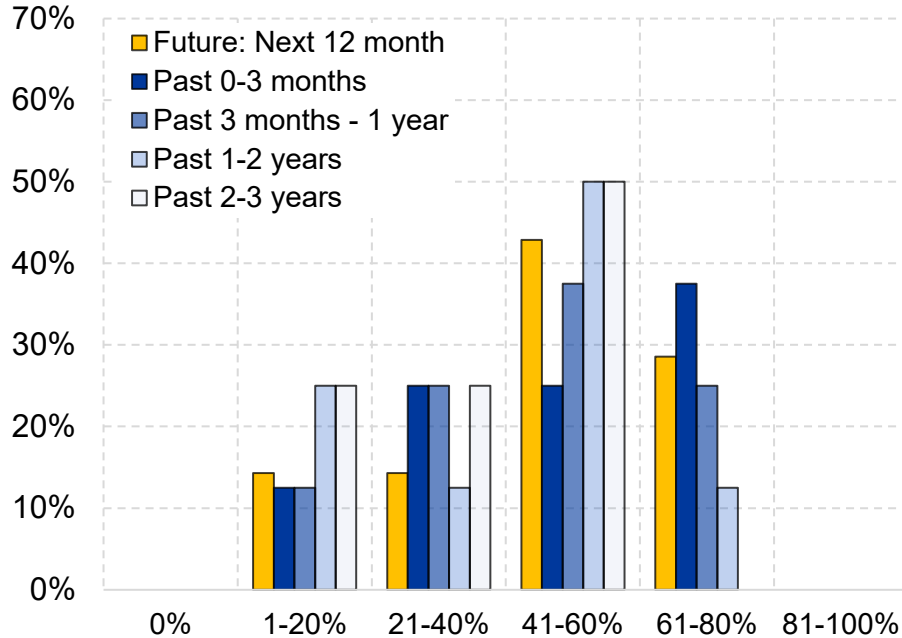
% of total responses



Notes: The question allowed respondents to select up to three choices. Some respondents provided less than three ranked responses.

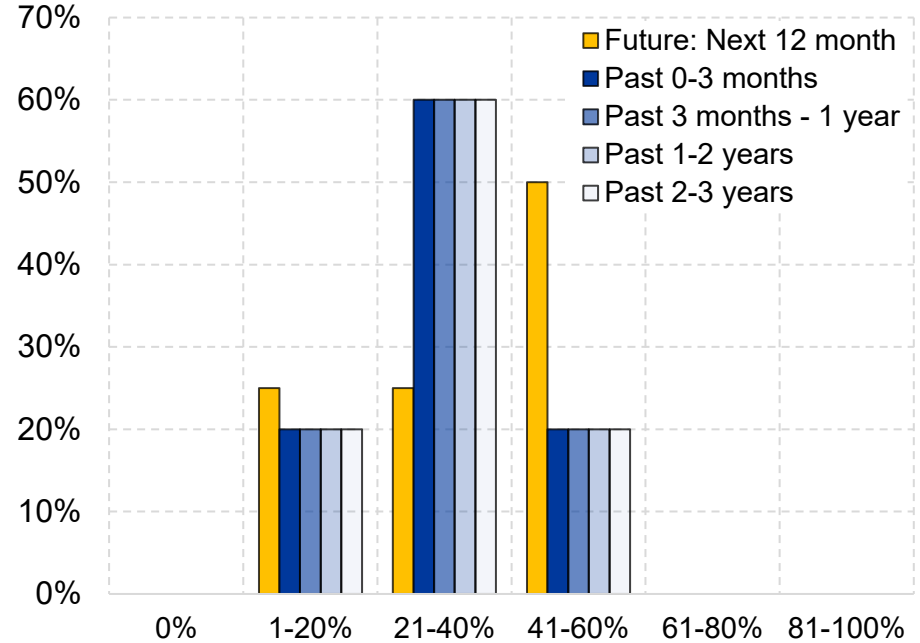
BMCG survey results

Q3) In EGB cash market turnover what percent of your total risk (DV01) do hedge funds represent?



Notes: Excludes responses for "does not apply".

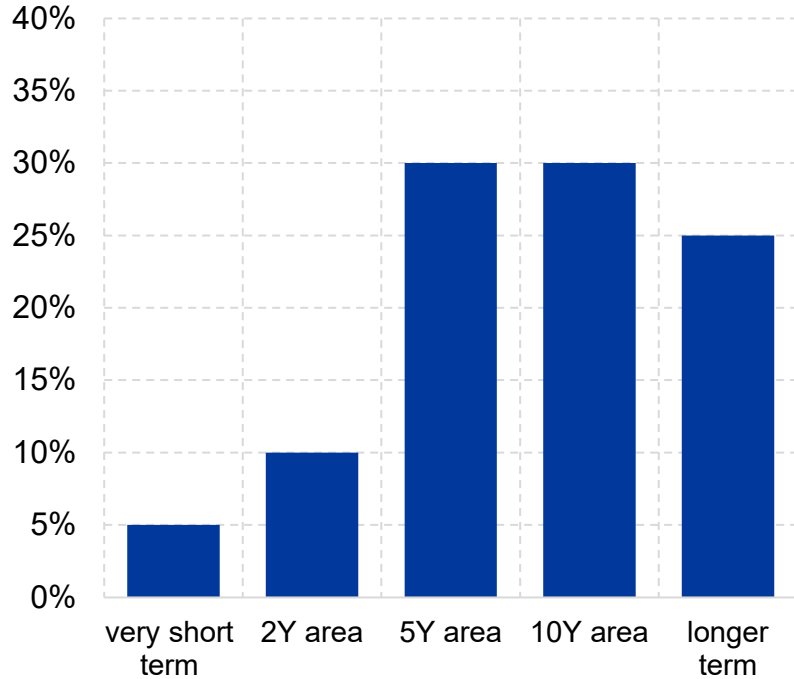
Q4) In EGB repo markets what percent of your traded volume do hedge funds represent?



Notes: Excludes responses for "does not apply". Only includes dealer bank responses.

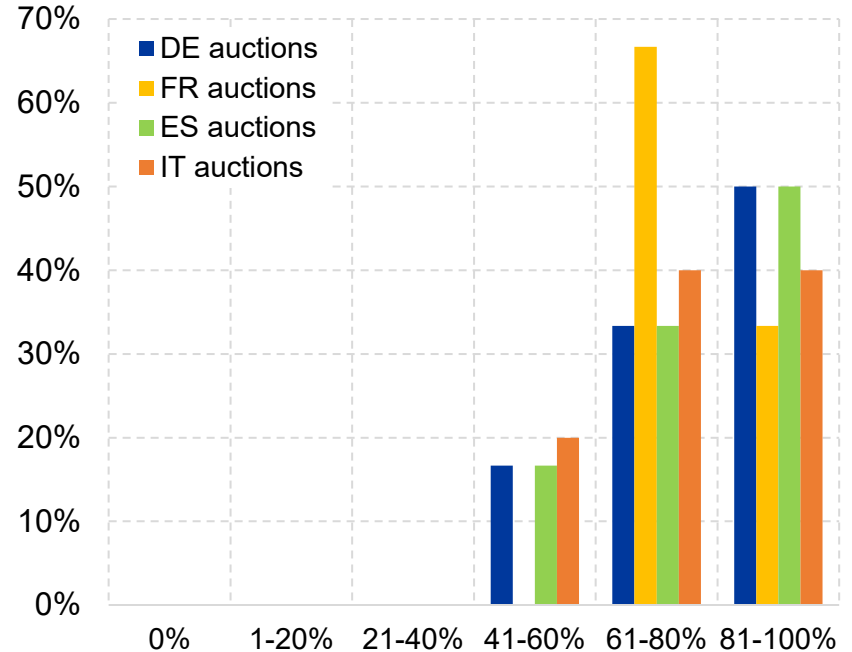
BMCG survey results

Q5) Compared to your RM clients, in which curve segments do you see HF's most / more active?



Notes: Excludes responses for "does not apply". Full question: "Compared to the average activity of your real money clients, in which segments of EGB curves do you see hedge funds being most or relatively more active at the moment?"

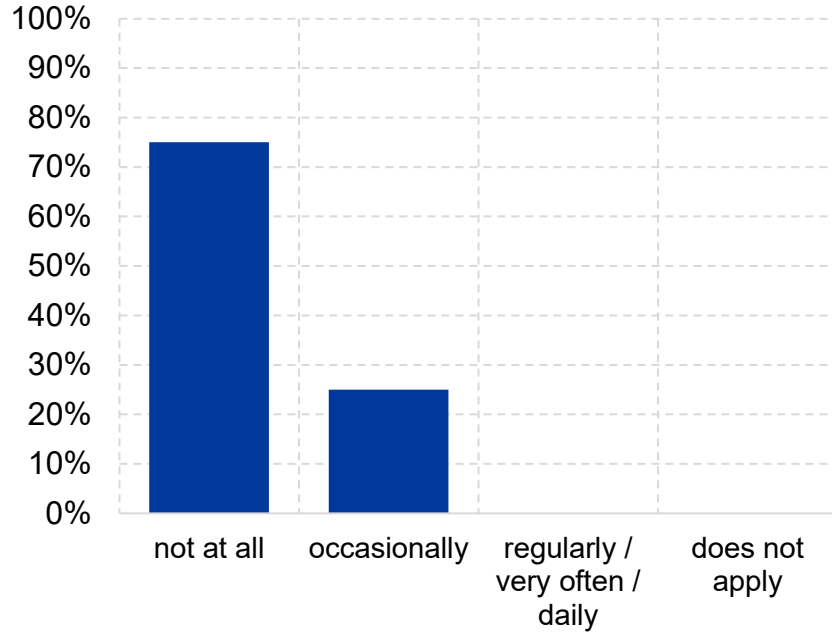
Q6) For primary dealers: Ahead of an auction, which demand originates on average from HF's?



Notes: Excludes responses for "does not apply". Full question: "For primary dealers: Ahead of an auction, which share of demand/interest that you collect originates on average from hedge funds for Spanish, Italian, French, and German auctions?"

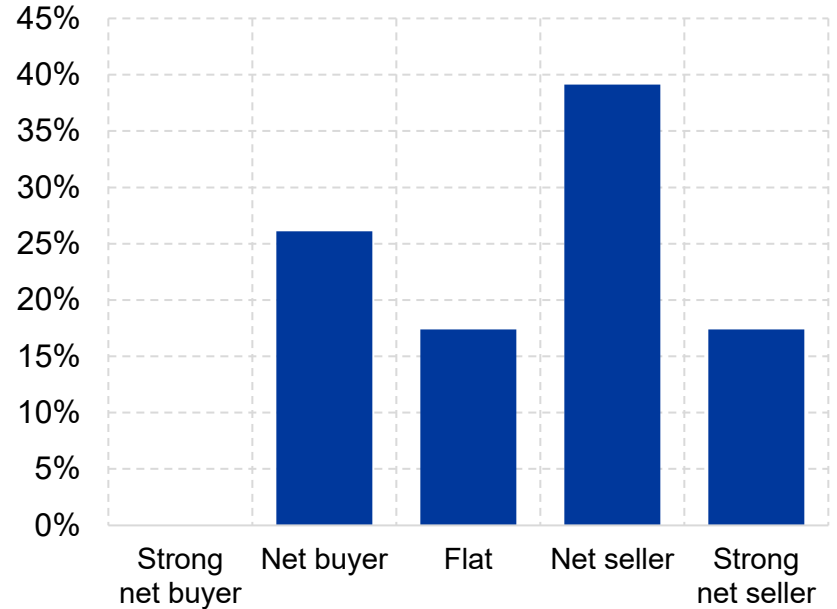
BMCG survey results

Q7) Do you receive axes / inventory information from hedge funds?



Notes: The choices “regularly”, “very often”, and “daily” were not selected by any of the respondents. They are combined into a single column above.

Q8) In 2024, in the days before an auction, do you see HFs as net buyers or sellers of bonds to be auctioned?



Notes: Full question: “In 2024, in the days before an auction, do you see hedge funds on average as net buyers or net sellers of the bonds to be auctioned?”