

Near Term Outlook:

- No net debt service cash flow hitting the markets until T Bill issuance on Thursday - expecting GC to stay around .11 range.

General Color:

- The RRP facility still looks to be broad enough to serve as an adequate floor for overnight rates.

US GC Repo Bid

O/N .11

1mo .13

3mo .14

AGCY MBS Bid

O/N 0.23

1mo 0.34

3mo 0.36

Speicals Averages

2yr -0.52 *Expected to stay special until auction settle 08/31*

5yr -0.18 *Expected to stay special until auction settle 08/31*

US Treasury Repo Market Indications

	Overnight	1week	15-May	2-Jun	16-Jun	30-Jun
GC	.07/.05	.07/.05	.07/.05	.08/.06	.08/.06	.08/.06
02s	.02/-0.02	.02-.02	.03/-0.01	.04/-0.02	.05/.01	.05/.01
2's	.03/-0.01	0.2	0.333333	0.636364	0.333333	0.2
WI2s						
O3s	0.2	.00/.04	.02/-0.02	.03/-0.01	.04/.00	.05/.01
3s	-0.11/-0.15	0.733333	0.75	0.636364	0.555556	0.428571
WI3s					0.6875	
O5s	0.666667	0.636364	0.555556	0.5	0.428571	0.333333
5's	.03/-0.01	0.333333	0.428571	0.75	0.733333	0.636364
WI5s						
O7s	.05/.01	.05/.01	.05/.01	.06/.02	.06/.02	.06/.02
7s	.05/.01	.05/.01	.05/.01	.03/-0.01	.05/.01	.05/.01
WI7s						
O10s	.04/.00	.05/.01	.05/.01	.05/.01	.05/.01	.06/.02
10s	.02/-0.03	.01/-0.03	0.2	.02/-0.02	.03/-0.01	.04/.00
WI10s					0.820513	
O30s	.05/.01	.05/.01	.05/.01	.05/.01	.06/.02	.06/.02
30s	.03/-0.01	.02/-0.02	.01/-0.03	.04/.00	.05/.03	.06/.02
WI30s					.00/-0.05	