

U.S. Repo Market Tracker

October 11, 2019

Summary

■ Repo Market

- No major spikes in rates. Average daily intervention since 9/17 jumps to \$65bn; Fed commits to overnight repo operations at least through January 2020; Several FOMC members suggest introducing standing repo facility

■ Fed Balance Sheet

- Fed will purchase \$60bn in Treasuries per month, “to ensure that the supply of reserves remains ample”. In addition, Fed will continue purchasing Treasuries (\pm \$20bn per month) related to the reinvestment of Agency/MBS principal payments

■ U.S. Treasury

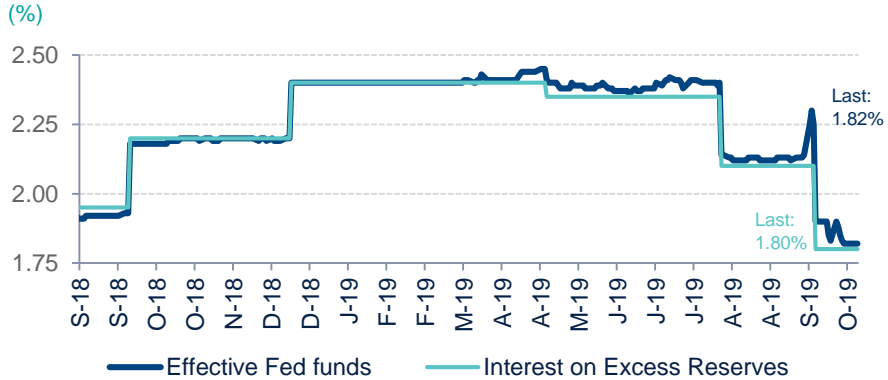
- Treasury general account at \$297bn (up \$164bn since 8/7); near “stable” levels

■ Financial Markets

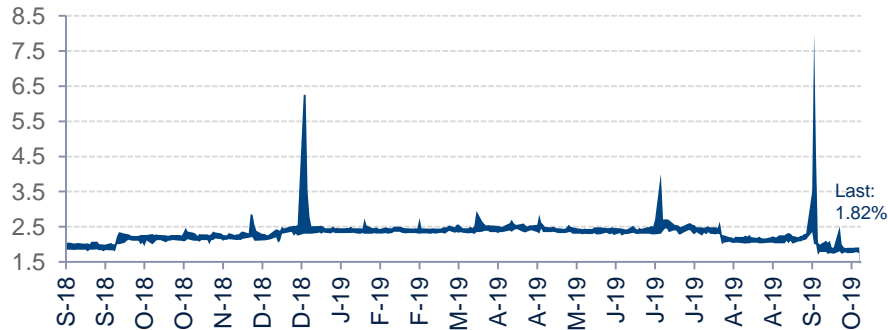
- No evidence of significant contagion

Policy and Repo Rates

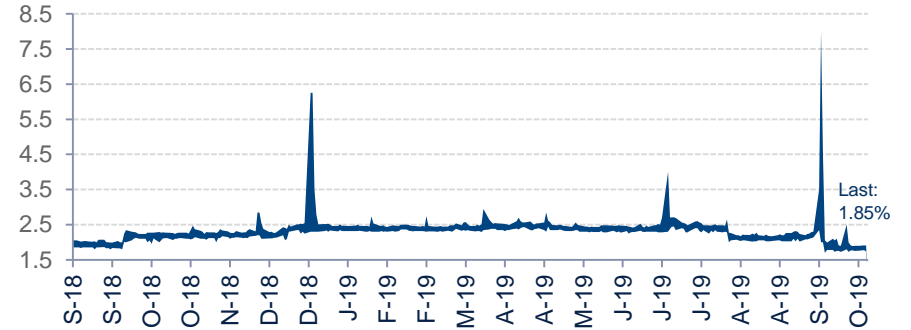
EFFECTIVE FED FUNDS AND IOER (%)



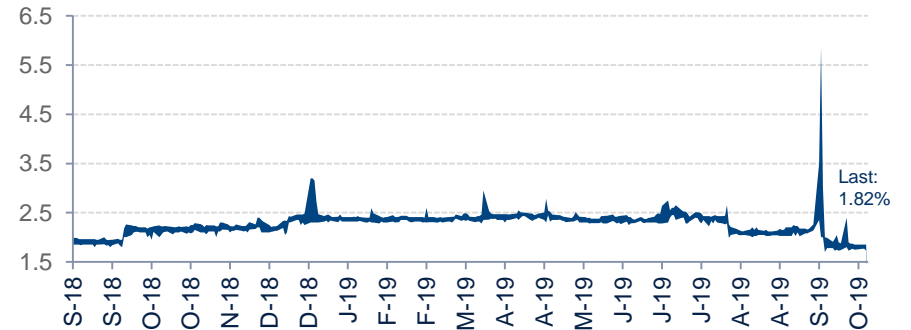
BGCR (% 1-99 PERCENTILE RANGE)



SOFR (% 1-99 PERCENTILE RANGE)

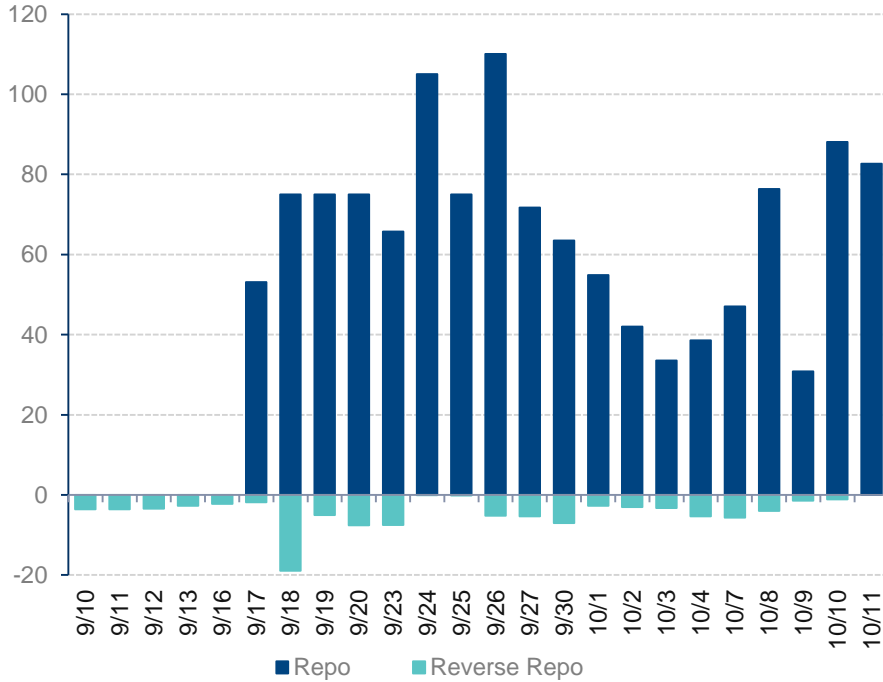


TGCR (% 1-99 PERCENTILE RANGE)

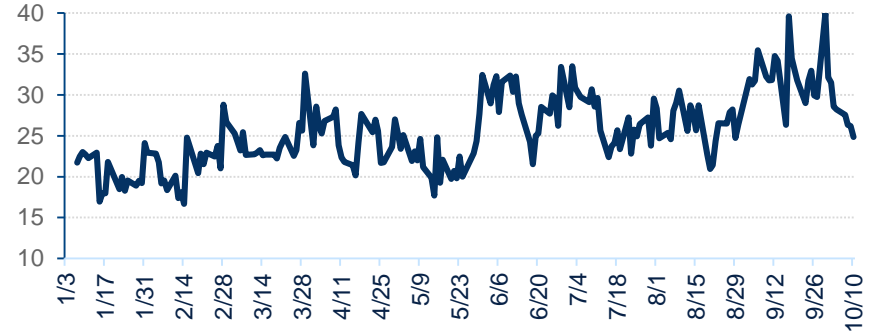


Federal Reserve Market Operations

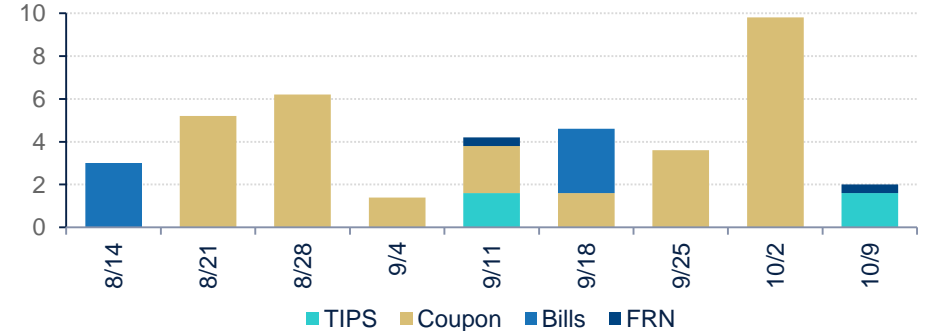
TEMPORARY OMO
(US\$BN, DAILY, 2019)



SECURITIES LENDING
(US\$BN, DAILY, 2019)

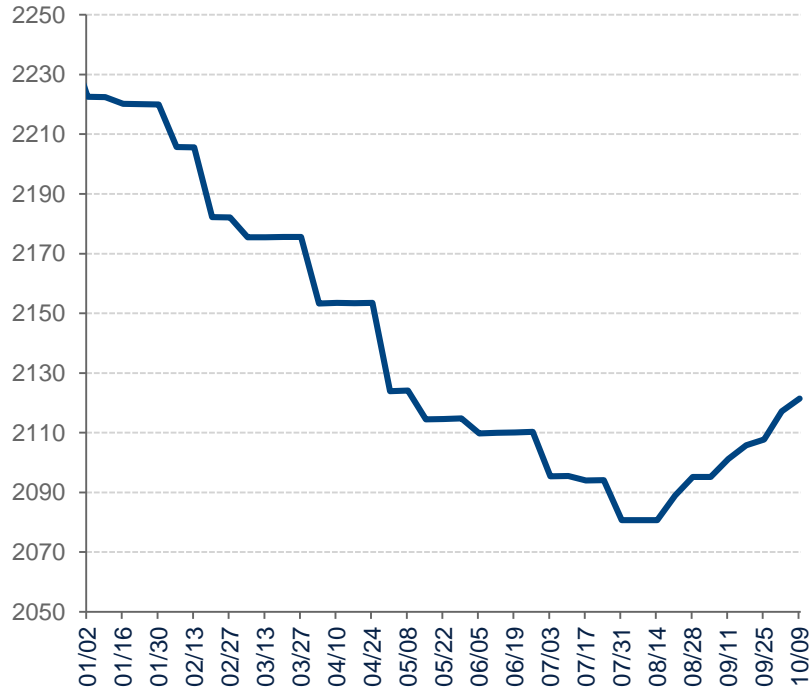


PERMANENT OMO PURCHASES
(US\$BN, WEEKLY, 2019)

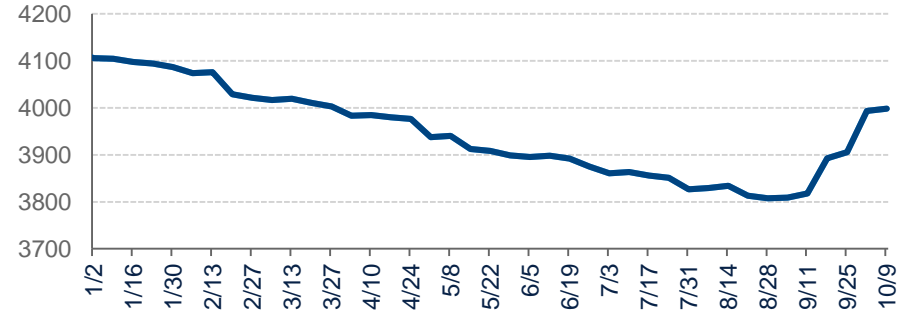


Federal Reserve Balance Sheet

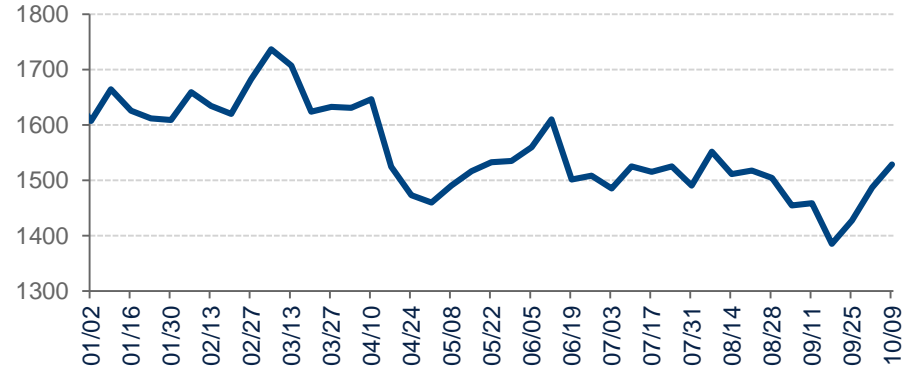
TREASURIES HELD OUTRIGHT (US\$BN, WEEKLY, 2019)



TOTAL ASSETS (US\$BN, WEEKLY, 2019)

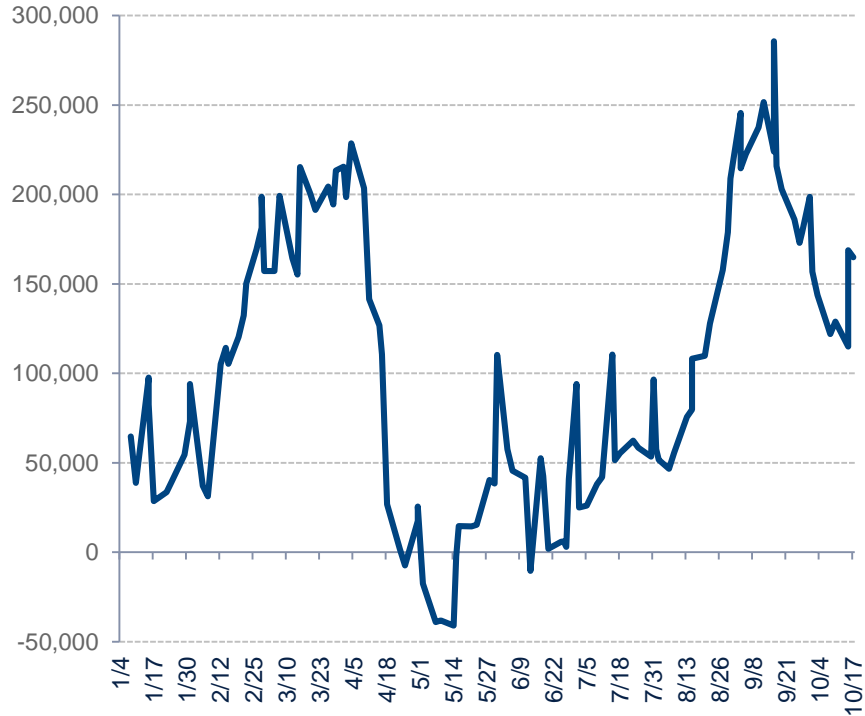


RESERVE BALANCES (US\$BN, WEEKLY, 2019)

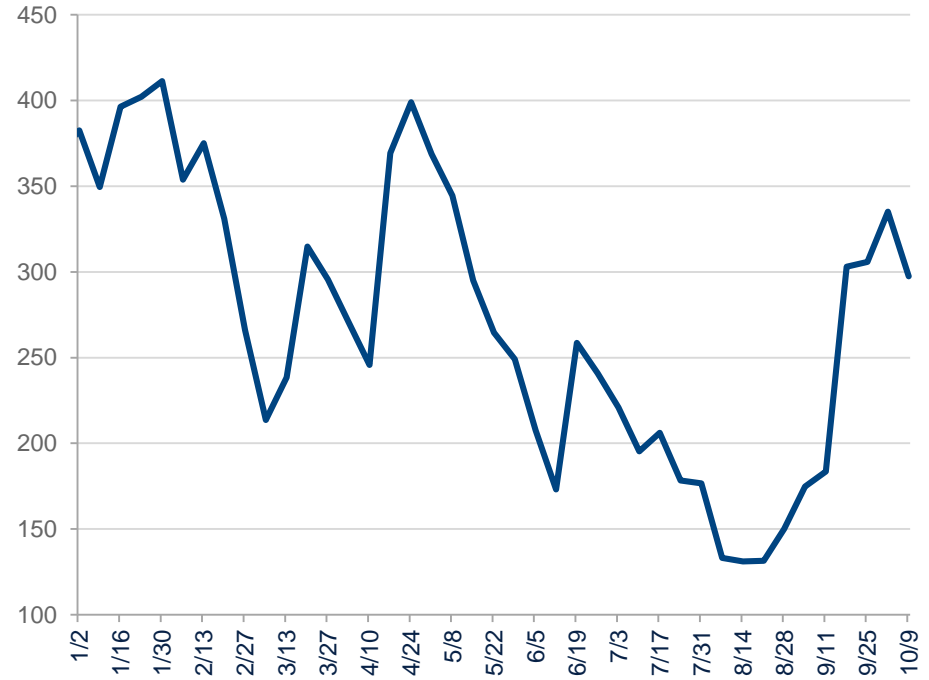


U.S. Treasury

TREASURY NET ISSUANCES (US\$BN, DAILY, 30-D MA SUM)

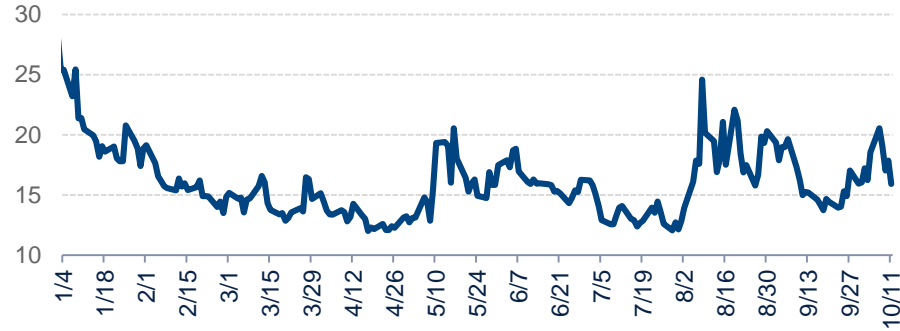


U.S. TREASURY GENERAL ACCOUNT (US\$BN, WEEKLY)



Financial Markets

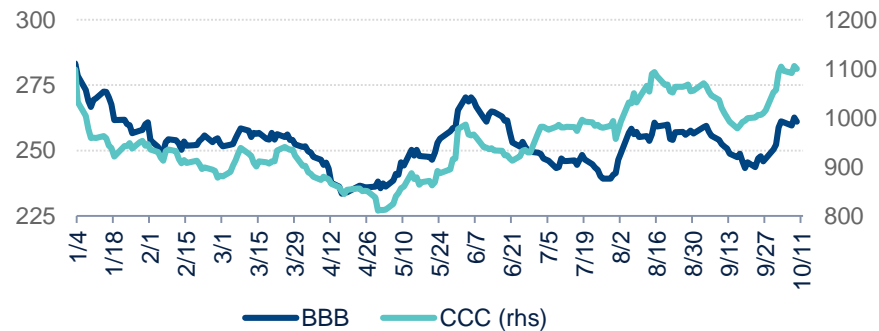
S&P500 VOLATILITY
(INDEX)



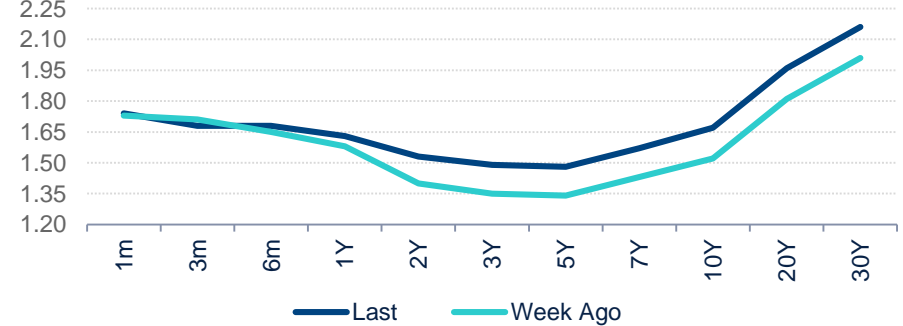
TED SPREAD
(BP)



CORPORATE SPREADS
(BP)



TREASURY YIELD CURVE
(%)



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