



An SEC-registered Investment Advisor



ALHAMBRA  
INVESTMENTS

[www.alhambrapartners.com](http://www.alhambrapartners.com)

# Too Many Treasuries?

## Low Treasury Yields Provoke Emotion

(‘dollars’ and economy)





## How Treasury Auctions Work

Marketable securities can be bought, sold, or transferred after they are originally issued. The U.S. Treasury uses an auction process to sell these securities and determine their rate or yield. Annual auction activity:

- Offers several [types of securities](#) with varying maturities
- Conducted 284 public auctions in 2018. View the [current financing pattern](#).
- Issued approximately \$10.194 trillion in securities in 2018.



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## PRIMARY MARKET TREASURY NEWS

Department of the Treasury • Bureau of the Fiscal Service



For Immediate Release  
August 07, 2019

CONTACT: Treasury Auctions  
202-504-3850

### TREASURY AUCTION RESULTS

Term and Type of Security	10-Year Note	
CUSIP Number	912829YB0	
Series	E-2029	
Interest Rate	1.598%	
High Yield <sup>1</sup>	1.670%	
Allotted at High Price	52.07%	
Accrued Interest per \$1,000	99.587149	
Median Yield <sup>2</sup>	None	
Low Yield <sup>1</sup>	1.595%	
	1.510%	
Issue Date	August 15, 2019	
Maturity Date	August 15, 2029	
Original Issue Date	August 15, 2019	
Dated Date	August 15, 2019	
	Tendered	Accepted
Competitive	\$59,295,425,000	\$26,972,550,500
Noncompetitive	\$27,484,000	\$27,484,000
FIMA (Noncompetitive)	\$0	\$0
<b>Subtotal <sup>3</sup></b>	<b>\$89,332,909,000</b>	<b>\$27,000,034,500<sup>4</sup></b>
SOMA	\$17,618,916,700	\$17,618,916,700
<b>Total</b>	<b>\$76,941,825,700</b>	<b>\$44,618,951,200</b>
	Tendered	Accepted
Primary Dealer <sup>5</sup>	\$38,813,700,000	\$8,286,980,000
Direct Bidder <sup>6</sup>	\$3,657,000,000	\$3,657,000,000
Indirect Bidder <sup>6</sup>	\$16,824,725,000	\$15,028,570,500
<b>Total Competitive</b>	<b>\$59,295,425,000</b>	<b>\$26,972,550,500</b>



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## PRIMARY MARKET TREASURY NEWS

Department of the Treasury • Bureau of the Fiscal Service



For Immediate Release  
August 07, 2019

CONTACT: Treasury Auctions  
202-264-3550

### TREASURY AUCTION RESULTS

Term and Type of Security		10-Year Note
CUSIP Number		912829YB0
Series		E-2029
Interest Rate		1.598%
High Yield <sup>1</sup>		1.670%
Allotted at High		52.07%
Price		99.587149
Accrued Interest per \$1,000		None
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**PRIMARY DEALERS:** inventory to sell later

**PRIMARY DEALERS:** for their own accounts

**INDIRECT BIDDERS:** typically FOI's via a dealer or FRBNY





## PRIMARY MARKET TREASURY NEWS

Department of the Treasury • Bureau of the Fiscal Service



For Immediate Release  
August 07, 2019

CONTACT: Treasury Auctions  
202-904-3050

### TREASURY AUCTION RESULTS

Term and Type of Security		10-Year Note
CUSIP Number		912829YB0
Series		E-2029
Interest Rate		1.538%
High Yield <sup>1</sup>		1.670%
Allotted at High		52.07%
Price		99.587149
Accrued Interest per \$1,000		None
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## SECONDARY MARKET



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## PRIMARY MARKET

### TREASURY NEWS

Department of the Treasury • Bureau of the Fiscal Service

For Immediate Release  
August 07, 2019

CONTACT: Treasury Auctions  
202-504-3850

#### TREASURY AUCTION RESULTS

Term and Type of Security	10-Year Note		
CUSIP Number	912828Y1H		
Series	E-9659		
Interest Rate	1.538%		
High Yield <sup>1</sup>	1.670%		
Allotted at High	\$2.07%		
Price	99.587149		
Accrued Interest per \$1,000	None		
Median Yield <sup>2</sup>	1.595%		
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Direct Bidder <sup>7</sup>	\$3,657,000,000	\$3,657,000,000	
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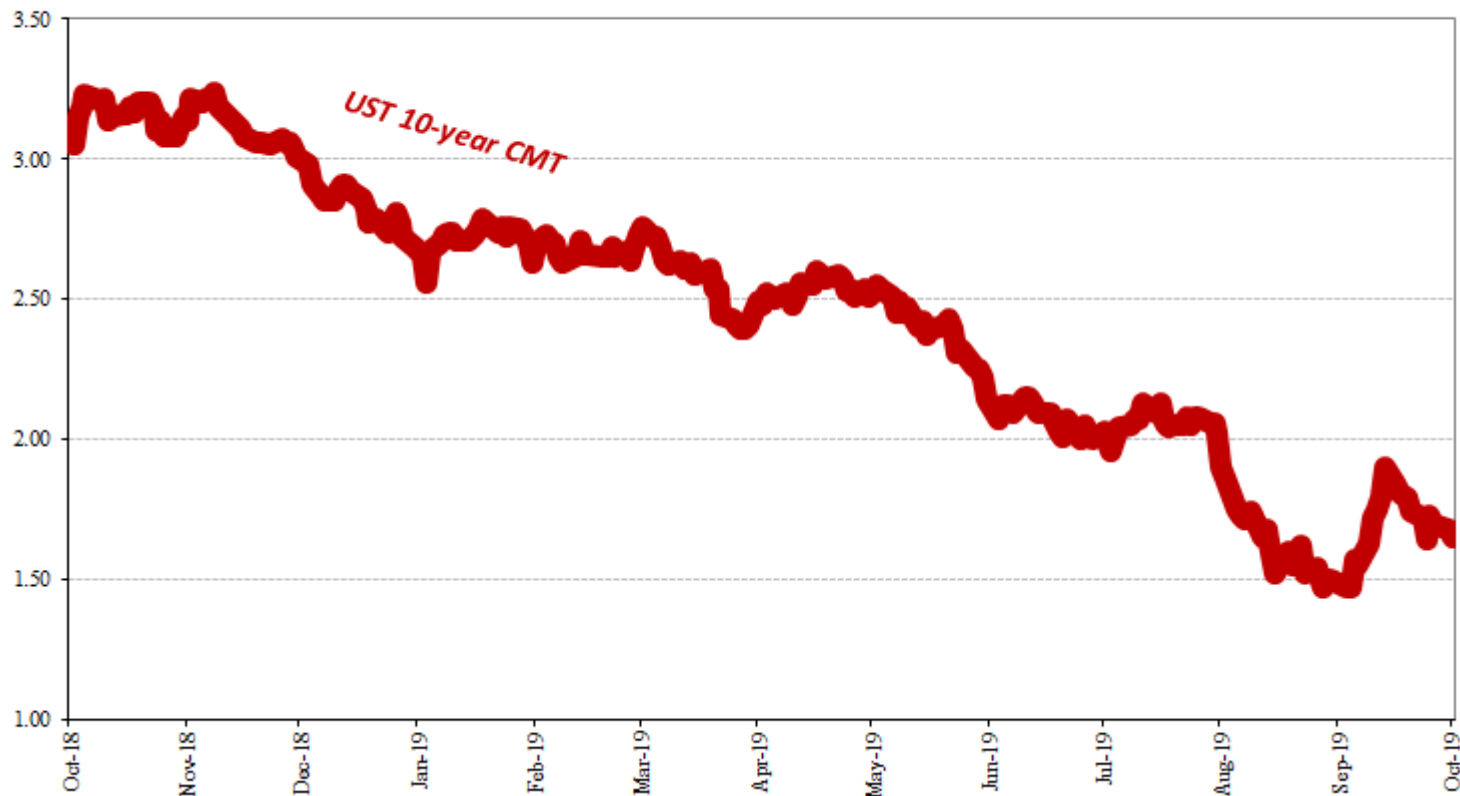
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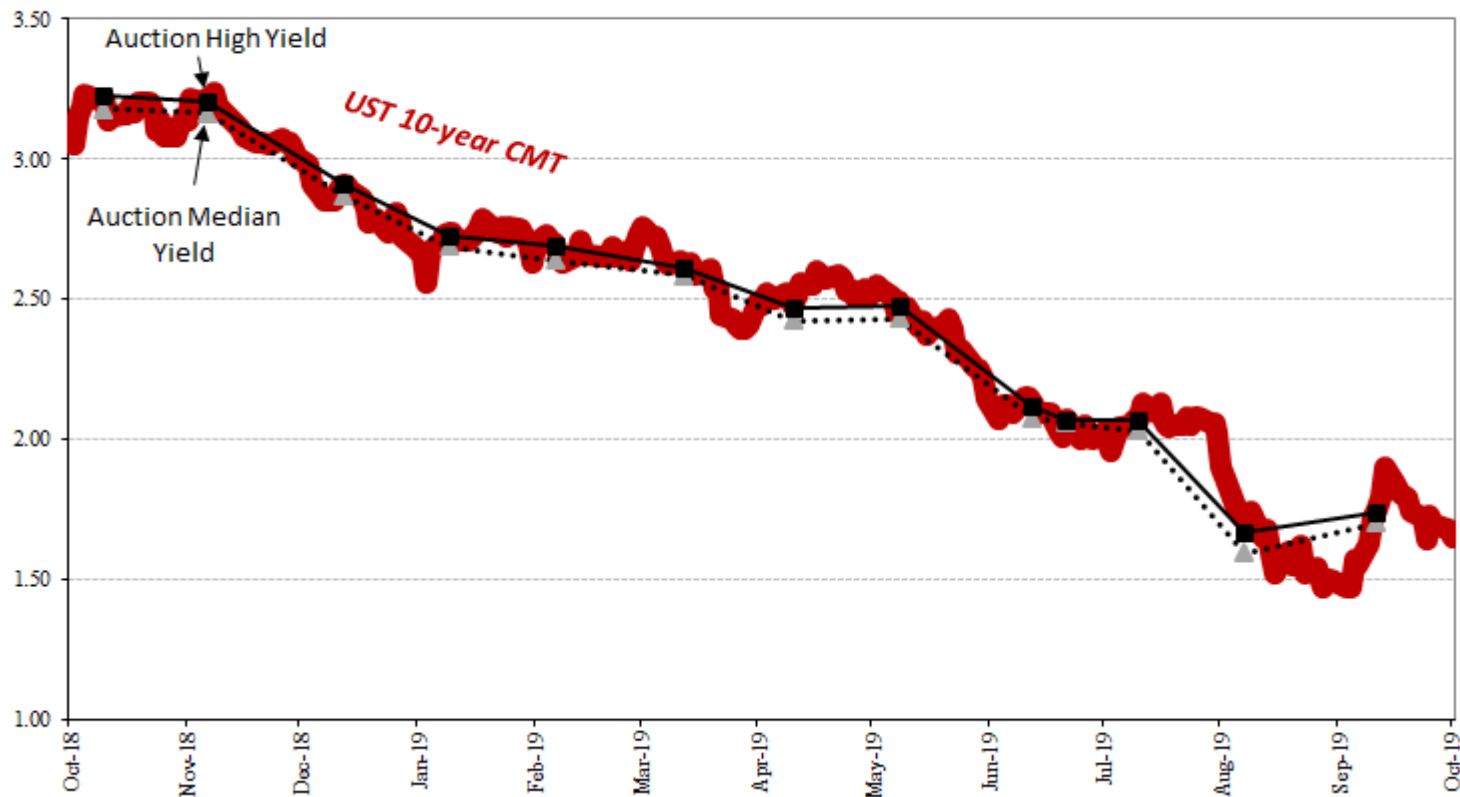


Treasury & Auction Rates



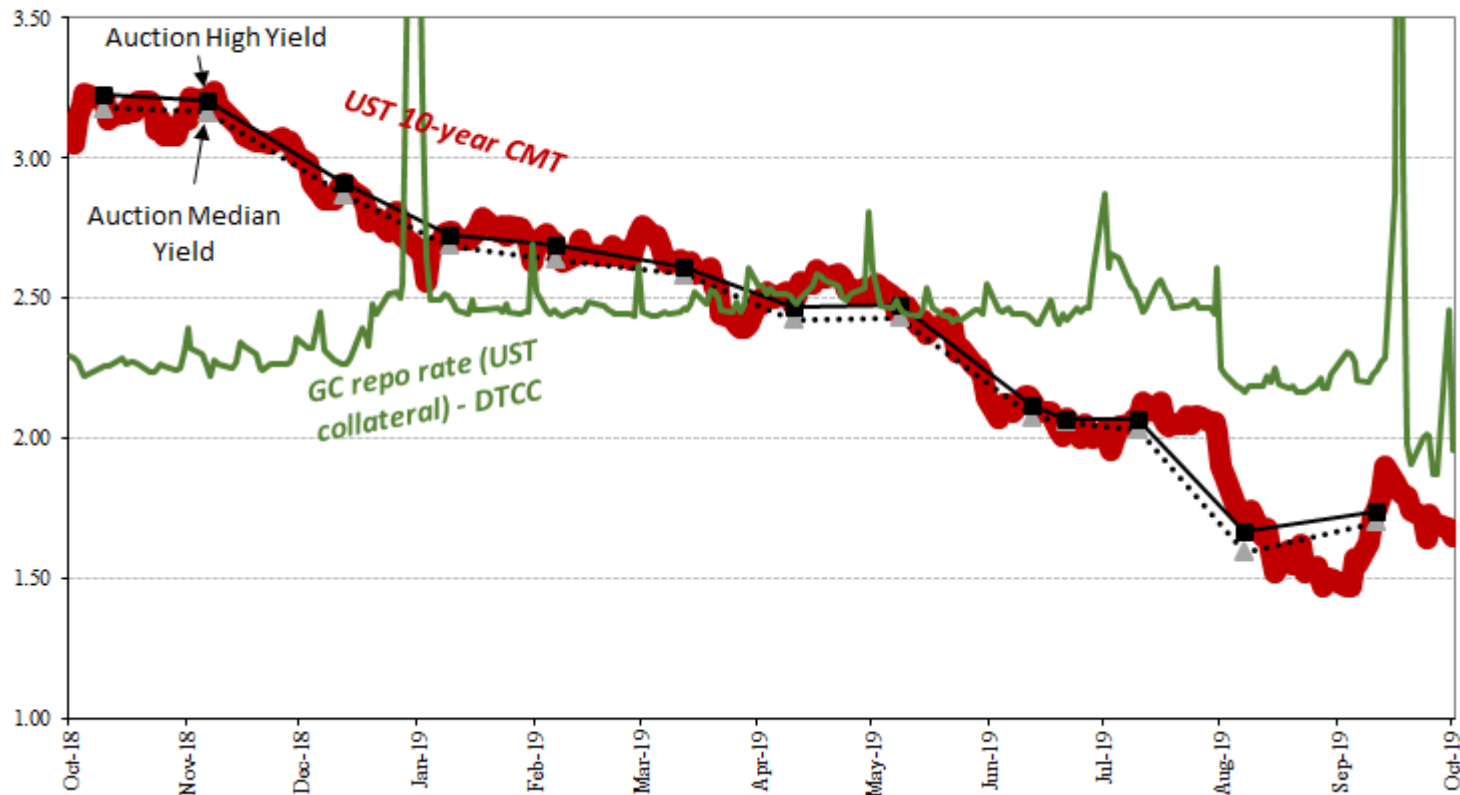


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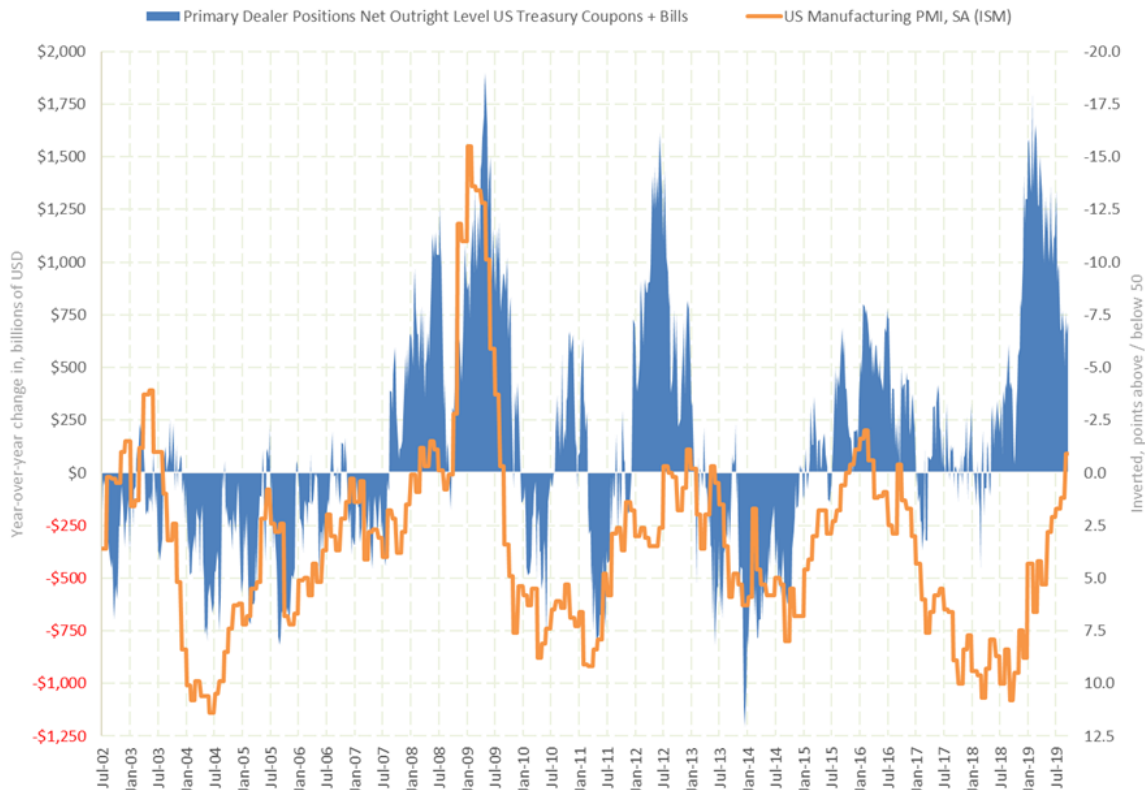


### Treasury & Auction Rates



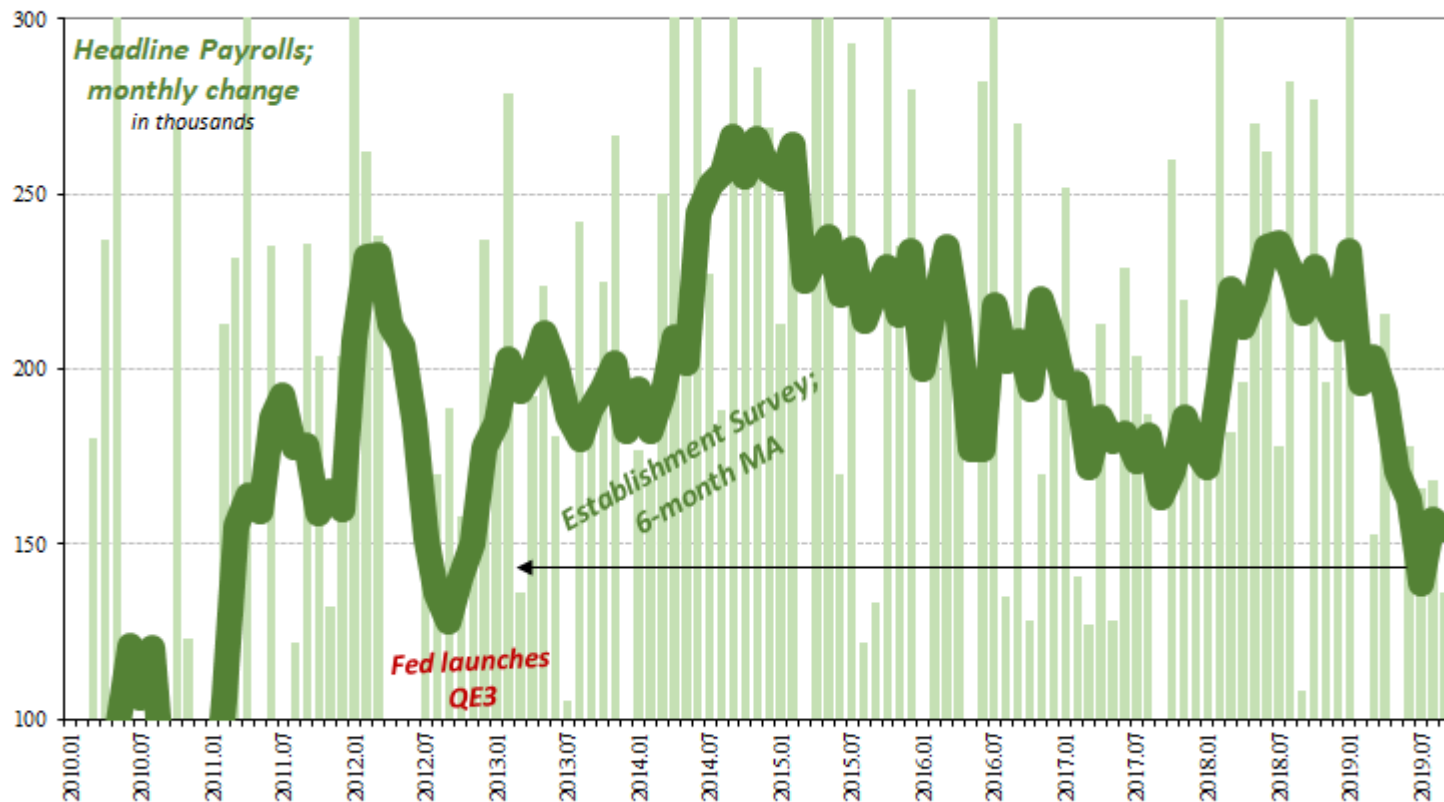


DID BASEL III CAUSE THE LAST THREE SPIKES IN DEALER HOARDINGS TOO?



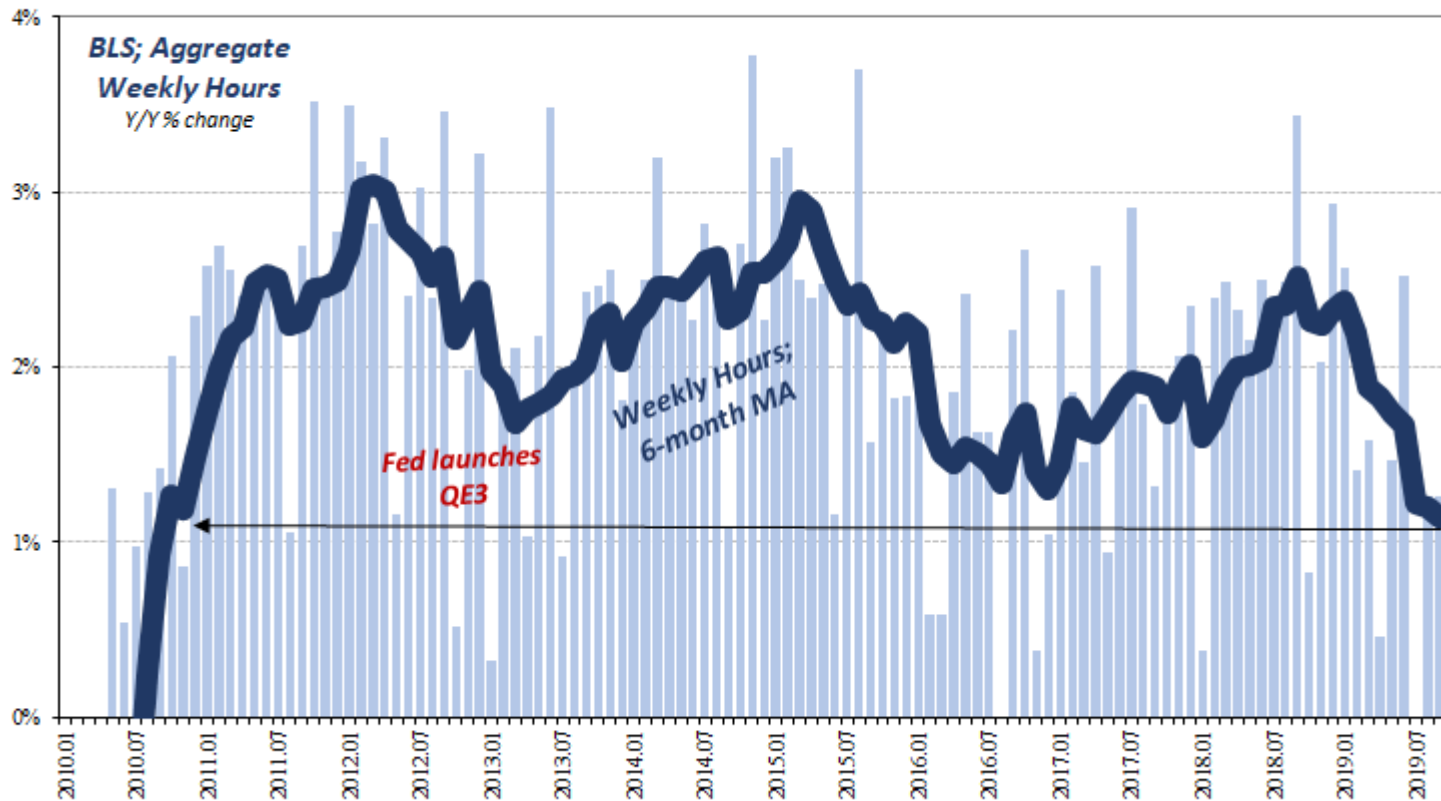


## Bond Market & **Economy**



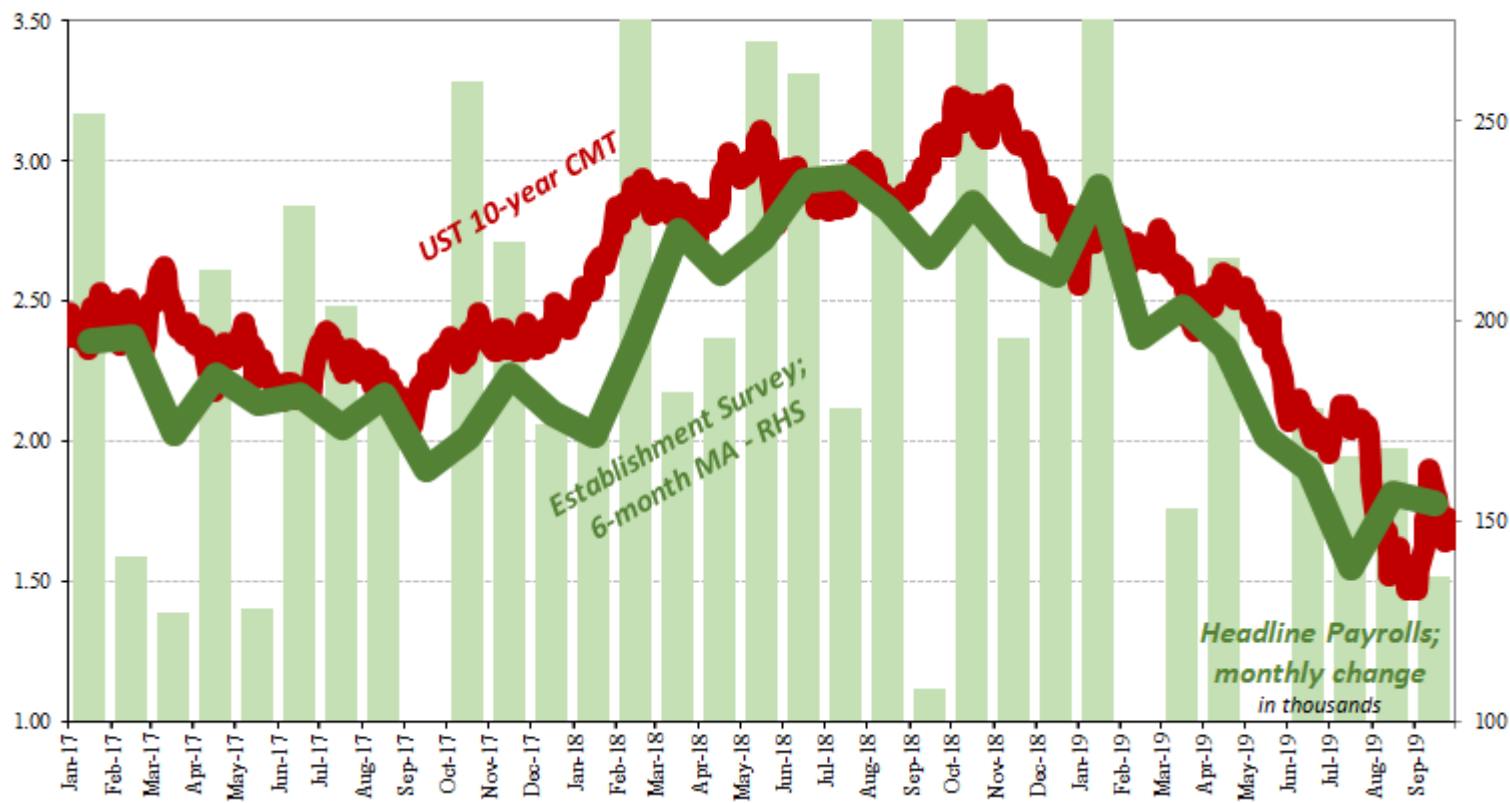


## Bond Market & Economy





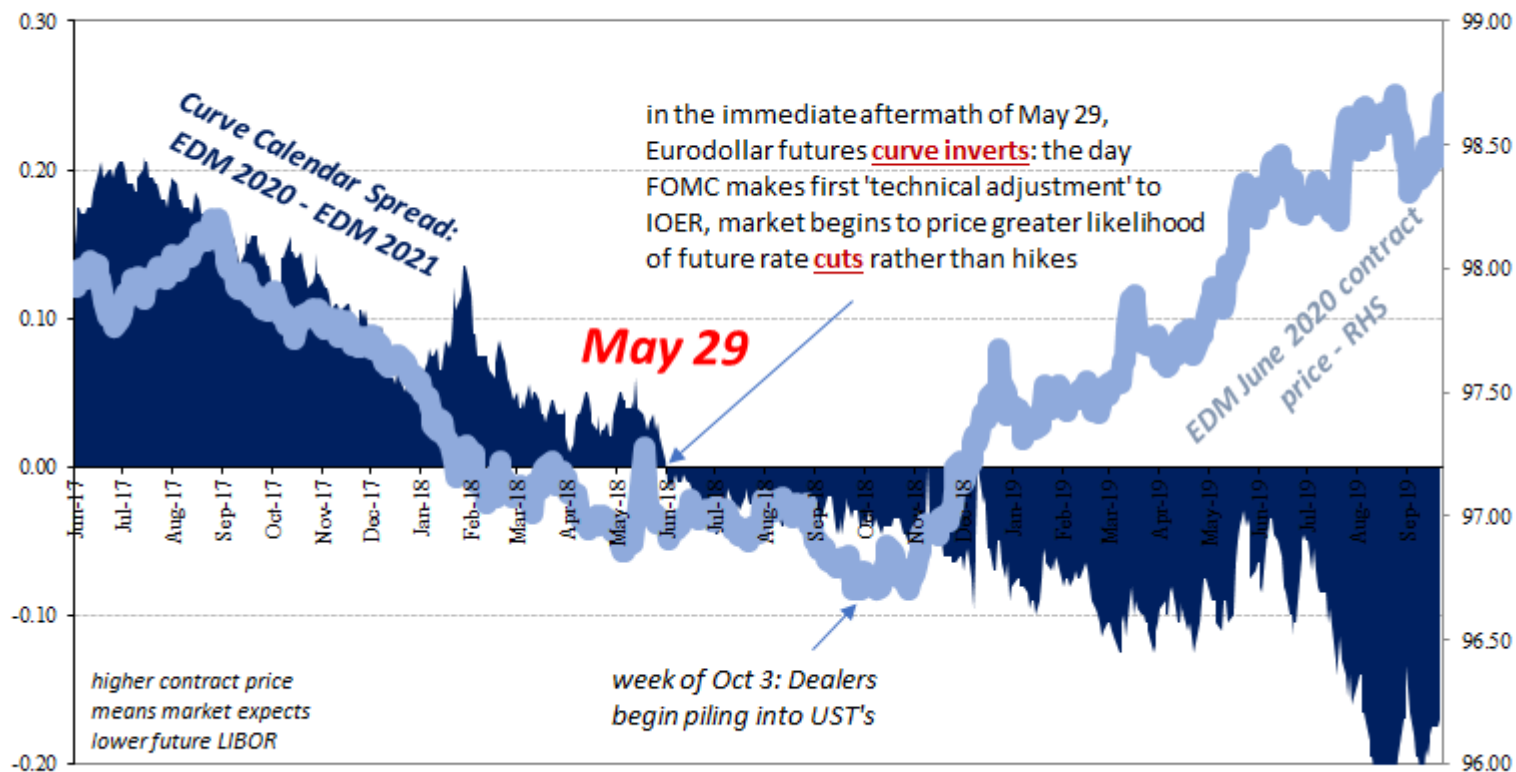
## Bond Market & Economy

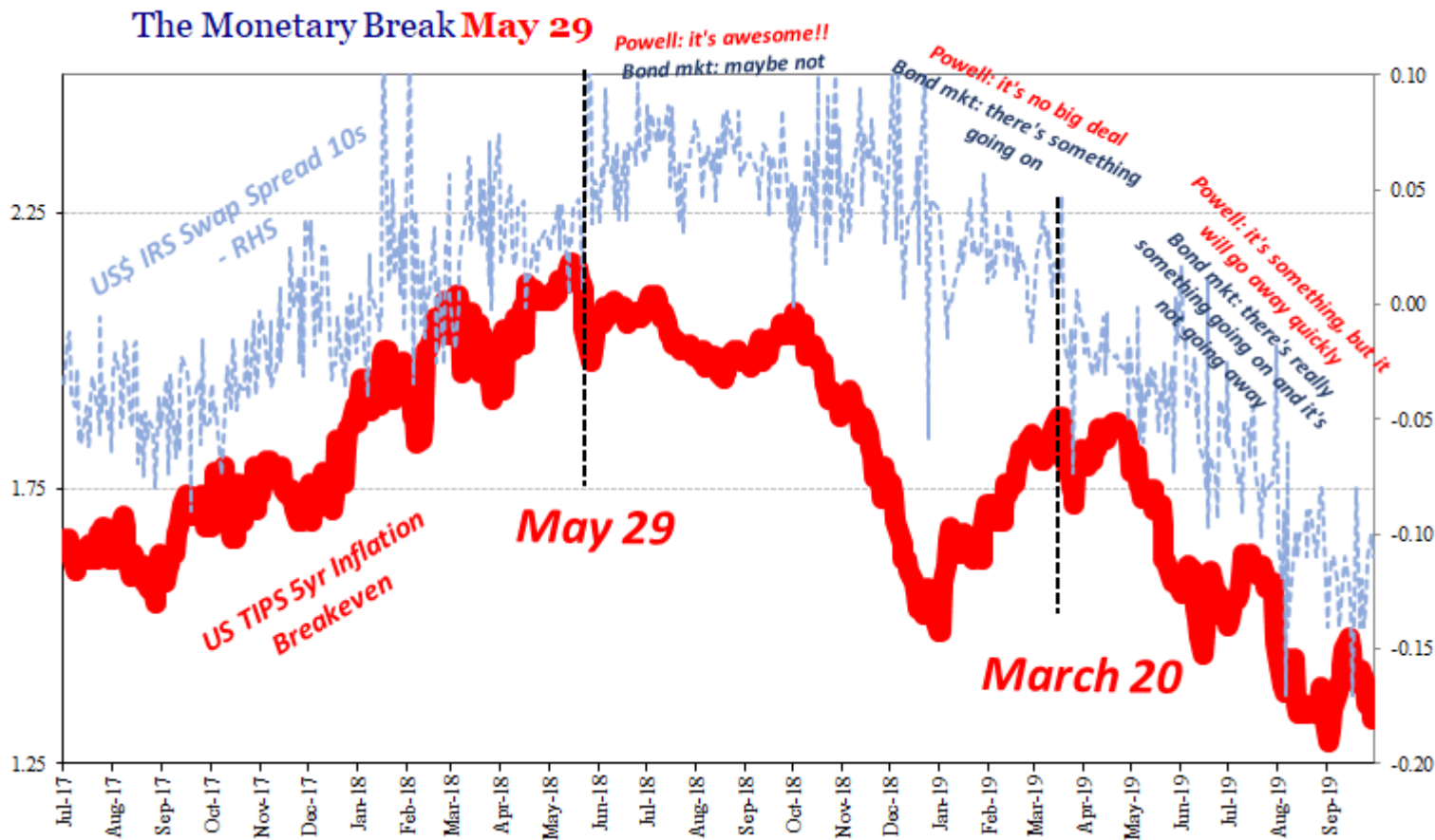






## Eurodollar Futures **Curve**







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**CONCLUDED**

