

The Morning Email: US & Germany

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Want something added? Let me know: jgoulding@ghco.com

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Quotes 1



		32 nds							
	Last	Net	Hi	Low	Open	Volume	Yest Volume	SYM NAME	
TUAU8	105.060	0.000	105.080	105.055	105.067	43,390	283,178	2y Futures	US Futures Market
FVAU8	109.210	0.005	109.247	109.187	109.225	45,300	548,566	5y Futures	
TYAU8	112.245	(0.005)	113.005	112.210	112.300	82,572	871,442	10y Futures	
USAU8	113.275	(0.035)	114.090	113.225	114.050	17,086	261,398	30y Futures	
		Last	Net	Hi	Low	Open		SYM NAME	
BUS02P	100.030	(1.0)	100.050	100.025	100.042			2y	US Cash Treasury Market
BUS05P	99.260	(3.0)	99.302	99.250	99.280			5y	
BUS10P	97.315	(5.0)	98.085	97.285	98.075			10y	
BUS30P	95.060	(12.0)	95.235	94.310	95.225			30y	
		Last	Net	Hi	Low	Open		SYM NAME	
BUS02Y	2.823	1.60	2.839	2.775	2.831			2y Yield	US Cash Treasury Market
BUS05Y	3.538	1.50	3.552	3.507	3.528			5y Yield	
BUS10Y	4.121	2.20	4.141	4.086	4.101			10y Yield	
BUS30Y	4.672	2.70	4.695	4.634	4.645			30y Yield	



		Decimal							
	Last	Net	Hi	Low	Open	Volume	Yest Volume	SYM NAME	
DGU8	102.39	(2.50)	102.46	102.37	102.44	168,325	523,256	Schatz(2Y)	German Futures Markets
DLU8	105.91	(6.50)	106.07	105.85	105.97	171,710	419,250	Bobl(5Y)	
DBU8	110.51	(0.20)	110.72	110.43	110.57	266,121	656,429	Bund(10Y)	

	Price	Yield			
	Last	Last	Coupon	Maturity	SYM NAME
T.US.DE046P0610***	97.52	4.538	4.750	6/11/2010	2 yr CTD
T.US.DE034P0413***	95.36	4.590	3.500	4/12/2013	5 yr CTD
T.US.DE042P0717***	97.52	4.585	4.250	7/4/2017	10 yr CTD
DEP2P*	100.38	4.538	4.750	6/11/2010	2yr OTR
DEP5P*	95.40	4.590	3.500	4/12/2013	5yr OTR
DEP10P*	97.23	4.601	4.250	7/4/2018	10yr OTR

**German
Cash
Treasury
Market**

Notes

- Y = Yield
- DE = German Country Code
- CTD = Cheapest to Deliver
- OTR = On the Run
- * OTR
- ** CTD
- *** CTD & OTR

Quotes 2

This page provided a more detailed look at the quotes for the German Bonds
 German Bonds are quoted in decimal, not 32nds.



		Decimal					
	Bid	Ask	Last	Hi	Low	Chng	SYM NAME
DGU8	102.39	102.39	102.39	102.46	102.37	-2.50	Schatz(2Y)
DLU8	105.91	105.91	105.91	106.07	105.85	-6.50	Bobl(5Y)
DBU8	110.51	110.52	110.51	110.72	110.43	-0.20	Bund(10Y)
		Y Bid	Y Ask	Y Last	Y Hi	Y Lo	SYM NAME
DGU8		4.722	4.720	4.720	4.730	4.683	Schatz(2Y)
DLU8		4.649	4.648	4.648	4.661	4.613	Bobl(5Y)
DBU8		4.661	4.660	4.661	4.671	4.636	Bund(10Y)
		Y Bid	Y Ask	Y Last	Y Hi	Y Lo	SYM NAME
T.US.DE046P0610***		4.555	4.538	4.538	4.560	4.489	2 yr CTD
T.US.DE034P0413***		4.600	4.590	4.590	4.612	4.551	5 yr CTD
T.US.DE042P0717***		4.592	4.585	4.585	4.603	4.557	10 yr CTD
DEP2P*		4.555	4.538	4.538	4.560	4.489	2yr OTR
DEP5P*		4.600	4.590	4.590	4.612	4.551	5yr OTR
DEP10P*		4.608	4.601	4.601	4.618	4.576	10yr OTR

		Decimal					
	Bid	Ask	Last	Hi	Low	Chng	SYM NAME
T.US.DE046P0610***	97.52	97.57	97.57	97.77	97.44	7	2 yr CTD
T.US.DE034P0413***	95.36	95.40	95.40	95.56	95.31	7	5 yr CTD
T.US.DE042P0717***	97.52	97.57	97.57	97.77	97.44	7	10 yr CTD
DEP2P*	100.35	100.38	100.38	100.47	100.34	4	2yr OTR
DEP5P*	95.36	95.40	95.40	95.56	95.31	7	5yr OTR
DEP10P*	97.18	97.23	97.23	97.43	97.10	7	10yr OTR

German Futures

German Futures

German Cash

German Cash

Notes

- Y = Yield
- DE = German Country Code
- CTD = Cheapest to Deliver
- OTR = On the Run
- * OTR
- ** CTD
- *** CTD & OTR

US Financial Futures / Eurex Bond			
	ZN	ZF	ZT
Bund (U)	1.68	2.90	3.50
Bobl (U)	0.95	1.55	2.00
Shatz (U)	0.43	0.70	0.80

US Treasuries v Eurex Bonds			
	2y	5y	10y
Bund (U)	1.5	3.6	6.3
Bobl (U)	2.7	6.3	11.2
Shatz (U)	6.6	15.3	27.1

	Bund (U)	Bobl (U)	Shatz (U)
Bund (U)		1.78	4.32
Bobl (U)	0.56		2.42
Shatz (U)	0.23	0.41	

Note: Eurex products are pulled from Bloomberg and are static. Meaning, I only update them once in a while but always on rolls.

US Cash Treasuries (OTR)

	Bid	Ask	Last
US2y	2.827	2.823	2.823
US5y	3.542	3.538	3.538
US10y	4.125	4.121	4.121

German Cash Treasuries (OTR)

	Bid	Ask	Last
DE2y	4.555	4.538	4.538
DE5y	4.600	4.590	4.590
DE10y	4.608	4.601	4.601

Spreads (Bps)

ZT/SCHATZ	-1.804
ZF/BOBL	-1.131
ZN/BUND	-0.585

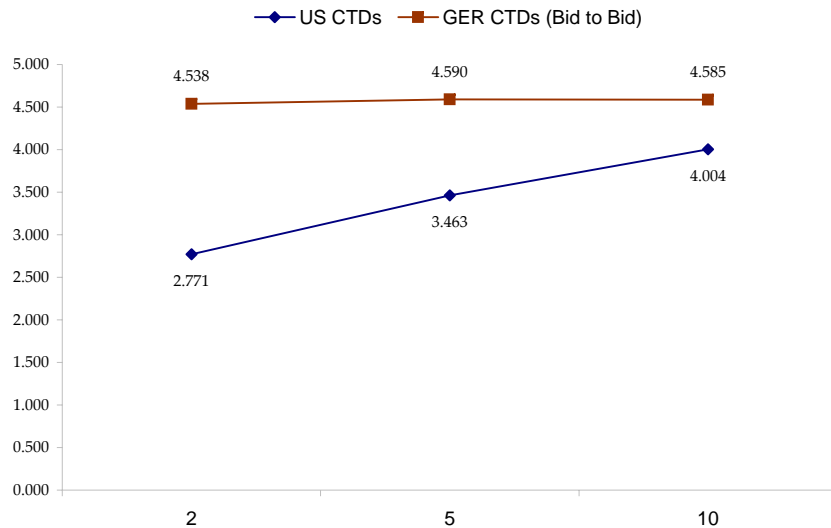
US Cash Treasuries (CTD)

	Bid	Ask	Last
3.625 of 06/10	2.771	2.734	2.734
3.375 of 11/12	3.463	3.459	3.459
5.125 of 05/16	4.004	4.000	4.000

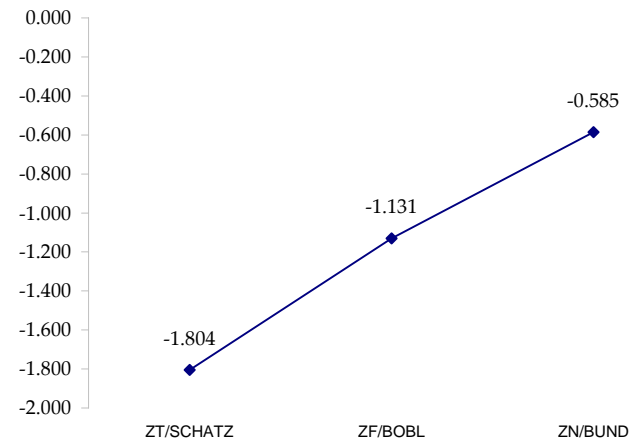
German Futures (CTD)

	Bid	Ask	Last
4.750 of 06/10	4.555	4.538	4.538
3.500 of 04/13	4.600	4.590	4.590
4.250 of 07/17	4.592	4.585	4.585

This chart shows the US futures, ZT, ZF, and ZN quoted in yield, then, comparing them to the German Futures, the Schatz (2yr), Bobl (5yr), and Bund (10yr). Cheapest to Deliver (CTD) are used as proxies for the yields.



US minus German, Futures (bps)



When does the volume trade? Between what hours of the day? These are the two questions most frequently asked, by new traders to this contract. Of course number releases pertaining to the German economy will produce volume. Past that we can look at a chart of the Bund as determine when volume occurs.

Time	Volume	
	Rises	Drops
1:00 AM CST	x	
7:00 AM CST	x	
10:00 AM CST		x
11:00 AM CST		x
German Econ Release	x	
US Econ Release	x	

Bond Market Characteristics

From The Treasury Bond Basis Book 3rd Edition, by Galen Burghardt

Accrued Interest	Germany	Japan	UK
Coupon (date)	Annual	semi (20th)	semi
Ex-dividend (days)	no	no	yes (7)
Accrual basis	actual	actual	actual
Year Basis	actual	365	actual

Settlement time frame

Domestic	T+2	T+3	T+3
International	T+3	na	na

Trading Basis

Quotation	price	simple yield	price
Tick	decimal	bp	decimal
Tax (resident)	0	0	0
Price/Yield Method	ISMA	Simple	DMO

Repo

Accrual basis	actual	actual	actual
Year basis	360	0	365

