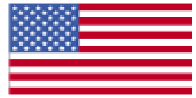


The Morning Email: US Deliverable Basket

7/1/2008 5:59

Central Time

This email lists the deliverable baskets against the Chicago Board of Trade Financial Futures 2, 5, 10, & 30 year.
The work in this document is based on the work of *Galen Burghardt.* I highly suggest reading his books on the Bond Basis and the Eurodollar.

Closes were last marked on Monday,

06/25/2008 @ 2pm (mm/dd/yyyy).

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

Time (CT)	5:59:17	**Sep08 Fut**	**Last 32**	**Sep08 Fut**	**Last 32**		**Last Delivery Day**	**Last Trading Day**
Trade Date	7/1/2008	ZT	105.207	ZN	114.050	**2yr / 5yr**	10/03/2008	9/30/2008
Settle Date	7/2/2008	ZF	110.222	ZB	116.005	**10yr/ 30yr**	9/30/2008	9/19/2008

2 Yr Symbol	**Last 32**	**Coup**	**Issue Date**	**Mat Date**	**CF**	**Basis**	**Yield**	**DV01 ($)**	**DV01 32**	**MDUR**	**Full Price**	**2 PM Close Yield**	**Diff**
T.US.B035P0610	102.0450	3.625	06/15/05	06/15/10	0.9610	37.50	2.493	$ 192	0.615	1.88	102.309	2.754	-0.260
T.US.B027P0610***	100.1770	2.875	06/25/08	06/30/10	0.9488	27.72	2.587	$ 194	0.621	1.93	100.608	2.827	
T.US.B037P0710	102.1970	3.875	07/15/05	07/15/10	0.9636	43.96	2.545	$ 200	0.641	1.92	104.415	2.792	-0.247
T.US.B041P0810	103.0320	4.125	08/15/05	08/15/10	0.9665	49.71	2.609	$ 209	0.669	2.00	104.664	2.836	-0.227
T.US.B037P0910	102.2200	3.785	09/15/05	09/15/10	0.9605	56.68	2.609	$ 217	0.693	2.09	103.809	2.848	-0.239

5Yr Symbol	**Last 32**	**Coup**	**Issue Date**	**Mat Date**	**CF**	**Basis**	**Yield**	**DV01 ($)**	**DV01 32**	**MDUR**	**Full Price**	**2 PM Close Yield**	**Diff**
T.US.B033P1112**	100.2150	3.375	11/30/07	11/30/12	0.9044	35.96	3.210	$ 418	1.338	4.06	102.922	3.451	-0.242
T.US.B035P1212	101.2300	3.625	12/31/07	12/31/12	0.9120	42.69	3.211	$ 429	1.374	4.12	104.142	3.466	-0.255
T.US.B027P0113	98.1620	2.875	01/31/08	01/31/13	0.8822	44.85	3.228	$ 422	1.350	4.20	100.426	3.479	-0.251
T.US.B026P0213	97.2700	2.750	02/29/08	02/28/13	0.8755	47.25	3.252	$ 428	1.370	4.29	99.669	3.497	-0.244
T.US.B024P0313	96.2170	2.500	03/31/08	03/31/13	0.8637	51.51	3.261	$ 433	1.384	4.40	98.331	3.496	-0.236
T.US.B031P0413	99.1070	3.875	04/30/08	04/30/13	0.8862	57.26	3.274	$ 444	1.421	4.36	101.893	3.521	-0.246
T.US.B034P0513	100.2900	3.500	06/02/08	05/31/13	0.8995	60.72	3.298	$ 461	1.477	4.47	103.201	3.538	-0.240
T.US.B033P0613*	100.1020	3.375	06/25/08	06/30/13	0.8928	65.51	3.305	$ 468	1.497	4.56	102.529	3.548	-0.243

													2 PM Close	
10 Yr Symbol	**Last 32**	**Coup**	**Issue Date**	**Mat Date**	**CF**	**Basis**	**Yield**	**DV01 ($)**	**DV01 32**	**MDUR**	**Full Price**		**Yield**	**Diff**
T.US.B041P0515**	103.155	4.125	5/16/2005	5/15/2015	0.9003	26.74	3.548	$ 617	1.975	5.93	104.022		3.684	-0.136
T.US.B042P0815	104.020	4.250	8/15/2005	8/15/2015	0.9040	31.75	3.597	$ 638	2.042	6.04	105.674		3.880	-0.283
T.US.B044P1115	105.175	4.500	11/15/2005	11/15/2015	0.9153	38.02	3.634	$ 662	2.119	6.24	106.134		3.812	-0.177
			Please go to last page to view missing issue.											
T.US.B051P0516	109.130	5.125	5/15/2006	5/15/2016	0.9478	42.94	3.733	$ 713	2.283	6.48	110.075		3.952	-0.219
T.US.B047P0816	107.140	4.875	8/15/2006	8/15/2016	0.9310	41.24	3.801	$ 723	2.314	6.62	109.286		3.935	-0.134
T.US.B045P1116	105.210	4.625	11/15/2006	11/15/2016	0.9136	47.72	3.828	$ 734	2.348	6.91	106.260		3.970	-0.142
T.US.B045P0217	105.130	4.625	2/15/2007	2/15/2017	0.9115	47.38	3.880	$ 750	2.399	7.00	107.160		4.026	-0.146
T.US.B045P0517	104.095	4.500	5/15/2007	5/15/2017	0.9013	49.10	3.921	$ 762	2.438	7.26	104.884		4.077	-0.156
T.US.B046P0817	106.055	4.750	8/15/2007	8/15/2017	0.9158	56.19	3.937	$ 788	2.521	7.30	107.973		4.104	-0.167
T.US.B042P1117	102.120	4.250	11/15/2007	11/15/2017	0.8797	66.40	3.944	$ 788	2.522	7.66	102.929		4.106	-0.162
T.US.B034P0218	96.165	3.500	2/15/2008	2/15/2018	0.8244	80.67	3.938	$ 778	2.490	7.95	97.843		4.101	-0.163
T.US.B037P0518*	99.125	3.875	5/15/2008	5/15/2018	0.8478	87.29	3.950	$ 808	2.586	8.09	99.896		4.111	-0.162

30 Yr Symbol	Last 32	Coup	Issue Date	Mat Date	CF	Basis	Yield	DV01 ($)	DV01 32	MDUR	Full Price	Yield	Diff
T.US.B075P0225**	136.305	7.625	2/15/1995	2/15/2025	1.1671	50.17	4.443	$ 1,440	4.606	10.29	139.844	4.885	-0.442
T.US.B067P0825	128.065	6.875	8/15/1995	8/15/2025	1.0915	50.80	4.454	$ 1,401	4.484	10.71	130.810	4.903	-0.450
T.US.B060P0226	117.260	6.000	2/15/1996	2/15/2026	0.9999	58.32	4.495	$ 1,345	4.305	11.20	120.087	4.939	-0.444
T.US.B066P0826	127.100	6.750	8/15/1996	8/15/2026	1.0811	60.90	4.522	$ 1,444	4.622	11.12	129.872	4.981	-0.459
T.US.B064P1126	124.125	6.500	11/15/1996	11/15/2026	1.0546	65.77	4.525	$ 1,434	4.589	11.45	125.238	4.972	-0.447
T.US.B065P0227	126.010	6.625	2/18/1997	2/15/2027	1.0686	66.30	4.529	$ 1,460	4.670	11.35	128.543	4.972	-0.443
T.US.B063P0827	123.045	6.375	8/15/1997	8/15/2027	1.0418	73.29	4.538	$ 1,460	4.673	11.63	125.558	4.967	-0.428
T.US.B061P1127	120.075	6.125	11/17/1997	11/15/2027	1.0141	83.11	4.549	$ 1,448	4.634	11.96	121.033	4.987	-0.437
T.US.B054P0828	112.070	5.500	8/17/1998	8/15/2028	0.9425	92.39	4.542	$ 1,414	4.525	12.37	114.304	4.979	-0.436
T.US.B052P1128	108.310	5.250	11/16/1998	11/15/2028	0.9133	96.78	4.565	$ 1,395	4.464	12.72	109.654	4.993	-0.428
T.US.B052P0229	109.005	5.250	2/16/1999	2/15/2029	0.9127	100.51	4.568	$ 1,406	4.499	12.66	111.006	4.988	-0.419
T.US.B061P0829	121.065	6.125	8/16/1999	8/15/2029	1.0146	112.25	4.570	$ 1,537	4.917	12.44	123.525	4.983	-0.414
T.US.B062P0530	123.215	6.250	2/15/2000	5/15/2030	1.0300	134.09	4.551	$ 1,595	5.105	12.82	124.487	4.956	-0.404
T.US.B053P0231	111.210	5.375	2/15/2001	2/15/2031	0.9237	144.18	4.532	$ 1,516	4.850	13.33	113.694	4.924	-0.391
T.US.B044P0236	99.270	4.500	2/15/2006	2/15/2036	0.7998	226.10	4.544	$ 1,565	5.009	15.41	101.550	4.921	-0.376
T.US.B046P0237	103.270	4.750	2/15/2007	2/15/2037	0.8308	239.03	4.509	$ 1,643	5.256	15.55	105.645	4.700	-0.190
T.US.B050P0537	108.030	5.000	5/15/2007	8/15/2037	0.8642	251.05	4.496	$ 1,708	5.465	15.53	109.989	4.681	-0.185
T.US.B043P0238*	97.310	4.375	2/15/2008	2/15/2038	0.7771	250.37	4.500	$ 1,604	5.133	16.10	99.627	4.659	-0.160

NOTES

MDUR = Modified Macaulay Duration
CF = Conversion Factor
* = OTR
** = CTD
*** = CTD & OTR
#VALUE! = No quote being provided by exchange
#NUM! = No quote being provided by exchange
Carry (LDD) = Carry cost to Last Delivery Day and is quoted in 32nds
BNOC = Basis Net of Carry and is quoted in 32nds

New Issues:

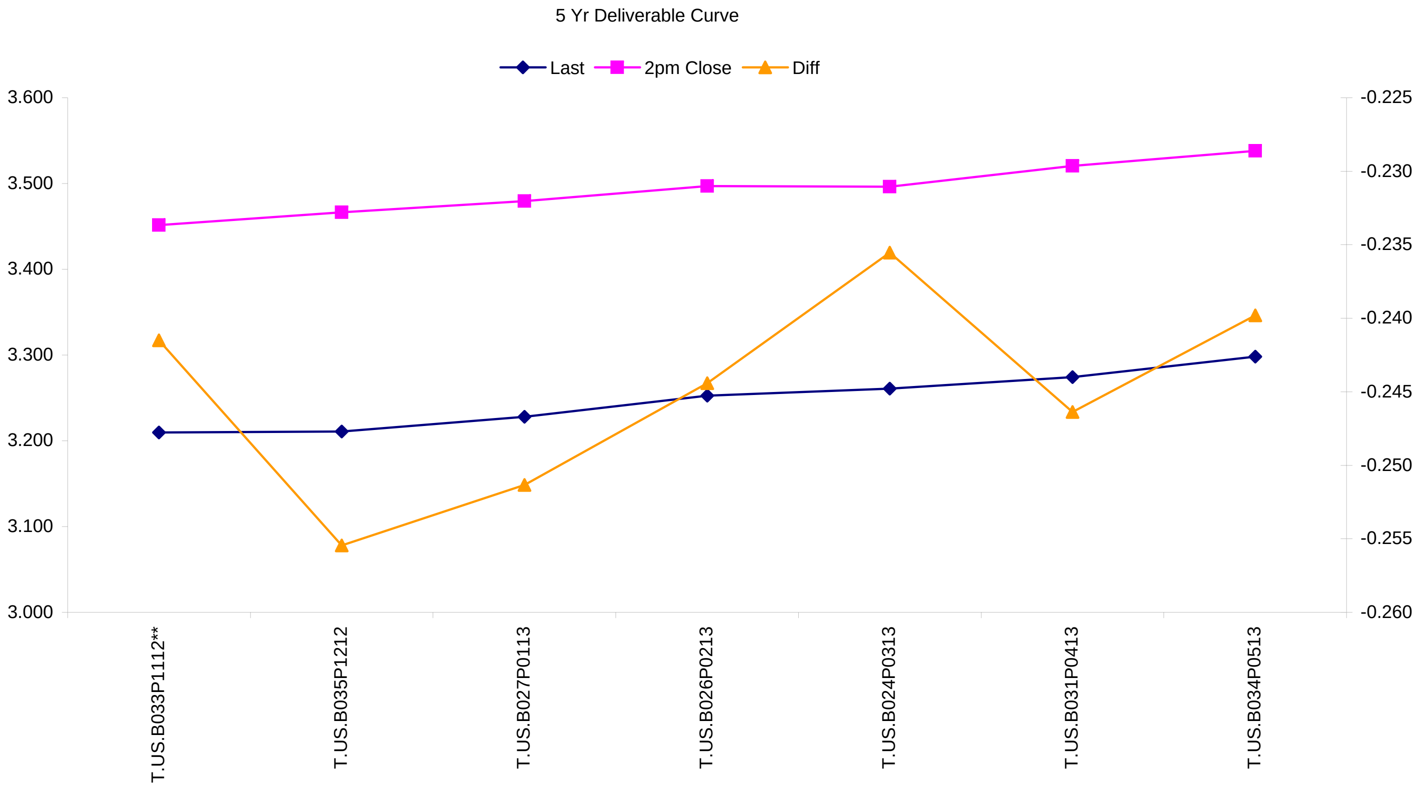
All new issues are Rolled forward based on Yield Roll.

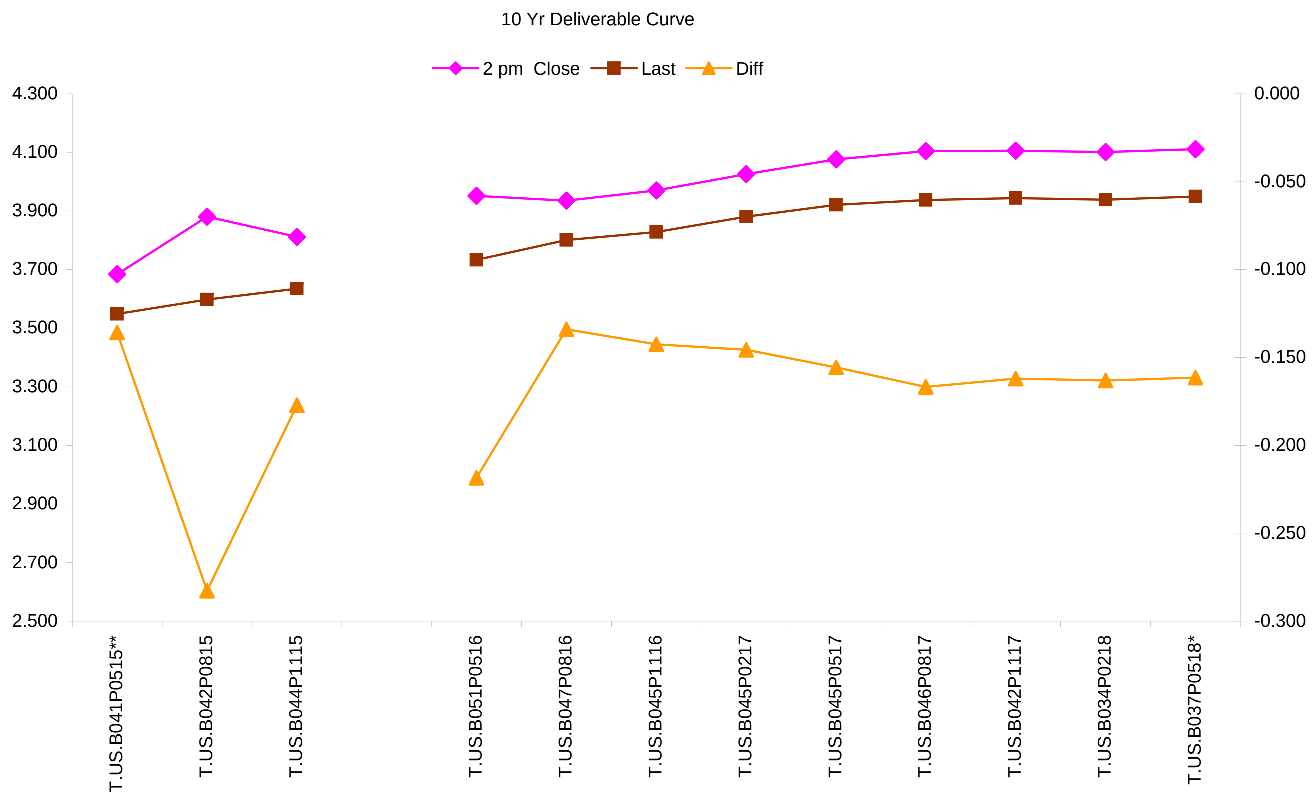
Jim Goulding, jgoulding@ghco.com

Extra Notes:

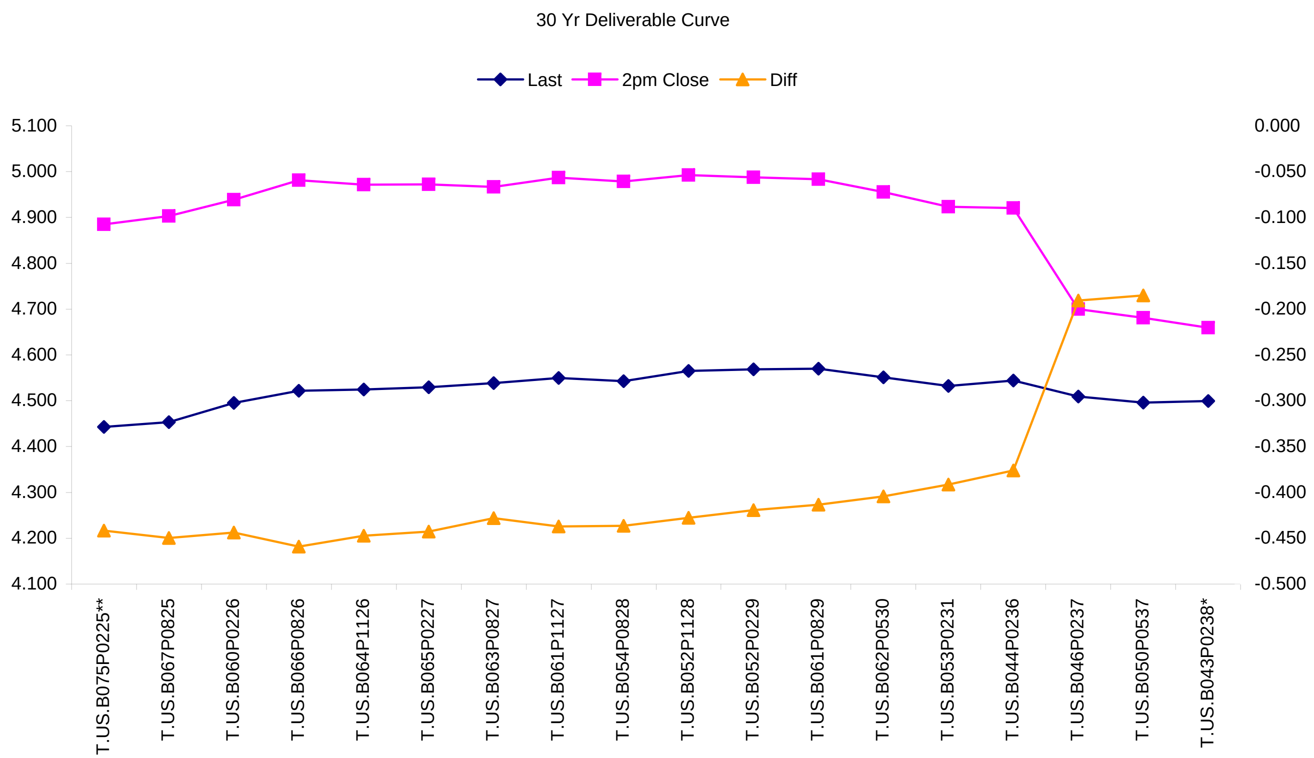
10 Yr Symbol	LAST 32	Coupon	Issue Date	Mat Date	CF	Basis	Yield	DV01 ($)	DV01 32	MDUR	Full Price
T.US.B044P0216	#VALUE!	4.500	2/15/2006	2/15/2016	0.0000	#VALUE!		#VALUE!	#VALUE!	#VALUE!	#VALUE!

The contract above is a big pain in the keister. Trying to chart the entire 10 yr delivery basket is ruined because this contract refuses to give a proper quote, for whatever reason. So, I've exiled it to this page. It resides in the middle of the basket so taking it out shouldn't hurt the chart. I'm only really looking to see if the delivery curve is steepening or flattening anyways. Taking this issue out won't harm the bigger picture.


5 Yr Deliverable Curve
Last
2pm Close
Diff
3.600
3.500
3.400
3.300
3.200
3.100
3.000
-0.225
-0.230
-0.235
-0.240
-0.245
-0.250
-0.255
-0.260
T.US.B033P1112**
T.US.B035P1212
T.US.B027P0113
T.US.B026P0213
T.US.B024P0313
T.US.B031P0413
T.US.B034P0513



A flatter delivery curve will make the 05/15s CTD.
A steeper delivery curve will make the 05/16s CTD


30 Yr Deliverable Curve
Last
2pm Close
Diff
5.100
5.000
4.900
4.800
4.700
4.600
4.500
4.400
4.300
4.200
4.100
0.000
-0.050
-0.100
-0.150
-0.200
-0.250
-0.300
-0.350
-0.400
-0.450
-0.500
T.US.B075P0225**
T.US.B067P0825
T.US.B060P0226
T.US.B066P0826
T.US.B064P1126
T.US.B065P0227
T.US.B063P0827
T.US.B061P1127
T.US.B054P0828
T.US.B052P1128
T.US.B052P0229
T.US.B061P0829
T.US.B062P0530
T.US.B053P0231
T.US.B044P0236
T.US.B046P0237
T.US.B050P0537
T.US.B043P0238*