

The Morning Email: US & Germany

Table of Contents

- Pg 1 Quotes 1
- Pg 2 Quotes 2
- Pg 3 Hedge Ratios - Bloomberg
- Pg 4 Yields & Spreads
- Pg 5 Volume Questions & Global Bond Market Characteristics



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		
TUAZ8	107.030	(0.087)	107.152	107.000	107.132	40,694	384,375	2y Futures	US Futures Market	
FVAZ8	112.277	(0.150)	113.215	112.235	113.207	47,306	769,345	5y Futures		
TYAZ8	114.120	(0.180)	115.130	114.075	115.115	121,349	1,314,104	10y Futures		
USAZ8	118.140	0.050	119.015	118.045	118.165	28,356	436,741	30y Futures		
		Last	Net	Hi	Low	Open		SYM NAME		
BUS02P	100.185	(8.7)	100.292	100.160	100.270			2y	US Cash Treasury Market	
BUS05P	101.225	(16.5)	102.087	101.150	102.055			5y		
BUS10P	102.035	(24.0)	102.300	101.285	102.290			10y		
BUS30P	108.060	11.5	108.315	107.100	107.100			30y		
		Last	Net	Hi	Low	Open		SYM NAME		
BUS02Y	1.693	14.00	1.77	1.52	1.597			2y Yield		
BUS05Y	2.751	11.50	2.81	2.619	2.656			5y Yield		
BUS10Y	3.736	9.00	3.772	3.638	3.659			10y Yield		
BUS30Y	4.019	(1.20)	4.074	3.978	4.071			30y Yield		



		Decimal								
	Last	Net	Hi	Low	Open	Volume	Yest Volume	SYM NAME		
DGZ8	105.09	(2.00)	105.24	104.90	105.13	343,459	1,042,886	Schatz(2Y)	German Futures Markets	
DLZ8	110.93	(1.50)	111.16	110.54	111.10	259,209	730,452	Bobl(5Y)		
DBZ8	115.93	(3.80)	116.60	115.46	116.40	537,123	1,339,379	Bund(10Y)		

	Price	Yield			
	Last	Last	Coupon	Maturity	SYM NAME
T.US.DE040P0910***	101.73	3.081	4/10/1900	9/10/2010	2 yr CTD
T.US.DE036P0713**	101.22	3.463	3.750	7/4/2013	5 yr CTD
T.US.DE042P0718*	102.74	3.872	4.250	7/4/2017	10 yr CTD
DEP2P*	101.67	3.081	4.000	9/10/2010	2yr OTR
DEP5P*	101.22	3.463	3.750	7/4/2013	5yr OTR
DEP10P*	102.90	3.884	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	
DGZ8	105.09	105.09	105.09	105.24	104.90	-2.00	Schatz(2Y)	German Futures
DLZ8	110.92	110.93	110.93	111.16	110.54	-1.50	Bobl(5Y)	
DBZ8	115.92	115.93	115.93	116.60	115.46	-3.80	Bund(10Y)	
	Y Bid	Y Ask	Y Last	Y Hi	Y Lo		SYM NAME	
T.US.DE040P0910***	3.098	3.081	3.081	3.173	3.006		2 yr CTD	German Cash
T.US.DE036P0713**	3.472	3.463	3.463	3.560	3.421		5 yr CTD	
T.US.DE042P0718*	3.878	3.872	3.872	3.946	3.806		10 yr CTD	
DEP2P*	3.098	3.081	3.081	3.173	3.006	-4	2yr OTR	
DEP5P*	3.472	3.463	3.463	3.560	3.421	-6	5yr OTR	
DEP10P*	3.890	3.884	3.884	3.958	3.819	-52	10yr OTR	
	Bid	Ask	Last	Hi	Low	Chng	SYM NAME	
T.US.DE040P0910***	101.73	101.73	101.73	101.73	101.73	102	2 yr CTD	German Cash
T.US.DE036P0713**	101.18	101.22	101.22	101.40	100.80	-6	5 yr CTD	
T.US.DE042P0718*	102.69	102.74	102.74	103.23	102.19	-46	10 yr CTD	
DEP2P*	101.64	101.67	101.67	101.81	101.50	-4	2yr OTR	
DEP5P*	101.18	101.22	101.22	101.40	100.80	-6	5yr OTR	
DEP10P*	102.85	102.90	102.90	103.43	102.30	-52	10yr OTR	

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)	1.56	2.50	2.83
Bobl (U)	0.88	1.36	1.57
Shatz (U)	0.34	0.61	0.69

US Treasuries v Eurex Bonds			
	2y	5y	10y
Bund (U)	1.6	3.9	7.1
Bobl (U)	2.9	6.9	12.6
Shatz (U)	6.7	16.0	29.1

	Bund (U)	Bobl (U)	Shatz (U)
Bund (U)		1.76	4.09
Bobl (U)	0.57		2.32
Shatz (U)	0.25	0.43	

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	1.701	1.693	1.693
US5y	2.756	2.751	2.751
US10y	3.741	3.736	3.736

German Cash Treasuries (OTR)

	Bid	Ask	Last
DE2y	3.098	3.081	3.081
DE5y	3.472	3.463	3.463
DE10y	3.890	3.884	3.884

Spreads (Bps)

ZT/SCHATZ	-1.390
ZF/BOBL	-0.780
ZN/BUND	-0.292

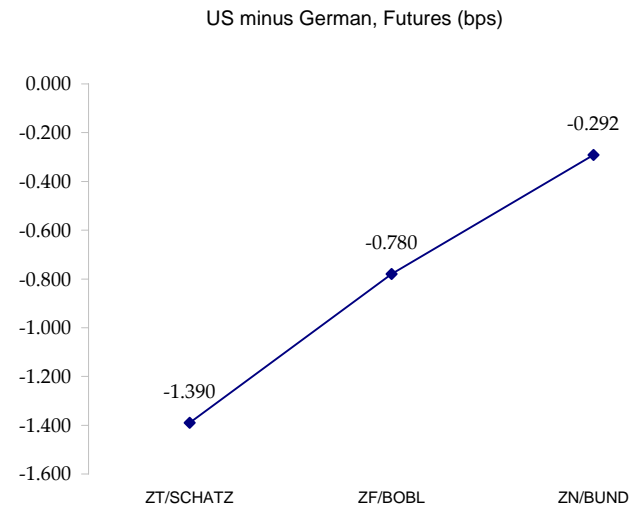
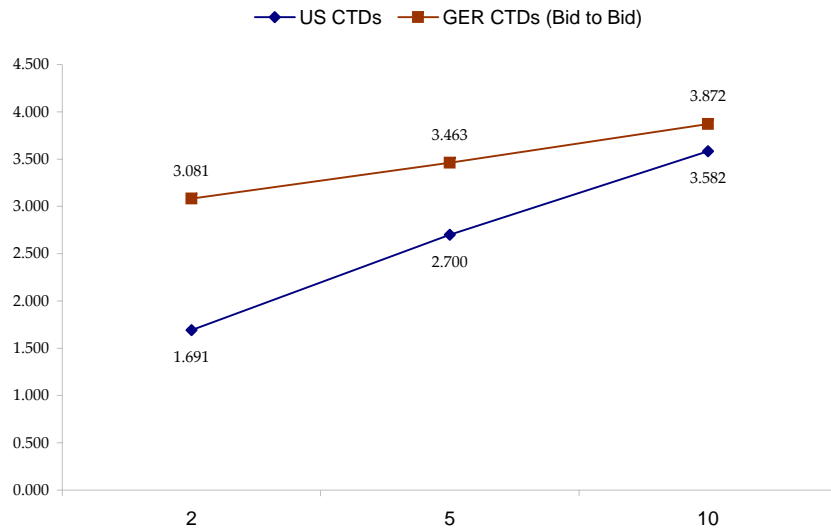
US Cash Treasuries (CTD)

	Bid	Ask	Last
2.000 of 09/10	1.691	1.691	1.691
2.750 of 02/13	2.700	2.683	2.683
5.125 of 05/16	3.582	3.580	3.580

German Futures (CTD)

	Bid	Ask	Last
101.73 of 09/10	3.098	3.081	3.081
3.750 of 07/13	3.472	3.463	3.463
4.250 of 07/17	3.878	3.872	3.872

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.



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

