The Morning Email: Eurodollars & Fed Funds

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Eurodollar Color Codes for Individual Year Strips:

Color	Year	Contracts
White	One	1 – 4
Red	Two	5 – 8
Green	Three	9 – 12
Blue	Four	13 – 16
Gold	Five	17 – 20
Purple	Six	21 – 24
Orange	Seven	25 – 28
Pink	Eight	29 – 32
Silver	Nine	33 – 36
Copper	Ten	37 – 40

Note: Serial Contracts are not included in color scheme.

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

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Eurodollars - Electronic Outright Contracts

(Excluding Serial)

	Last	High	Low	Open	Month	Net	Exp Date	Implied		
EDAM07	94.640	94.640	94.638	94.638	JUN	0.0	6/18/2007	5.360%	Whites	1st Year
EDAU07	94.650	94.650	94.645	94.645	SEP	0.0	9/17/2007	5.350%		
EDAZ07	94.655	94.660	94.645	94.650	DEC	-1.0	12/17/2007	5.345%		
EDAH08	94.690	94.695	94.675	94.680	MAR	0.0	3/17/2008	5.310%		
EDAM08	94.725	94.730	94.705	94.715	JUN	-1.0	6/16/2008	5.275%	Reds	1-2 yrs out
EDAU08	94.740	94.745	94.720	94.725	SEP	-1.0	9/15/2008	5.260%		
EDAZ08	94.735	94.745	94.715	94.725	DEC	-0.5	12/15/2008	5.265%		
EDAH09	94.735	94.740	94.715	94.730	MAR	0.0	3/16/2009	5.265%		
EDAM09	94.715	94.725	94.705	94.705	JUN	-1.0	6/15/2009	5.285%	Greens	2-3 yrs out
EDAU09	94.695	94.705	94.690	94.690	SEP	-1.0	9/14/2009	5.305%		
EDAZ09	94.670	94.670	94.665	94.665	DEC	0.0	12/14/2009	5.330%		
EDAH10	94.655	94.655	94.645	94.645	MAR	-1.0	3/15/2010	5.345%		
EDAM10	94.620	94.620	94.620	94.620	JUN	-1.0	6/14/2010	5.380%	Blues	3-4 yrs out
EDAU10	94.610	#VALUE!	#VALUE!	#VALUE!	SEP	0.0	9/13/2010	5.390%		
EDAZ10	94.580	#VALUE!	#VALUE!	#VALUE!	DEC	0.0	12/13/2010			
EDAH11	94.560	#VALUE!	#VALUE!	#VALUE!	MAR	-0.5	3/14/2011	5.440%		
EDAM11	94.530	#VALUE!	#VALUE!	#VALUE!	JUN	-0.5	6/13/2011	5.470%	Golds	4-5 yrs out
EDAU11	94.510	#VALUE!	#VALUE!	#VALUE!	SEP	-0.5	9/19/2011	5.490%		
EDAZ11	94.480	#VALUE!	#VALUE!	#VALUE!	DEC	0.0	12/19/2011	5.520%		
EDAH12	94.465	#VALUE!	#VALUE!	#VALUE!	MAR	-0.5	3/19/2012	5.535%		
EDAM12									Purples	5-6 yrs out
EDAU12										
EDAZ12										
EDZH13										
EDAM13									Oranges	6-7 yrs out
EDAU13										
EDAZ13										
EDAH14										
EDAM14									Pinks	7-8 yrs out
EDAU14										
EDAZ14										
EDAH15										
EDAM15									Grays	8-9 yrs out
EDAU15										
EDAZ15										
EDAH16										
EDAM16									Coppers	8-10 yrs out
EDAU16										
EDAZ16										
EDAH17										

I do not keep data on purples through the coppers due to the non-liquidity.

Red pack/Gold pack spread, is a 2/10 proxy

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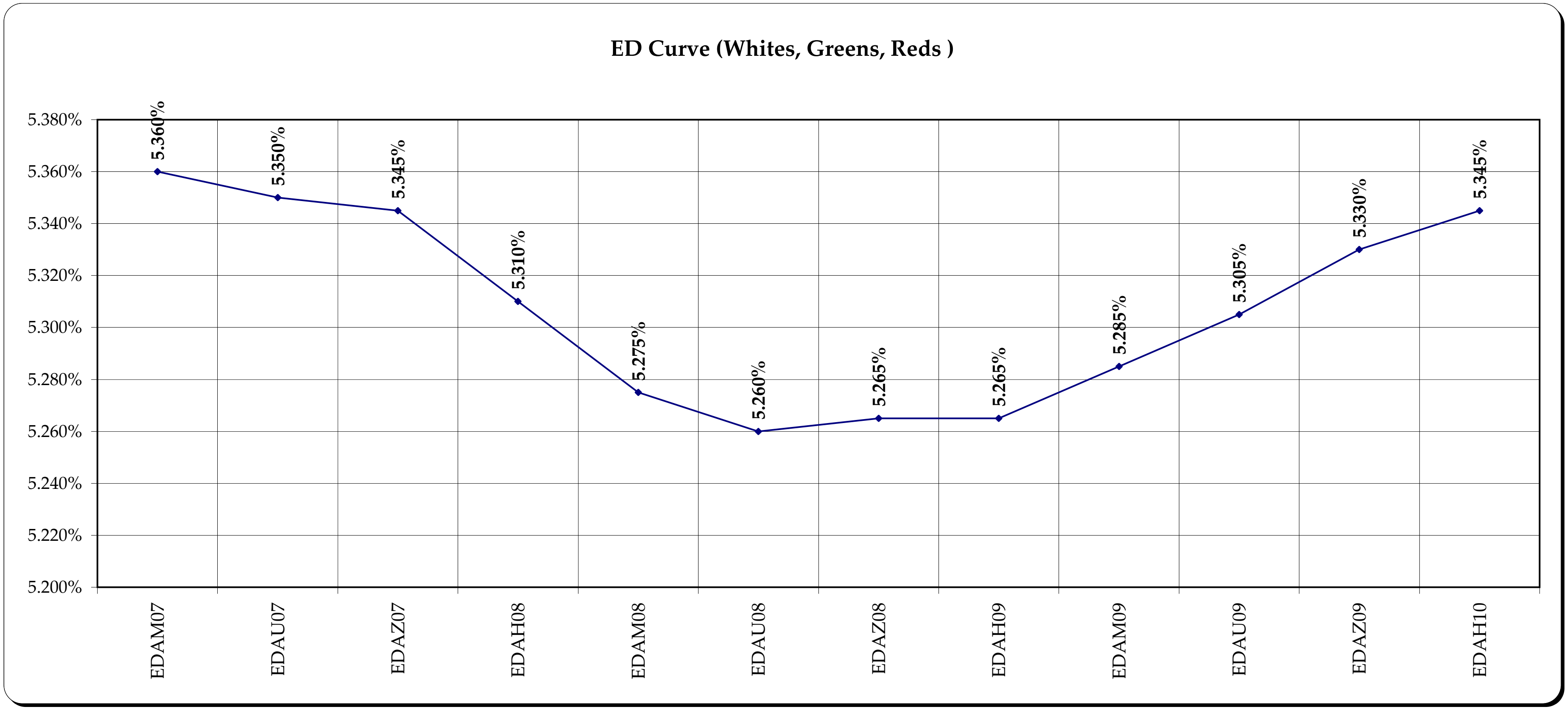
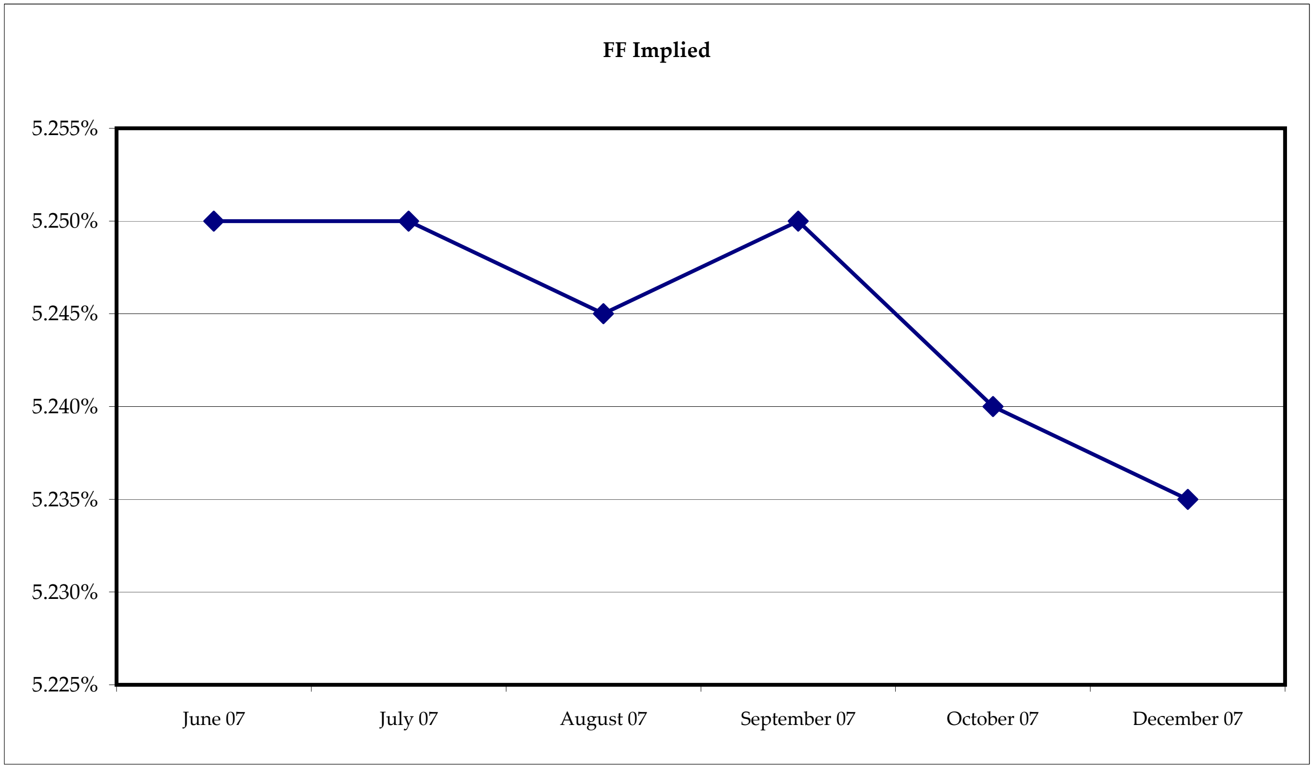

ED Curve (Whites, Greens, Reds)
5.380%
5.360%
5.340%
5.320%
5.300%
5.280%
5.260%
5.240%
5.220%
5.200%
5.360%
5.350%
5.345%
5.310%
5.275%
5.260%
5.265%
5.265%
5.285%
5.305%
5.330%
5.345%
EDAM07
EDAU07
EDAZ07
EDAH08
EDAM08
EDAU08
EDAZ08
EDAH09
EDAM09
EDAU09
EDAZ09
EDAH10

Fed Funds - Outright (Electronically Traded Contracts)

Fed Funds

	ls	net	Implied	
F.FFAM07	94.750	-0.500	5.250%	June 07
F.FFAN07	94.750	0.500	5.250%	July 07
F.FFAQ07	94.755	-0.500	5.245%	August 07
F.FFAU07	94.750	0.000	5.250%	September 07
F.FFAV07	94.760	-1.000	5.240%	October 07
F.FFAZ07	94.765	-0.500	5.235%	December 07

[Jim's note: Table linked to FF % chance]



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Fed Funds % Chance of Tightening, Easing

Actual FF Rate

5.25%

FOMC Meeting Date	FF Rate Projected on X date*	FF Futures Month	% Chance of Change
6/28/2007	**5.00%**	JUN, 2007	**0%**
8/7/2007	**5.00%**	AUG, 2007	**3%**
9/18/2007	**5.00%**	SEP, 2007	**0%**
10/31/2007	**5.00%**	OCT, 2007	**100%**
12/11/2007	**5.00%**	DEC, 2007	**9%**

***FF Rate Projected X date** is provided by me. Meaning, I'm asking the quesiton,
"what are the odds in the FF Futures that the fed will raise/lower to **X** percent FF Rate,
from the current (Actual) FF Rate?"

Volume is non-existent or too small to evaluate anything past
7 months out. This is why I'm only going out that far.

Table is Day Count Equation

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Eurodollar COT Data

Current Positions								
Small Spec			Large Spec			Commercials		
Long	Short	Net	Long	Short	Net	Long	Short	Net
1,216,845	1,560,818	(343,973)	1,326,174	1,197,535	128,639	11,146,876	10,931,543	215,333

As of 5/29/2007

Week over Week Change		
Sm Spec	Lg Spec	Commrcl
(22,078)	**(140,899)**	**162,977**

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Implied Eurodollar Rate minus Implied Fed Funds Rate

Spread^	Price (bps)^
Jun-2007	**11.000**
Jul-2007	**11.000**
Sep-2007	**10.000**
Dec-2007	**11.000**

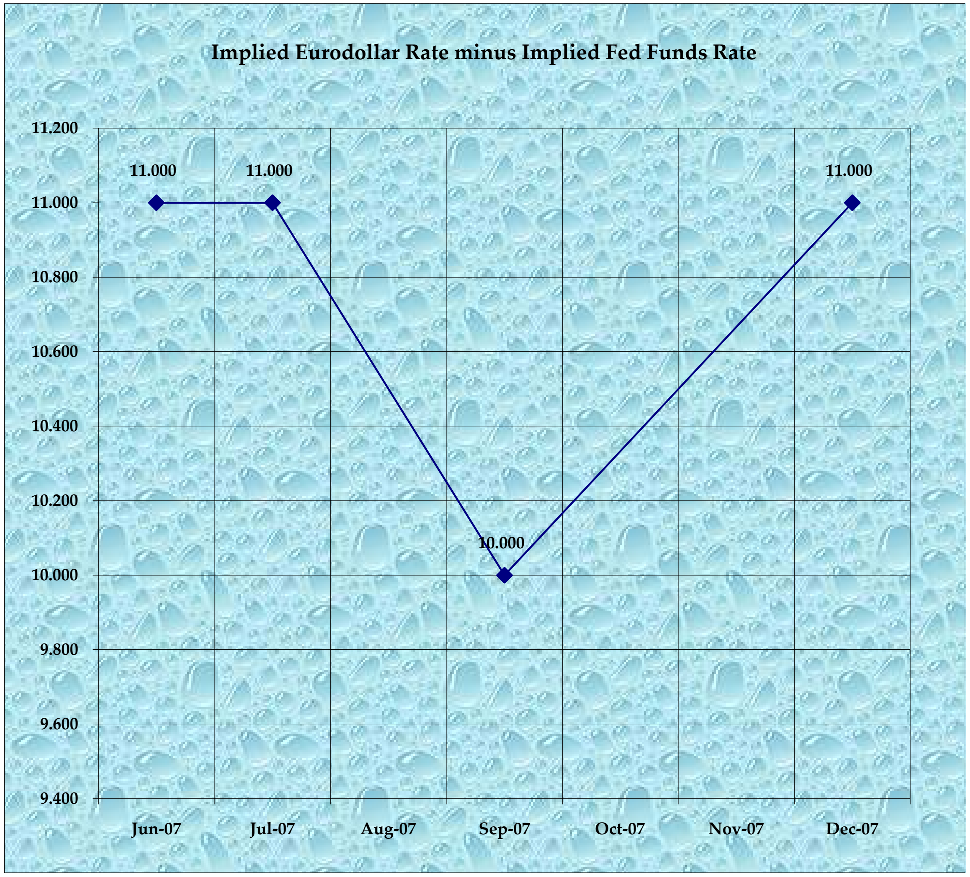
^ Example: 12.250 = 12 1/4 basis points
#Value = No quote being provided by exchange

Fed Funds Outright

Contract	Imp Rate	Contract Month
F.FFAM07	5.2500	Jun-2007
F.FFAN07	5.2500	Jul-2007
F.FFAQ07	5.2450	Aug-2007
F.FFAU07	5.2500	Sep-2007
F.FFAV07	5.2400	Oct-2007
F.FFAX07	5.2300	Nov-2007
F.FFAZ07	5.2350	Dec-2007

Eurodollars Outright

Contract	Imp Rate	Contract Month
F.EDAM07	5.360	Jun-2007
F.EDAN07	5.360	Jul-2007
F.EDAU07	5.350	Sep-2007
F.EDAZ07	5.345	Dec-2007



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