

Office of Debt Management

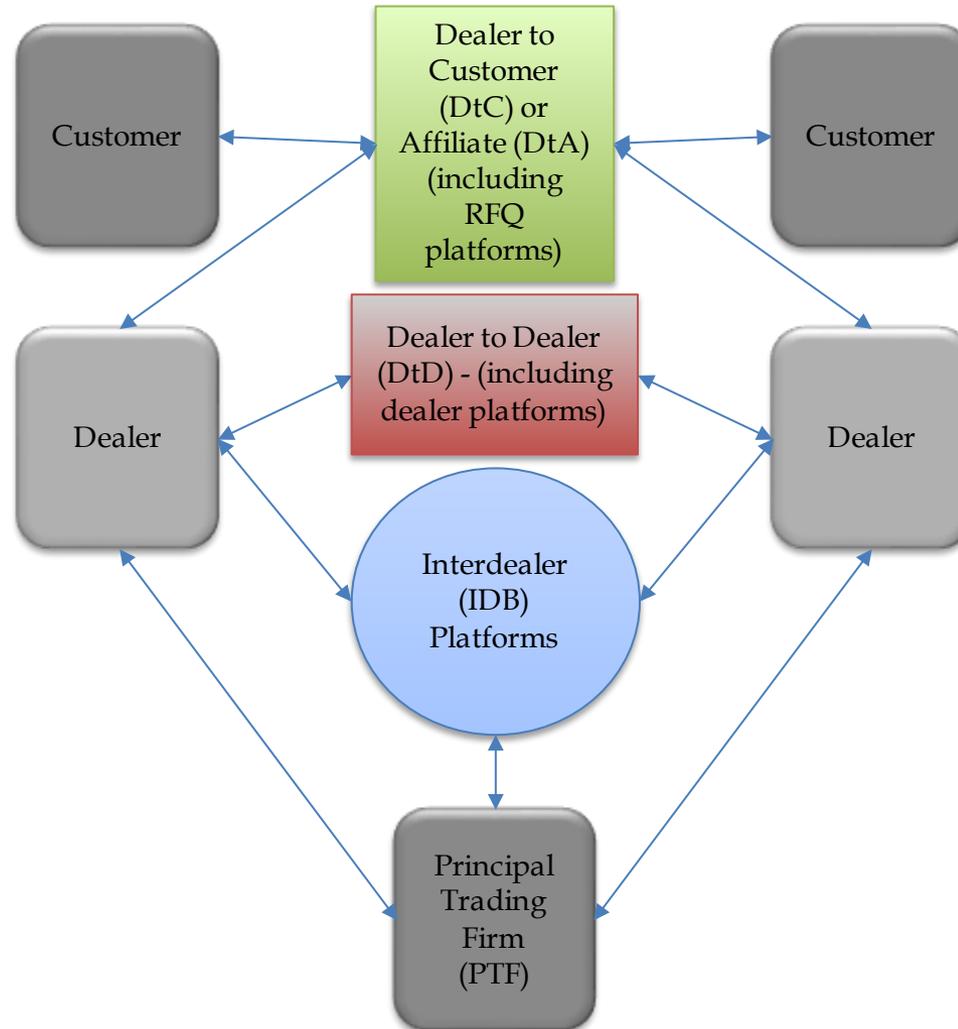


TRACE Data Update*

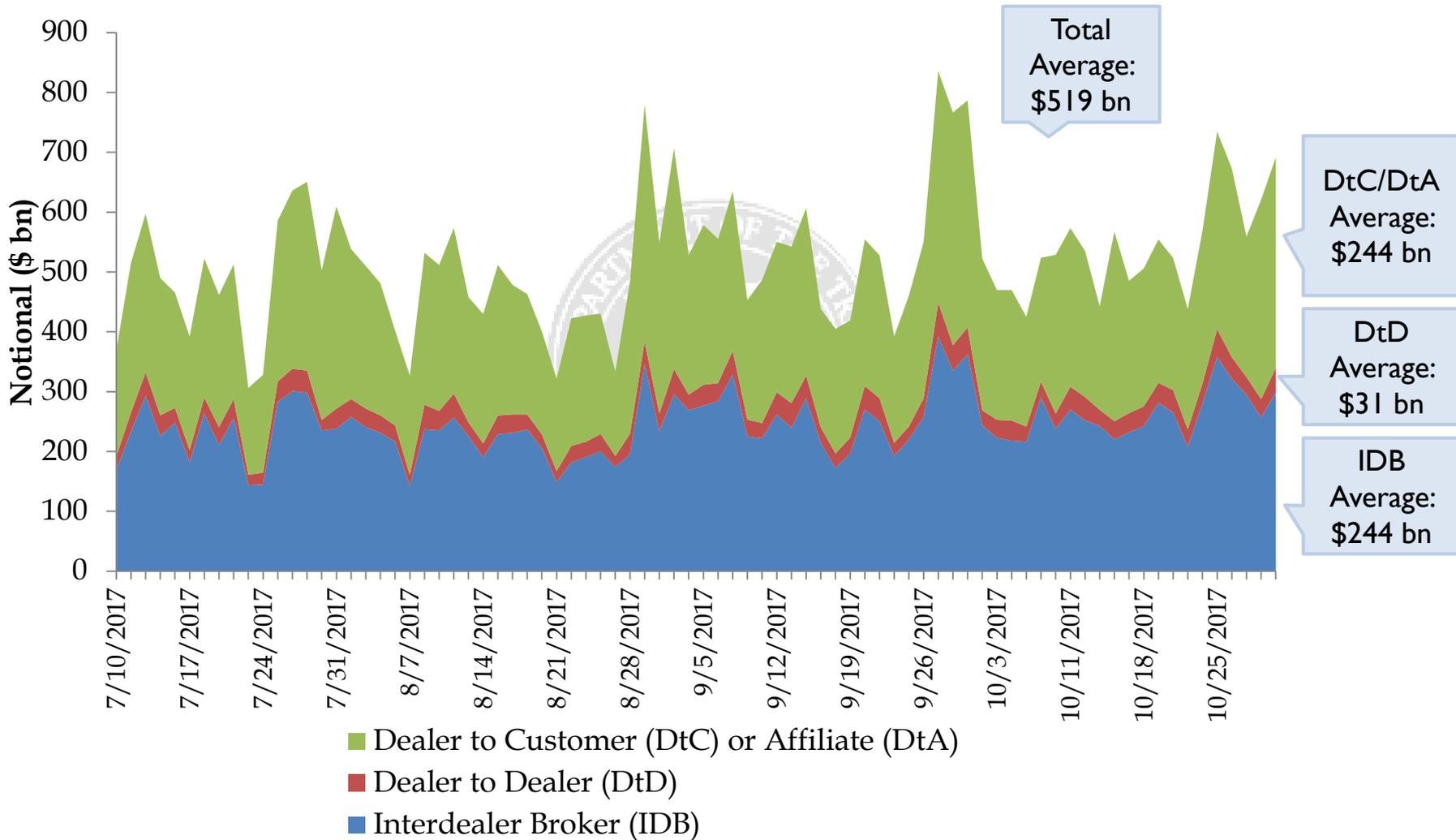
November 2017

*Treasury's TRACE data analysis is preliminary

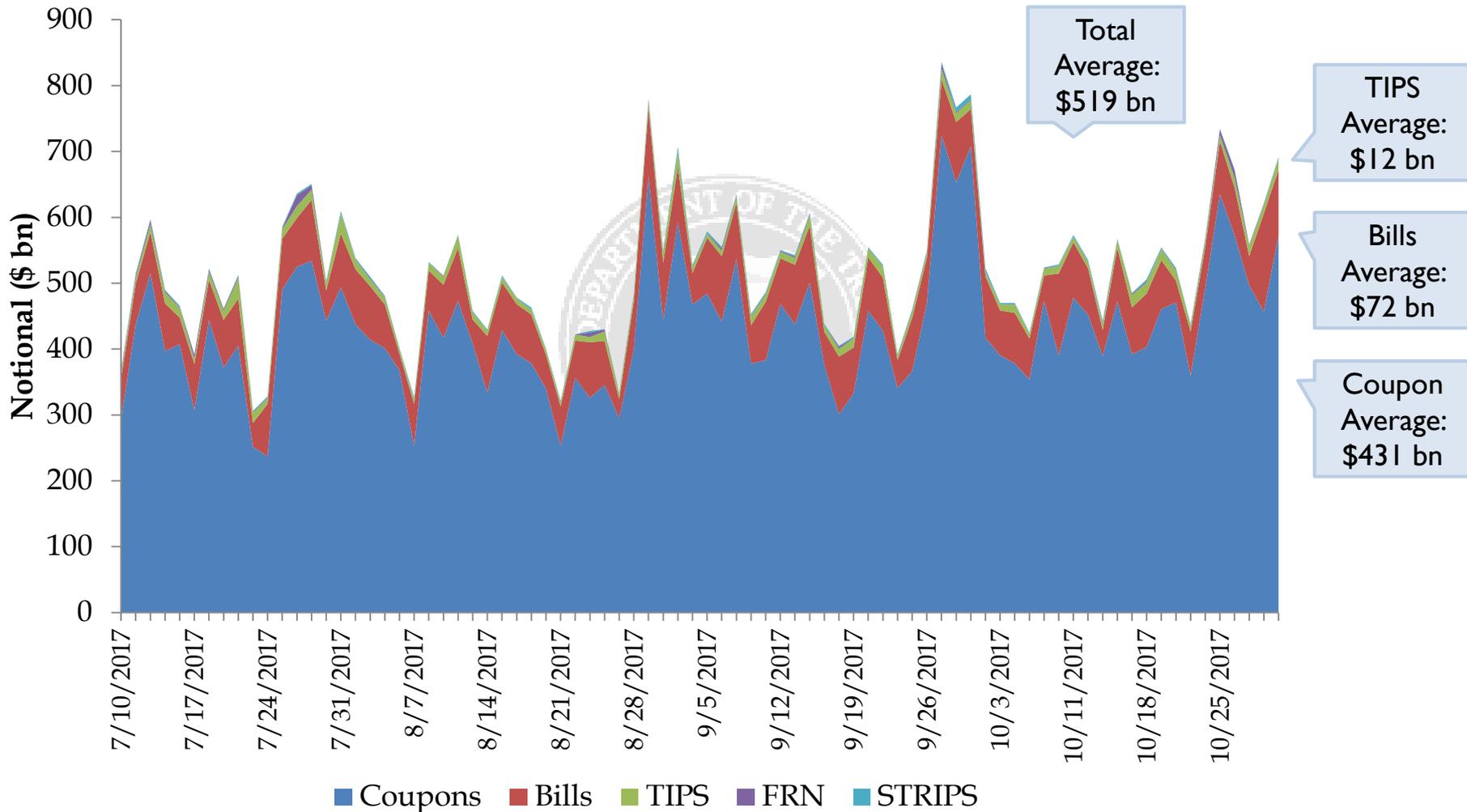
High Level View of the Treasury Market Structure



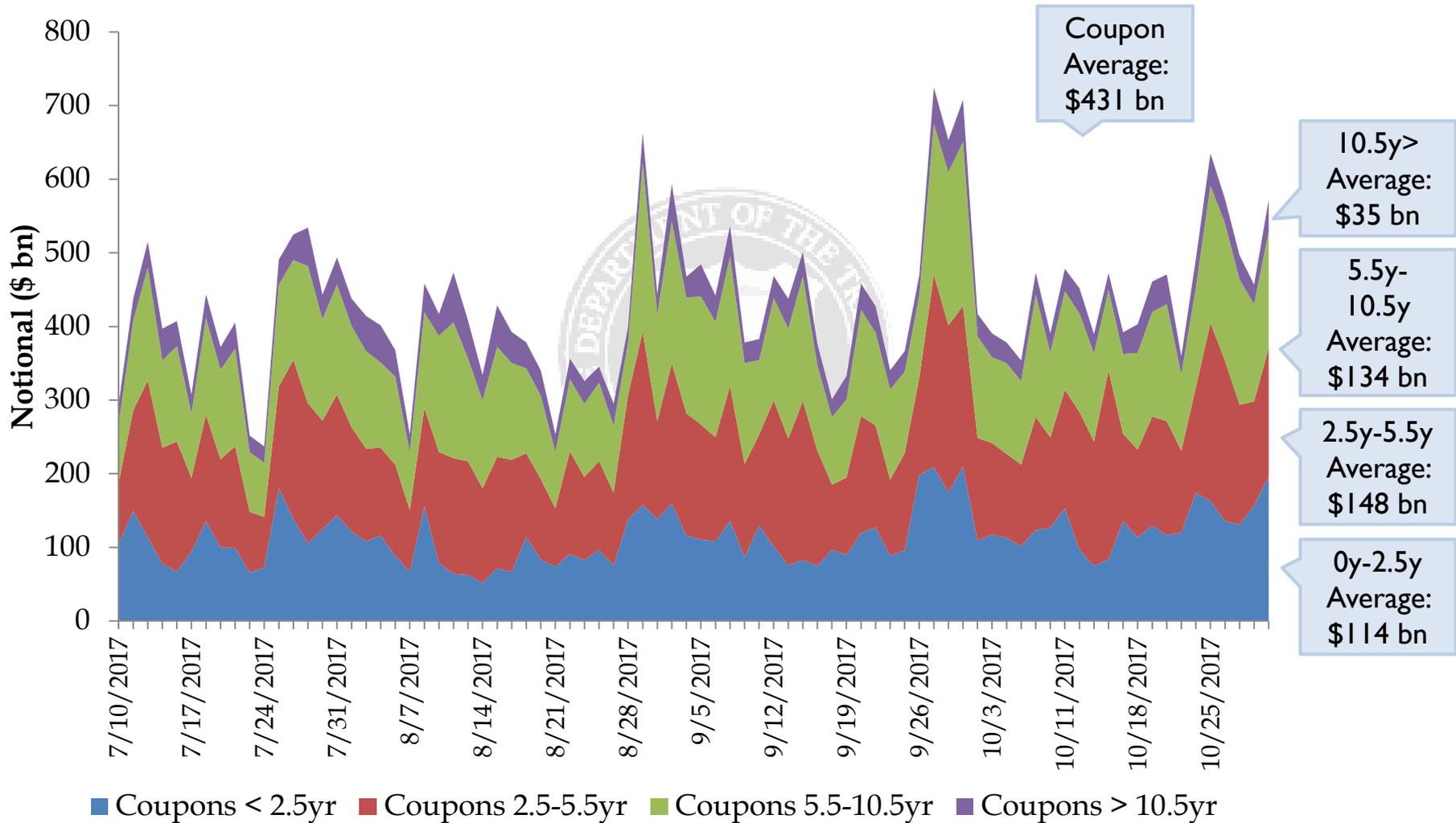
Daily Volumes by Venue



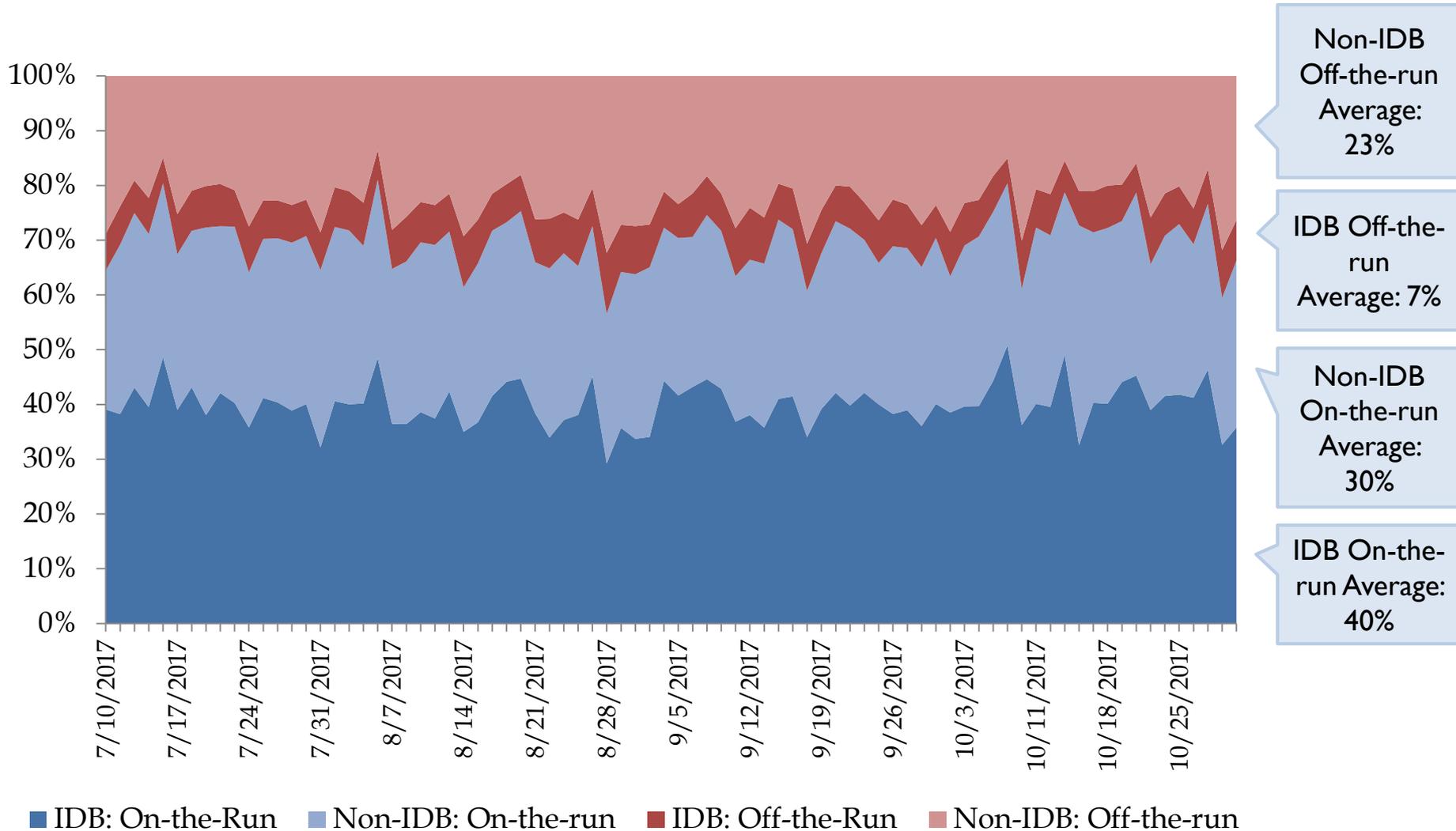
Daily Volumes by Product Type



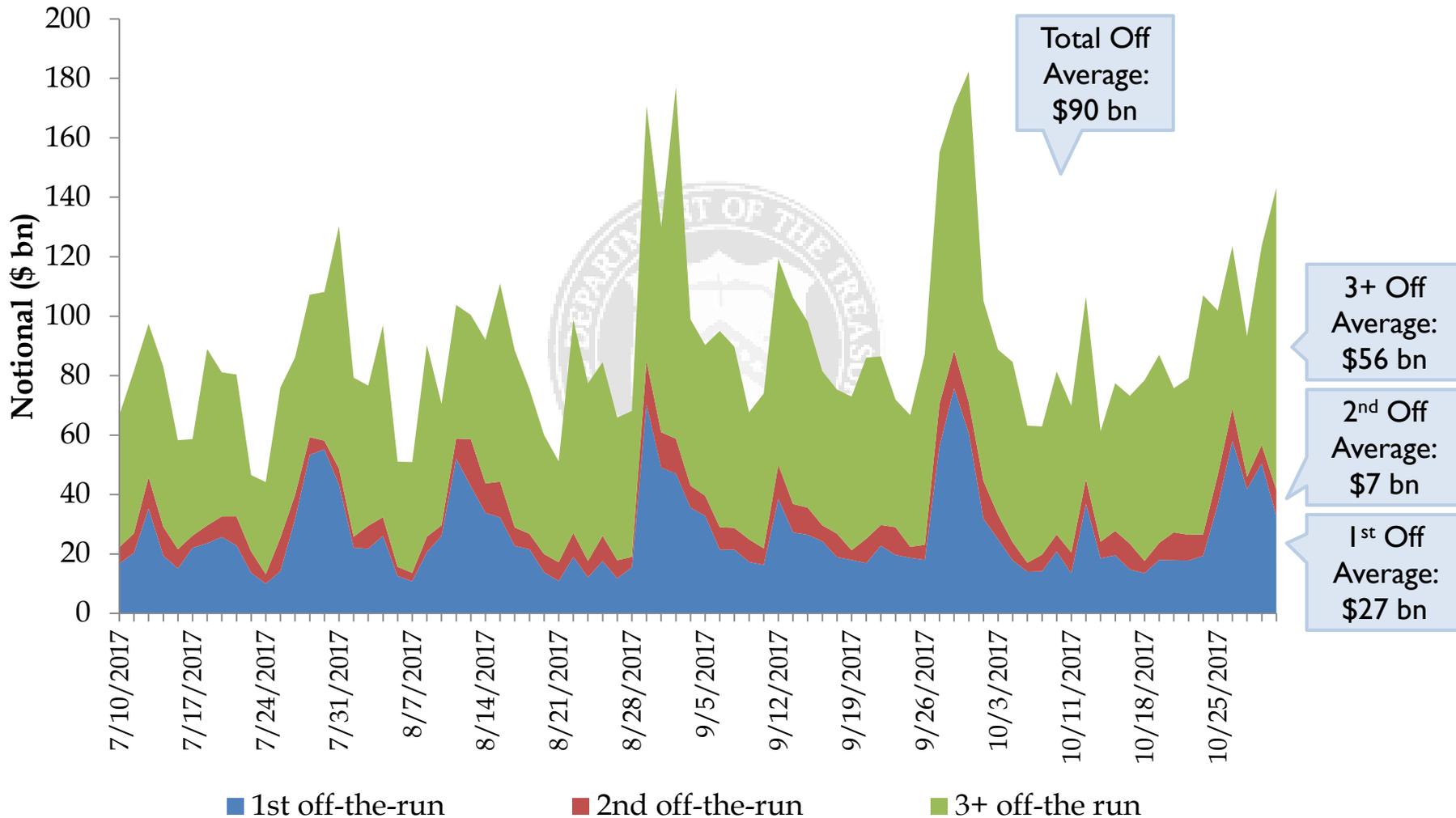
Daily Volumes by Coupon Tenor



Percent of Daily Volume On-the-run by Venue



First vs Deeper Off-the-run Coupon Daily Volumes



History of TRACE for Corporate Bonds 2002-2006

Date	Reporting Timing	Disseminated Securities (size capped at \$5M for IG and \$1M for HY)	Dissemination Timing
July 2002	75 min	Investment grade (\geq BBB) & issue size \geq \$1B; 50 HY bonds (continuity w/ FIPS)	Immediately
March 2003	75 min	All bonds rated \geq A & issue size \geq \$100M	Immediately
April 2003	75 min	120 selected BBB bonds	Immediately
Oct. 2003	45 min	All bonds above (change in trade reporting timeframe)	Immediately
Oct. 2004	30 min	All remaining bonds not eligible for delayed dissemination as defined below (and change in reporting timeframe)	Immediately
Feb. 2005	30 min	Delayed dissemination of eligible bonds (\leq BB bonds which trade $<1x/day$)	Immediately (trade \leq \$1M); 2 days (trade $>$ \$1M, BB rating & new issue BBB traded in first 2 days); 4 days (trade $>$ \$1M, \leq B rating)
July 2005	15 min	All bonds above (change in reporting timeframe)	Same as above
Jan. 2006	15 min	Bonds previously eligible for delayed dissemination	Immediately

Treasury TRACE Data Principles and Next Steps

▶ Treasury TRACE Data Principles

- Do no harm
- Fund the deficit at the least cost
- Do not unduly favor one group
- Improve market structure and technological evolution
- Foster cross-agency understanding

▶ Next Steps

- Launch of comprehensive Treasury outreach to market participants to gather views on transparency