

Macro Roundup Article

Headline: [Who Is Buying US Treasuries?](#)

Article Link: <https://www.apolloacademy.com/who-is-buying-us-treasuries/>

Author(s)	Torsten Sløk
Publication	Apollo
Publication Date	March 19, 2024

Tweet: Torsten Sløk notes the buyer base for US Treasuries has shifted from yield-insensitive central banks and sovereign wealth funds to yield-sensitive households and institutions. Once the Fed starts cutting rates this could steepen the yield curve.

Summary: The buyer base for US Treasuries has shifted from yield-insensitive buyers (sovereign wealth funds and central banks, including the Fed) to yield-sensitive buyers (US households, US pensions, US insurance). This may become a problem once the Fed begins to cut rates because that could mean less demand from the yield-sensitive buyers, ultimately resulting in a steeper yield curve. Related: In 2023 Foreign Demand for Long Term Treasuries Exceed Net Issuances and Manufacturing Demand and Fiscal Dominance and the Return of Zero-Interest Bank Reserve Requirements

Primary Topic: Financial Markets

Topics: Financial Markets, Fiscal Deficits, Fiscal Policy, GDP, Government Spending, Op-Ed/Blog Post, Weekly

Permalink: <https://www.edwardconard.com/macro-roundup/torsten-slok-notes-the-buyer-base-for-us-treasuries-has-shifted-from-yield-insensitive-central-banks-and-sovereign-wealth-funds-to-yield-sensitive-households-and-institutions-once-the-fed-starts-cutting/view=detail>

Featured Image Link: <https://www.edwardconard.com/wp-content/uploads/2024/03/US-Households-And-Real-Money-Buying-Treasuries.png>