

Macro Roundup Article

Headline: [Liquidity Deteriorating in Treasury Markets](#)

Article Link: <https://www.apolloacademy.com/liquidity-deteriorating-in-treasury-markets/>

Author(s)	Torsten Sløk
Publication	Apollo
Publication Date	June 26, 2024

Tweet: Torsten Sløk @apolloglobal argues that rising average yield-to-maturity error relative to yield curve expectations suggests deteriorating liquidity in Treasury markets.

Summary: The index displays the average yield error [the difference between quoted yield-to-maturity and the expected value based on aggregate yield curves] across the universe of government notes and bonds with remaining maturity of one year or greater, based on the intra-day Bloomberg relative value curve fitter. When liquidity conditions are favorable, the average yield errors are small as any dislocations from fair values are normalized within a short time frame.

Related Articles: CBO Releases June 2024 Baseline Update and Resilience Redux in the US Treasury Market and How Has Treasury Market Liquidity Evolved in 2023?

Primary Topic: Financial Markets

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

Permalink: <https://www.edwardconard.com/macro-roundup/torsten-slok-apolloglobal-argues-that-rising-average-yield-to-maturity-error-relative-to-yield-curve-expectations-suggests-deteriorating-liquidity-in-treasury-markets?view=detail>

Featured Image Link: <https://www.edwardconard.com/wp-content/uploads/2024/06/21411-liquidity-deteriorating-in-treasury-markets-featured-thumbnail-image.png>