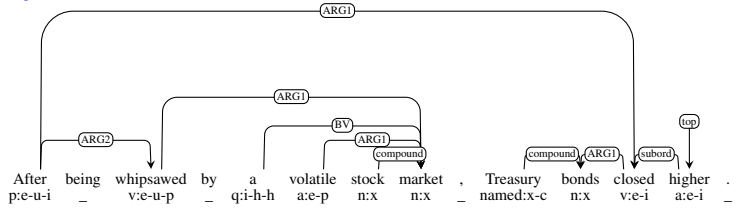
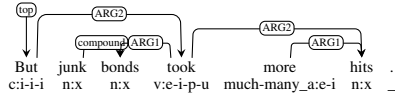


Document 1213

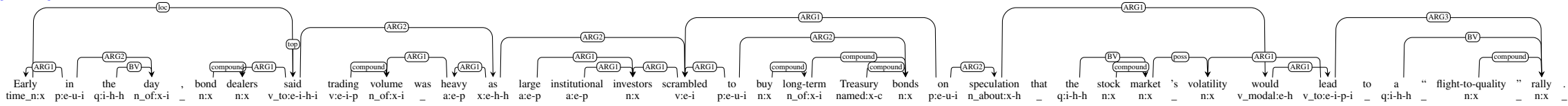
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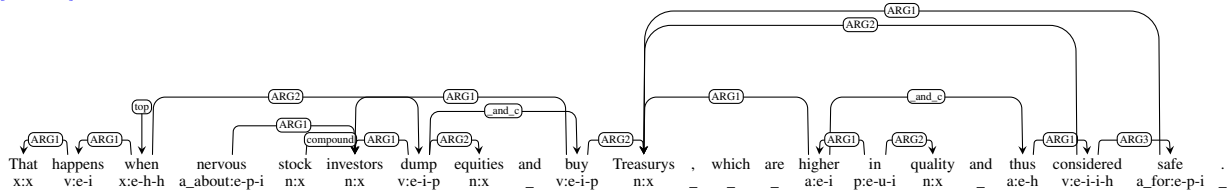
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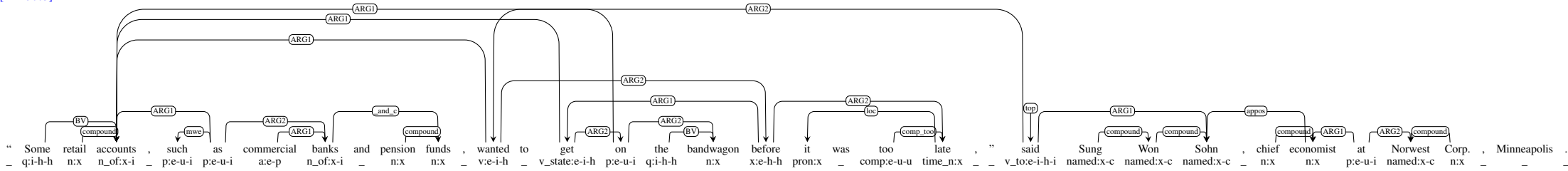
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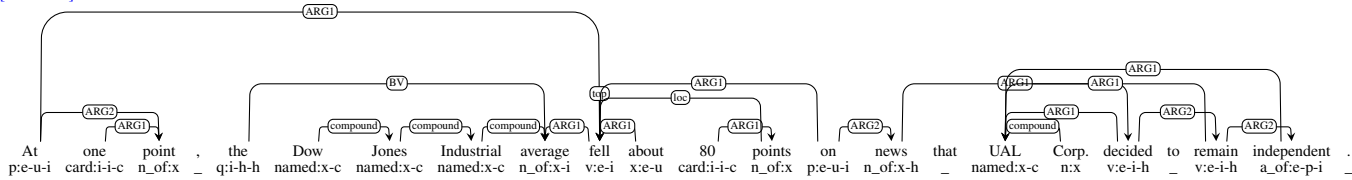
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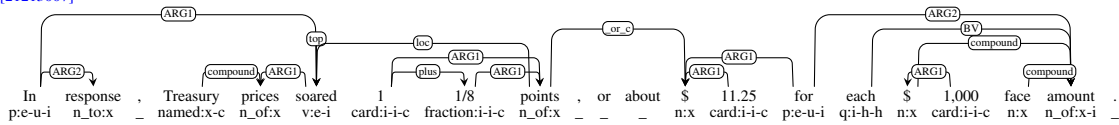
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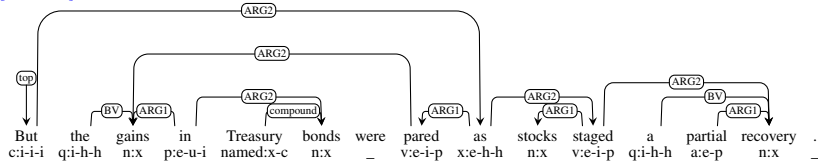
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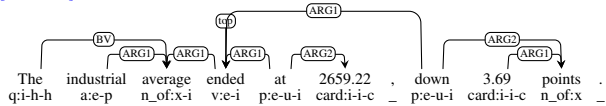
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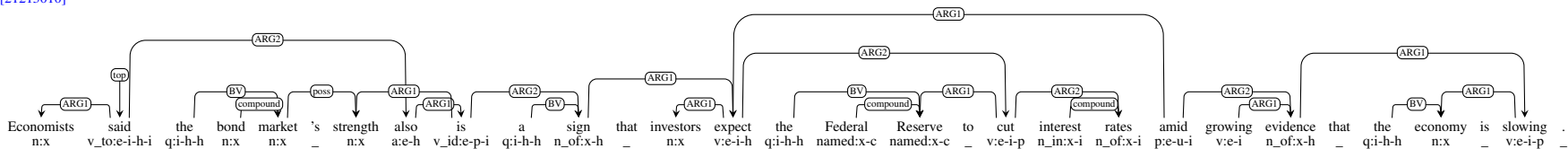
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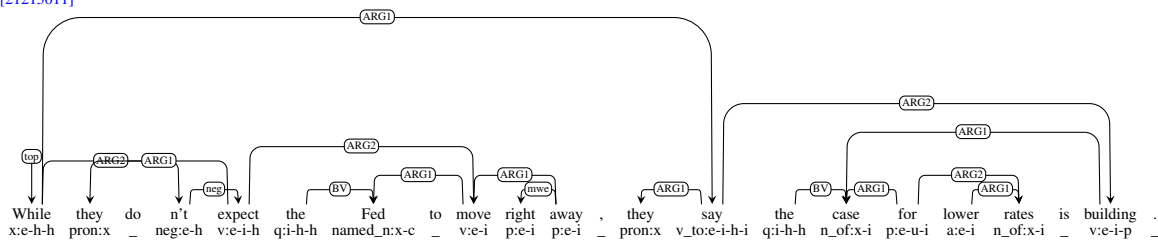
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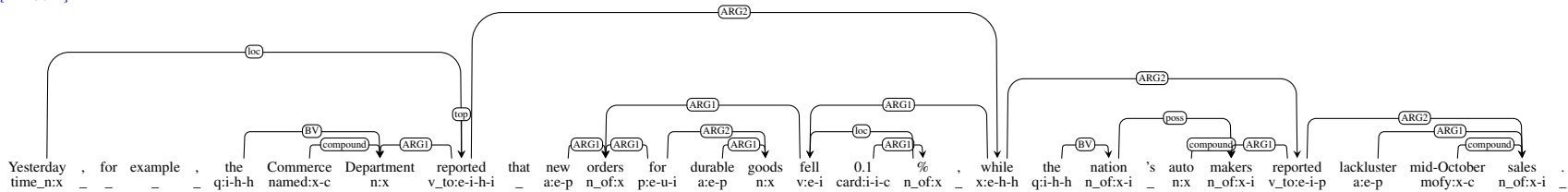
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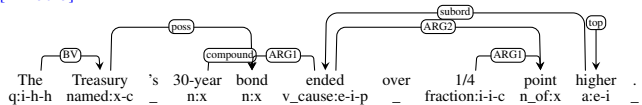
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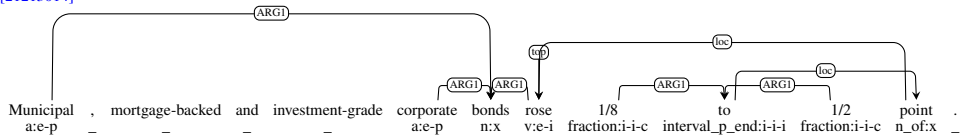
[21213012]



[21213013]



[21213014]



[21213015]



“ It ’ s not too surprising that the auction was sloppy , given the volatility in the bond market because of stocks , ” said Robert T. McGee , a senior vice president at Tokai Bank Ltd .  
\_ \_ \_ a \_ neg-e-h \_ comp-e-u-u \_ ac-h \_ qi-h-h \_ n\_of-x-i \_ \_ a\_about-e-p-i \_ \_ v-e-i-i \_ qi-h-h \_ nx \_ p-e-u-i \_ qi-h-h \_ nx \_ nx \_ p-e-u-i \_ p-e-u-i \_ nx \_ \_ \_ v\_to-e-i-h-i \_ named-x-c \_ named-x-c \_ named-x-c \_ \_ qi-h-h \_ ac-p \_ nx \_ n\_of-x-i \_ p-e-u-i \_ named-x-c \_ named-x-c \_ nx \_

[21213029]

“ People are looking past supply to lower interest rates , but they ’ re also worried about being whipsawed by the volatility in the stock market . ”  
\_ \_ n\_of-x-i \_ \_ v-e-i \_ p-e-u-i \_ nx \_ p-e-u-i \_ ac-i \_ n\_in-x-i \_ n\_of-x-i \_ \_ \_ prox-x \_ ac-h \_ a\_about-e-p-i \_ \_ \_ v-e-u-p \_ \_ qi-h-h \_ nx \_ p-e-u-i \_ qi-h-h \_ nx \_ nx \_ \_

[21213030]

The new two-year notes were priced with an average yield of 7.74 % .  
\_ qi-h-h \_ ac-p \_ nx \_ nx \_ \_ v-e-i-p \_ p-e-u-i \_ qi-h-h \_ ac-p \_ nx \_ p-e-x-i \_ card-i-i-c \_ n\_of-x \_ \_

[21213031]

That was higher than the 7.71 % to 7.73 % average yield that traders had expected .  
\_ xx \_ \_ ac-i \_ \_ qi-h-h \_ card-i-i-c \_ n\_of-x \_ p-e-u-i \_ card-i-i-c \_ n\_of-x \_ ac-p \_ nx \_ \_ nx \_ \_ v-e-i-p \_ \_

[21213032]

In when-issued trading , the notes were quoted at a price to yield 7.78 % .  
\_ p-e-u-i \_ ac-p \_ v-e-i-p \_ \_ qi-h-h \_ nx \_ \_ v-e-i-p \_ p-e-u-i \_ qi-h-h \_ n\_of-x \_ \_ v-e-i-p \_ card-i-i-c \_ n\_of-x \_ \_

[21213034]

The ratio , which reflects the number of bids the Treasury receives for each bid accepted , is used to gauge investor demand .  
\_ qi-h-h \_ n\_of-x-i \_ \_ \_ v-e-i-p \_ qi-h-h \_ n\_of-x-i \_ \_ nx \_ qi-h-h \_ named-x-c \_ v-e-i-p \_ p-e-u-i \_ qi-h-h \_ nx \_ v-e-i-p \_ \_ \_ v-e-i-i-h \_ \_ v-e-i-p \_ nx \_ nx \_ \_

[21213035]

Dealers said players shied away from the note sale because they were concerned that prices at the time of the auction might erode if the stock market staged a recovery , which , in fact , did happen .  
\_ nx \_ v\_to-e-i-h-i \_ n\_of-x-i \_ v\_away-e-i-u \_ \_ p-e-u-i \_ qi-h-h \_ nx \_ n\_of-x-i \_ xc-h-h \_ prox-x \_ \_ a\_about-e-i-h \_ \_ n\_of-x \_ p-e-u-i \_ qi-h-h \_ n\_of-x \_ p-e-x-i \_ qi-h-h \_ n\_of-x-i \_ v\_mod-e-i-h \_ v-e-i \_ xc-h-h \_ qi-h-h \_ nx \_ nx \_ v-e-i-p \_ qi-h-h \_ nx \_ \_ \_ \_ p-e-u-i \_ nx \_ \_ \_ v-e-i \_ \_

[21213036]

Individual and Japanese participation in the auction was disappointing , according to dealers .  
\_ ac-p \_ \_ ac-p \_ n\_in-x-i \_ \_ qi-h-h \_ n\_of-x-i \_ \_ a\_for-e-i \_ \_ p-e-u-i \_ p-e-u-i \_ nx \_ \_

[21213037]

“ Interest by Japanese investors was limited , ” said Michael Moran , chief economist at Daiwa Securities America Inc .  
\_ \_ n\_in-x-i \_ p-e-u-i \_ ac-p \_ nx \_ \_ v-e-i-p \_ \_ \_ v\_to-e-i-h-i \_ named-x-c \_ named-x-c \_ \_ nx \_ nx \_ p-e-u-i \_ named-x-c \_ named-x-c \_ named-x-c \_ nx \_

[21213039]

However , Mr. Moran added that the Japanese generally have a positive view of the U.S. bond market because of expectations that the dollar will remain strong and interest rates will decline .  
\_ ac-h \_ \_ nx \_ named-x-c \_ v\_to-e-i-h-i \_ \_ qi-h-h \_ nx \_ ac-e \_ v-e-i-i \_ qi-h-h \_ ac-p \_ n\_of-x-i \_ \_ qi-h-h \_ named-nx-c \_ nx \_ nx \_ p-e-u-i \_ p-e-u-i \_ n\_of-x-h \_ \_ qi-h-h \_ nx \_ \_ v-e-i-h \_ ac-p \_ \_ n\_in-x-i \_ n\_of-x-i \_ \_ v-e-i-p \_ \_

[21213040]

He said , “ Possibly , they ’ re waiting to buy at the ( quarterly ) refunding ” of government debt to be held next month by the Treasury .  
\_ prox-x \_ v\_to-e-i-h-i \_ \_ \_ a\_for-e-h \_ \_ prox-x \_ \_ v-e-i-h \_ \_ v-e-i-p \_ p-e-u-i \_ qi-h-h \_ \_ ac-p \_ \_ v-e-i-p \_ \_ \_ n\_of-x-i \_ nx \_ \_ \_ v-e-i-p \_ qi-h-h \_ nx \_ \_ qi-h-h \_ named-x-c \_ \_

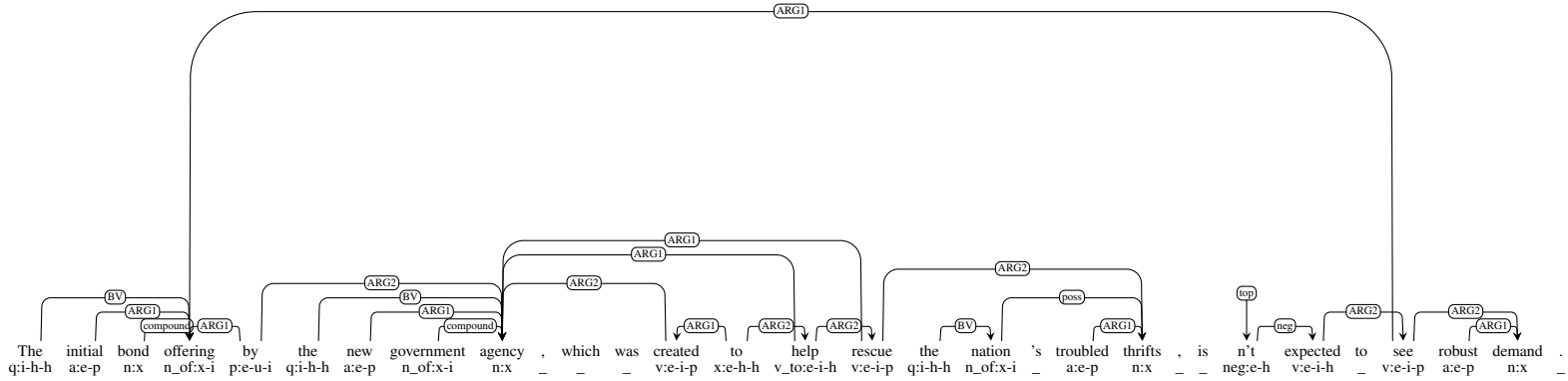
[21213042]

Treasury . Agency Securities  
named-x-c \_ named-x-c \_ named-x-c

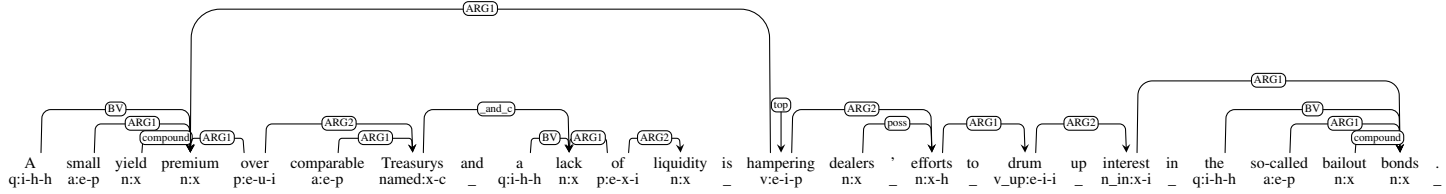
[21213043]

Today investors will focus on the long-awaited auction of \$ 4.5 billion of 30-year bonds by Resolution Funding Corp .  
\_ time\_nx \_ nx \_ \_ v\_ome-i-i \_ \_ qi-h-h \_ v-e-i-p \_ n\_of-x-i \_ \_ nx \_ card-i-i-c \_ card-i-i-c \_ p-e-x-i \_ nx \_ nx \_ p-e-u-i \_ named-x-c \_ named-x-c \_ nx \_ \_

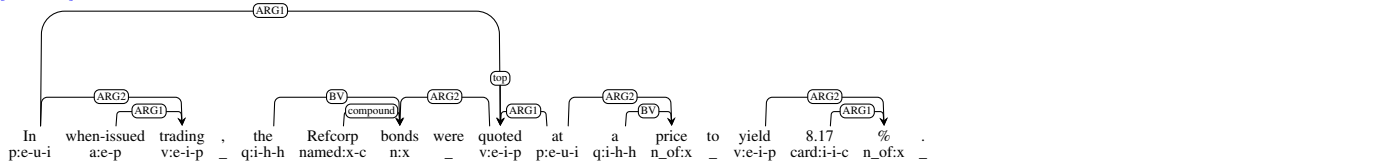
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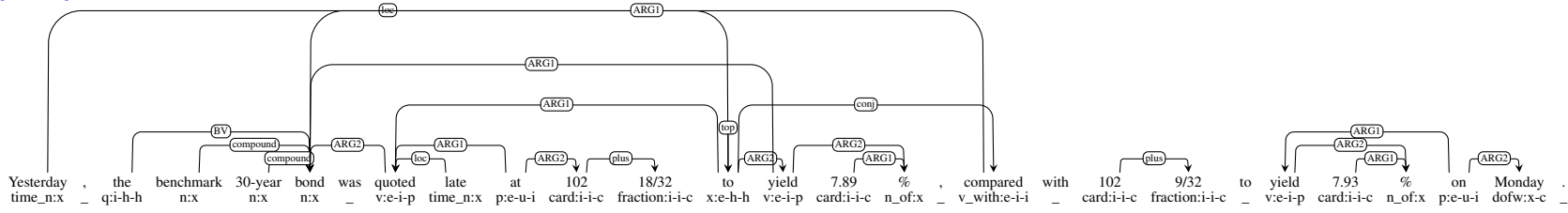
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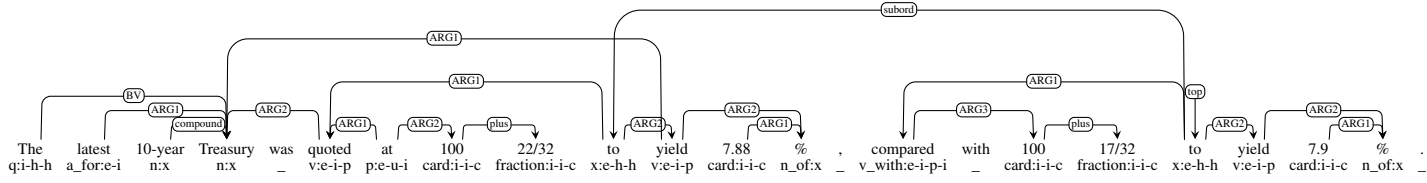
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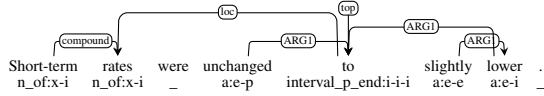
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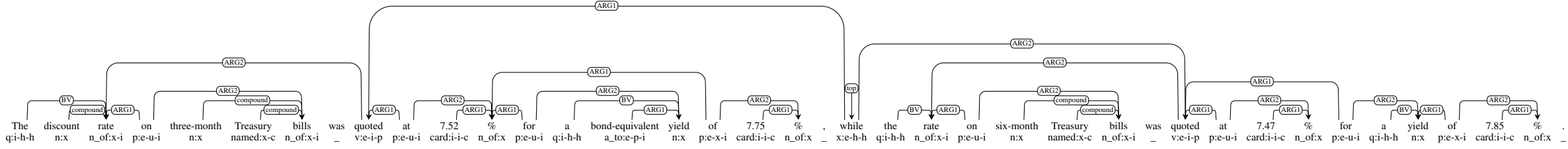
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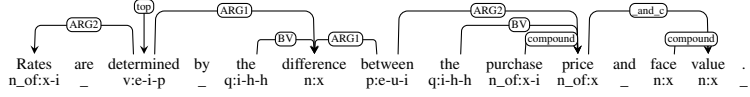
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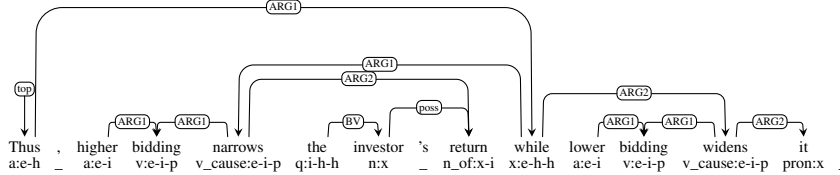
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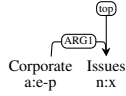
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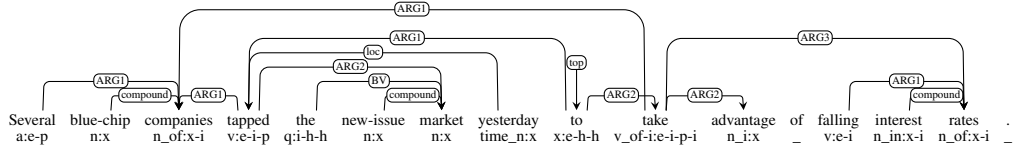
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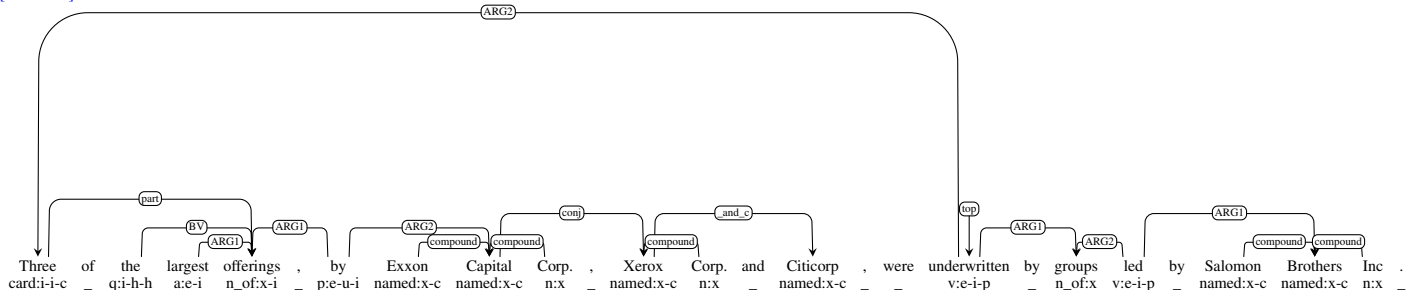
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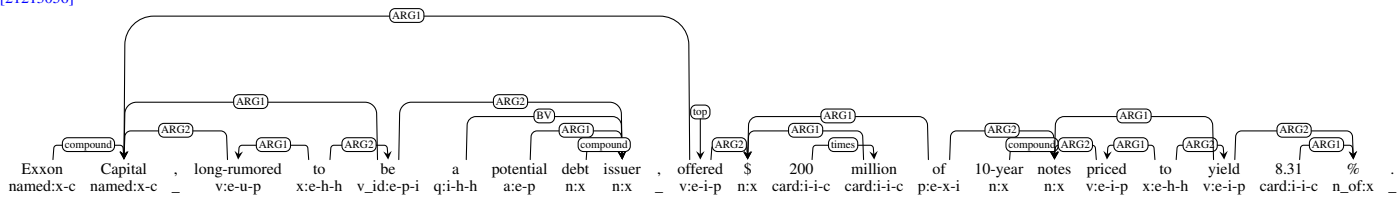
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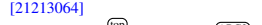
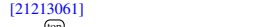
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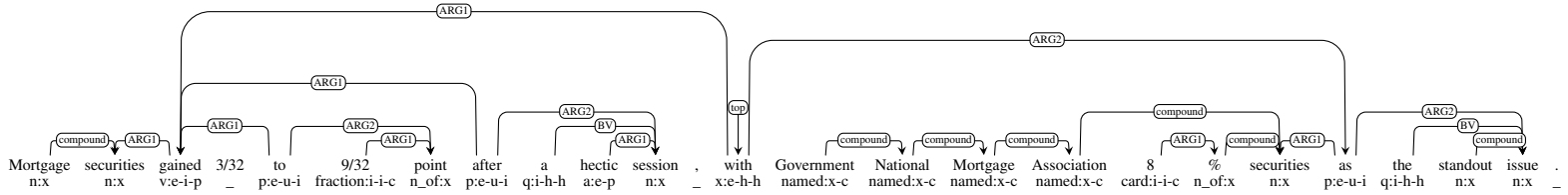


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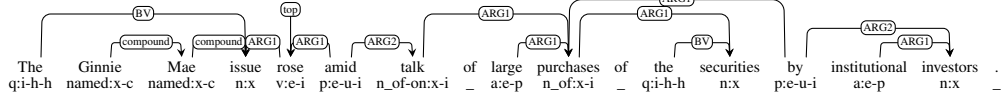


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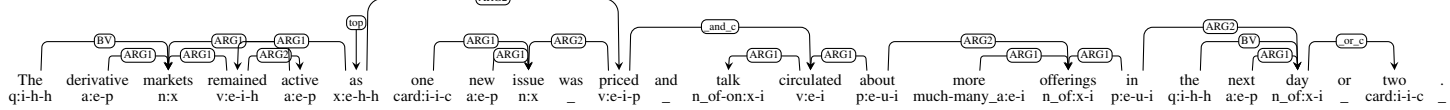




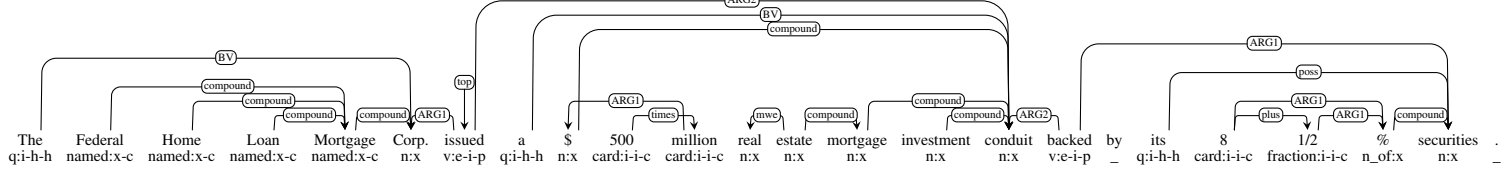
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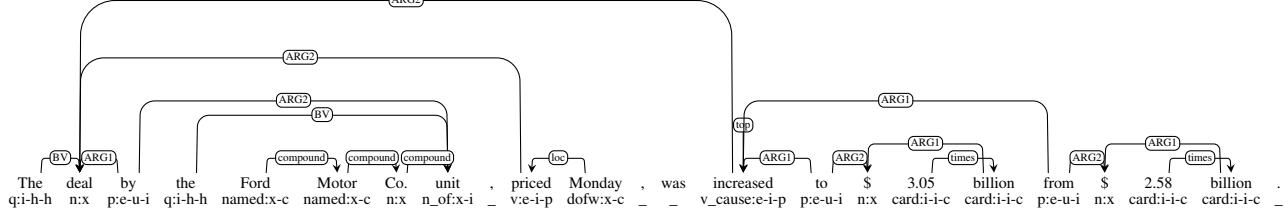
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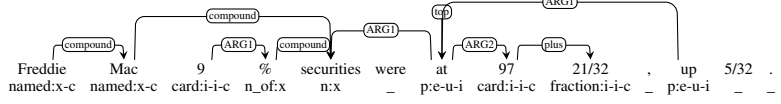
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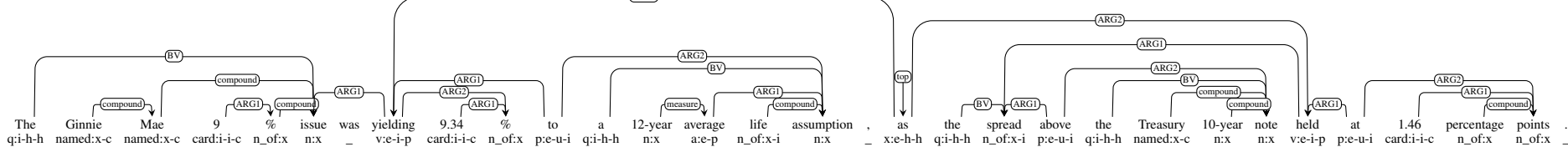
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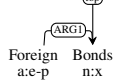
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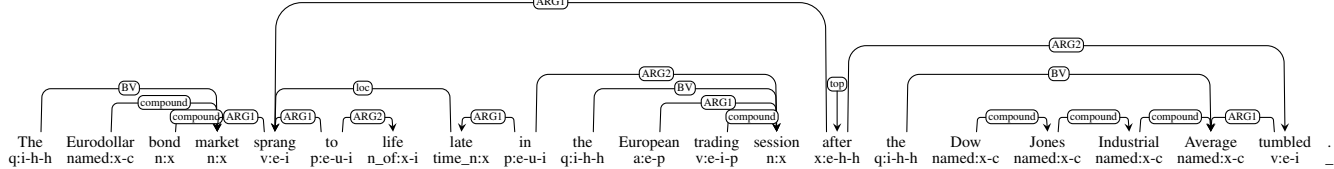
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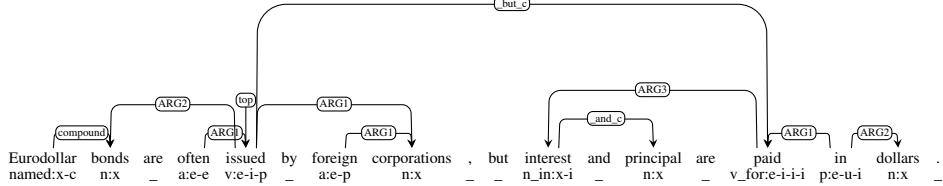
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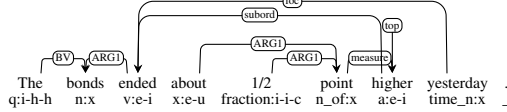
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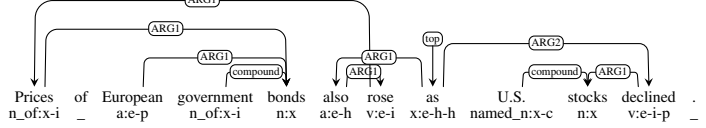
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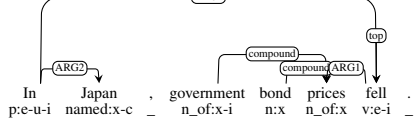
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[21213085]



[21213088]



[21213089]

