

Clearing in the Treasury Market

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Dealer-to-customer bid-offer spreads

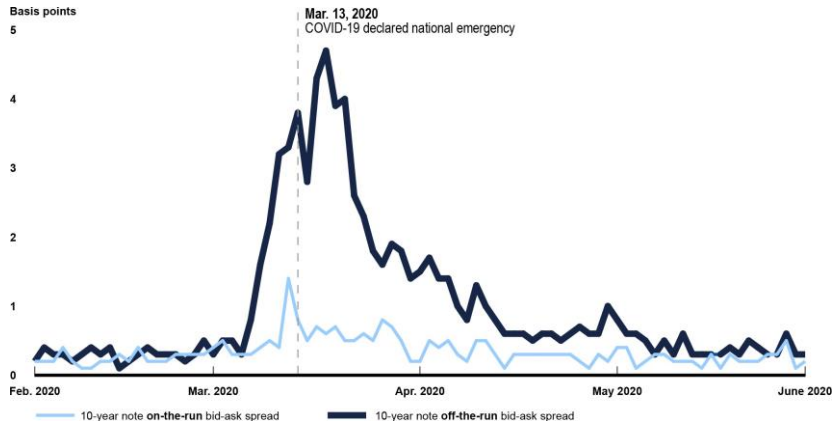


Figure: Source: GAO, August, 2021. The underlying data source is Bloomberg Financial LP. Bloomberg.

Marketable Treasuries to primary dealer assets

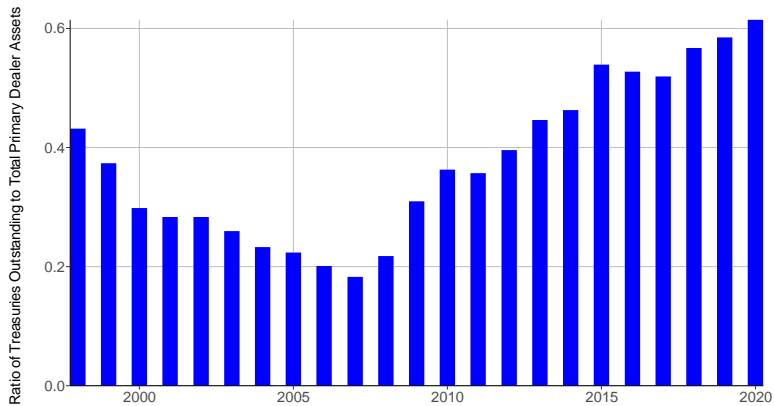


Figure: The ratio of marketable treasuries outstanding to primary dealer assets (HoldCo). Data: FRED, 10K disclosures. Research assistance by Renhao Jiang.

Broad central clearing reduces settlement commitments

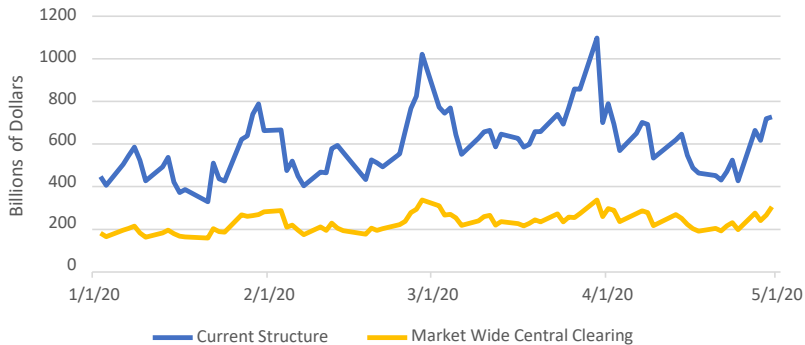


Figure: Source: Fleming and Keane, Federal Reserve Bank of New York, April 2021.

Central clearing reduces settlement fails

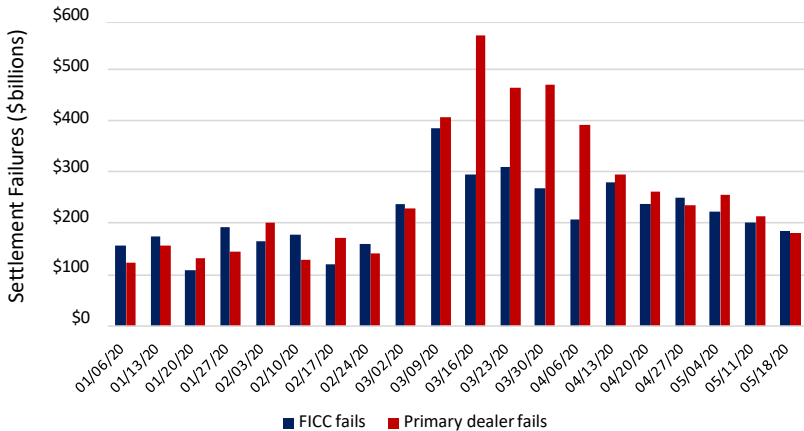


Figure: Settlement fails in treasury securities transactions involving primary dealers, and centrally cleared settlement fails at FICC. Data sources: Federal Reserve Bank of New York and FICC.