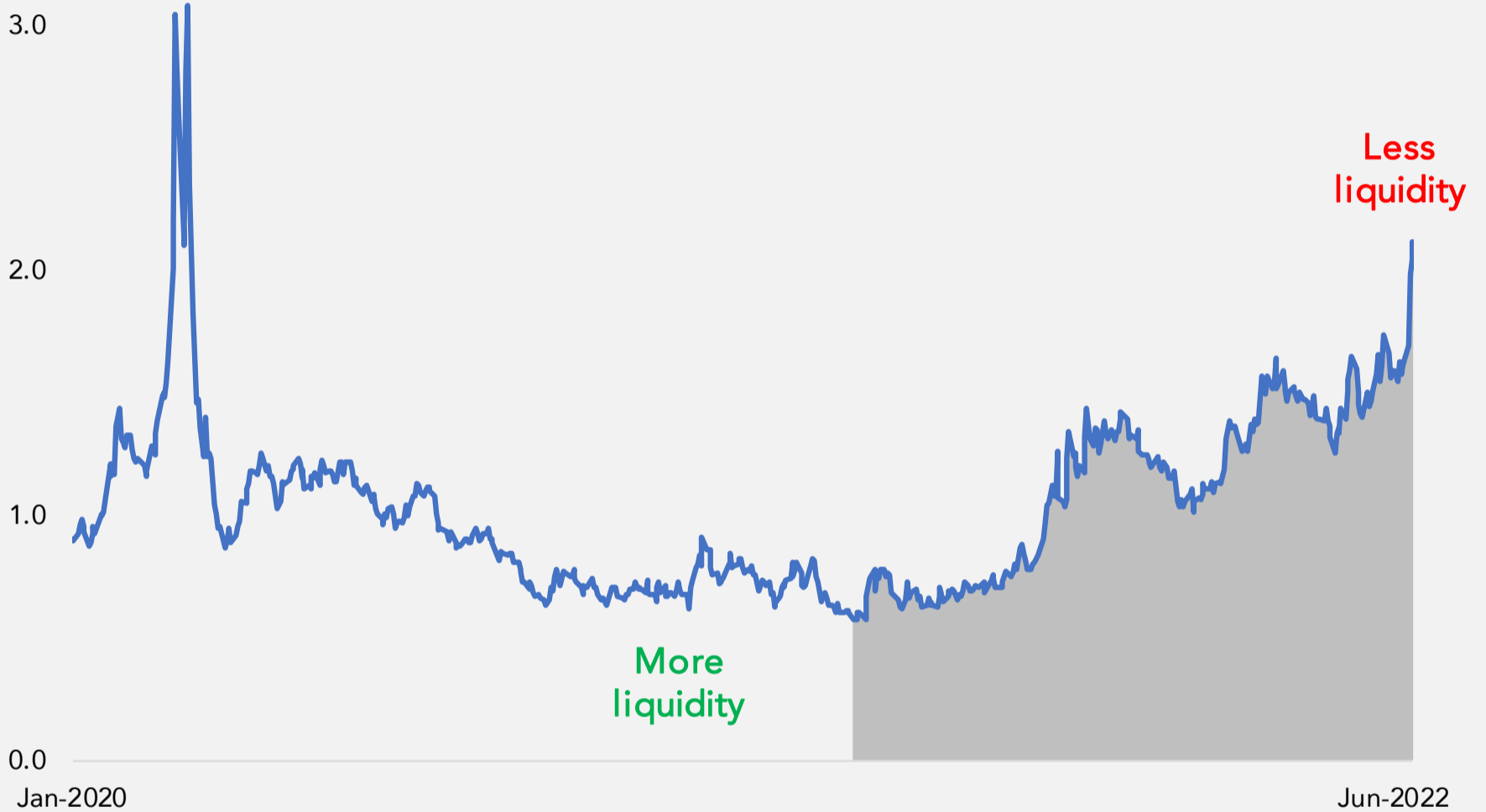


Chart of the Day



As the Fed embarks on accelerated rate increases and a reduction in the size of its balance sheet (QT), liquidity in the Treasury market has declined to its lowest levels since the initial COVID crisis of early 2020. This, in turn, has contributed to recent spikes in UST market volatility and yield increases.

US government securities liquidity index



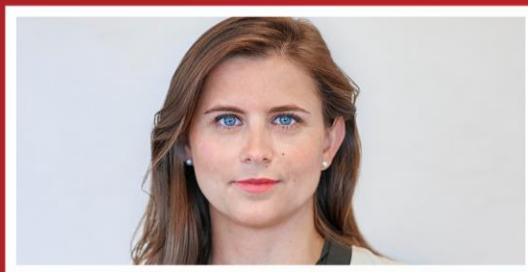
Source: (1) Bloomberg (Kriti Gupta). Data as of June 16, 2022.

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