

**Agenda – November 2010 Refunding
Treasury Dealer Meetings Friday, October 29, 2010
Dealer _____**

To allow more time for discussion, please e-mail your responses prior to 5:00 PM on Monday, October 25, 2010 to Debt.Management@do.treas.gov and Mark.Cabana@ny.frb.org. Even if you are not scheduled to meet with Treasury officials this quarter, your responses are still appreciated.

I. Marketable Borrowing Estimates

| | Central Estimate | Range that would not surprise you |
|--|------------------|-----------------------------------|
|--|------------------|-----------------------------------|

| | | <i>Low/High</i> |
|------------------------------------|--|-----------------|
| October – December | | / |
| Ending Cash Balance | | / |
| January – March | | / |
| Ending Cash Balance | | / |
| FY 2011 Total Marketable Borrowing | | / |
| FY 2012 Total Marketable Borrowing | | / |

II. Budget Deficit Estimates

| | | |
|---------|--|---|
| FY 2011 | | / |
| FY 2012 | | / |
| FY 2013 | | / |

III. Quarterly Note and Bond Issuance Estimates

| | | |
|----------------------------------|-----|-----------|
| 3-year note (Nov/Dec/Jan) | / / | / / - / / |
| 10-year note (Nov) | | / |
| 10-year note reopening (Dec/Jan) | / | / - / |
| 30-year bond (Nov) | | / |
| 30-year bond reopening (Dec/Jan) | | / |
| 2-year note (Nov/Dec/Jan) | / / | / / - / / |
| 5-year note (Nov/Dec/Jan) | / / | / / - / / |
| 7-year note (Nov/Dec/Jan) | / / | / / - / / |
| 10-year TIPS reopening (Nov) | | / |
| 10-year TIPS (Jan) | | |

IV. Bill Issuance Estimates

| | | |
|---|-----|-----------|
| 52-week bill size (Nov/Dec/Jan) | / / | / / - / / |
| Total change in bills outstanding Nov '10 – Jan '11 | | / |
| Total change in bills outstanding FY 2011 | | / |
| CMB issuance Nov '10 – Jan '11 (size/date) | / / | / / |

Please provide your estimates in the format provided above with central estimates followed by low/high estimates for each.

Discussion Topics

1. Please discuss your latest economic and fiscal forecasts for FY2011 and FY2012. Do you believe the current financing schedule is well-suited to meet Treasury's financing needs through the end of FY2012? Please elaborate.
2. What considerations should Treasury keep in mind if it decides to add a second reopening of the 5- and/or 30-year TIPS to the existing auction calendar? In addition, should the calendar be changed so that TIPS auctions occur during the same week each month?
3. Please comment on recent trends in liquidity in the Treasury market. What are the drivers for the trends and what is the outlook going forward? Please comment on the new Treasury futures contracts and any impacts on Treasury market liquidity?
4. In the current interest rate environment, are there any operational issues with regard to Treasury primary market distribution or secondary market trading that should concern Treasury? Please elaborate.