

Money Markets Today: Moving Past the Financial Crisis

2011 Money Market Funds Summit
May 16, 2011

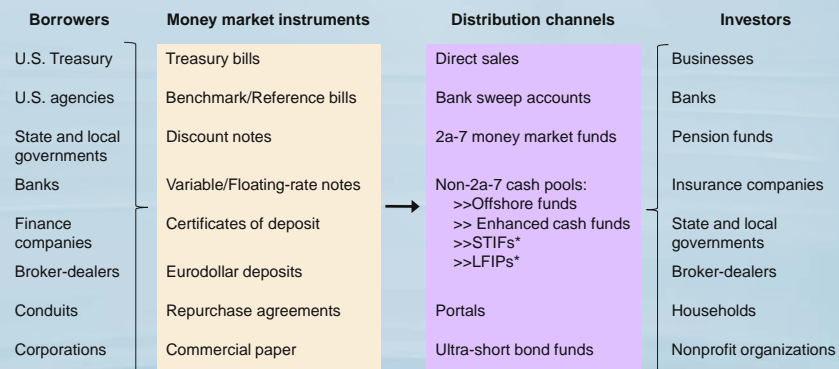
James McNamara, President & CEO, Goldman Sachs Mutual Funds (Moderator)

Lou Crandall, Chief Economist, Wrightson, ICAP, LLC

Bradley Fox, Vice President and Treasurer, Safeway, Inc.

Paula Tkac, Vice President and Senior Economist, Federal Reserve Bank of Atlanta

Structure of the U.S. Money Market



*STIFs are short-term investment funds; LGIPs are local government investment pools.

Size of U.S. Money Market*

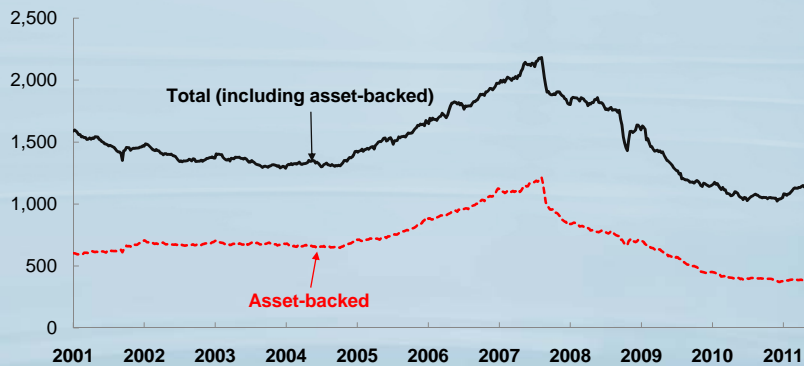
Billions of dollars

	December 2008	January 2011
Total taxable instruments	\$11,882	\$12,007
Agency securities	1,748	1,035
Commercial paper	1,599	1,078
Treasury securities	2,473	2,739
Repurchase agreements	2,381	2,611
Certificates of deposit	2,192	3,079
Eurodollar deposits	1,489	1,465

*Details and sources of data are available in the Report of the Money Market Working Group.

Commercial Paper Outstanding

Billions of dollars, weekly, January 3, 2001–May 6, 2011



Source: Federal Reserve Board

Spread Between Three-Month LIBOR and Overnight Index Swap Rate*

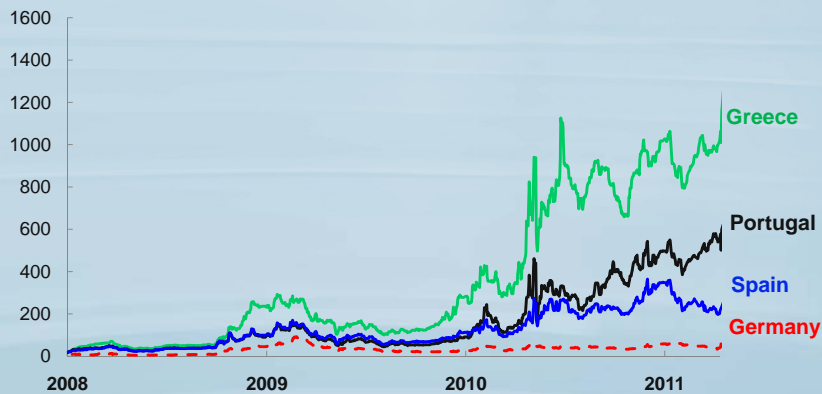
Basis points, daily, January 2, 2011–May 6, 2011



*90-day LIBOR (London Interbank Offered Rate) less the 90-day Overnight Index Swap (OIS) rate. An OIS is an interest rate swap with the floating rate tied to an index of daily overnight rates, such as the effective federal funds rate. At maturity, two parties exchange, on the basis of the agreed notional amount, the difference between interest accrued at the fixed rate and interest accrued by averaging the floating, or index, rate.
Source: Bloomberg

Annual Credit Default Swap Premium for Five Year Protection on Sovereign Debt

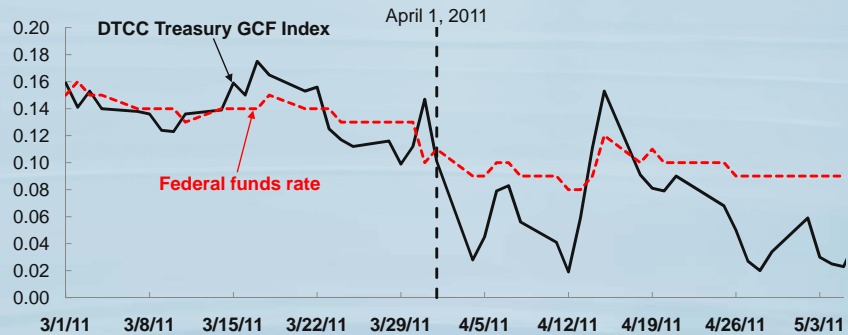
Basis points, daily, January 2, 2008–May 6, 2011



Source: CMA via Bloomberg

Effect of Changes in FDIC Assessment Base on Repo Rates

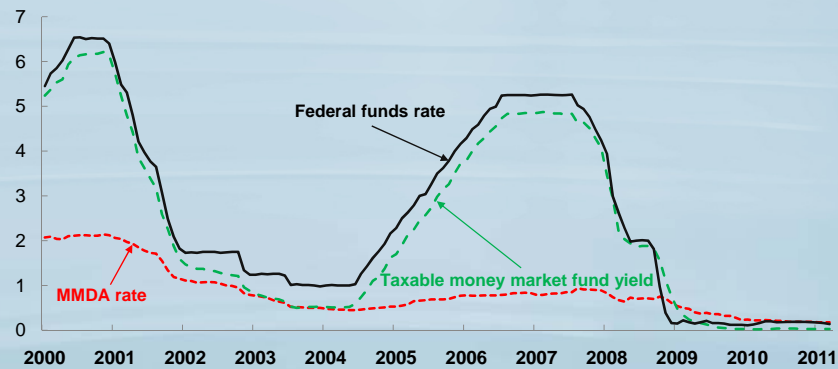
Percent, daily, March 1, 2011–May 5, 2011



Note: The DTCC Treasury GCF Index represents the volume-weighted average interest paid each day on General Collateral Finance repurchase agreements based on Treasury securities.
Sources: Federal Reserve and The Depository Trust Clearing Corporation

Comparison of Annual Money Market Fund Yields and Bank Deposit Rates

Percent, monthly, January 2000–April 2011



Sources: Bank Rate Monitor, Federal Reserve Board, and iMoneyNet