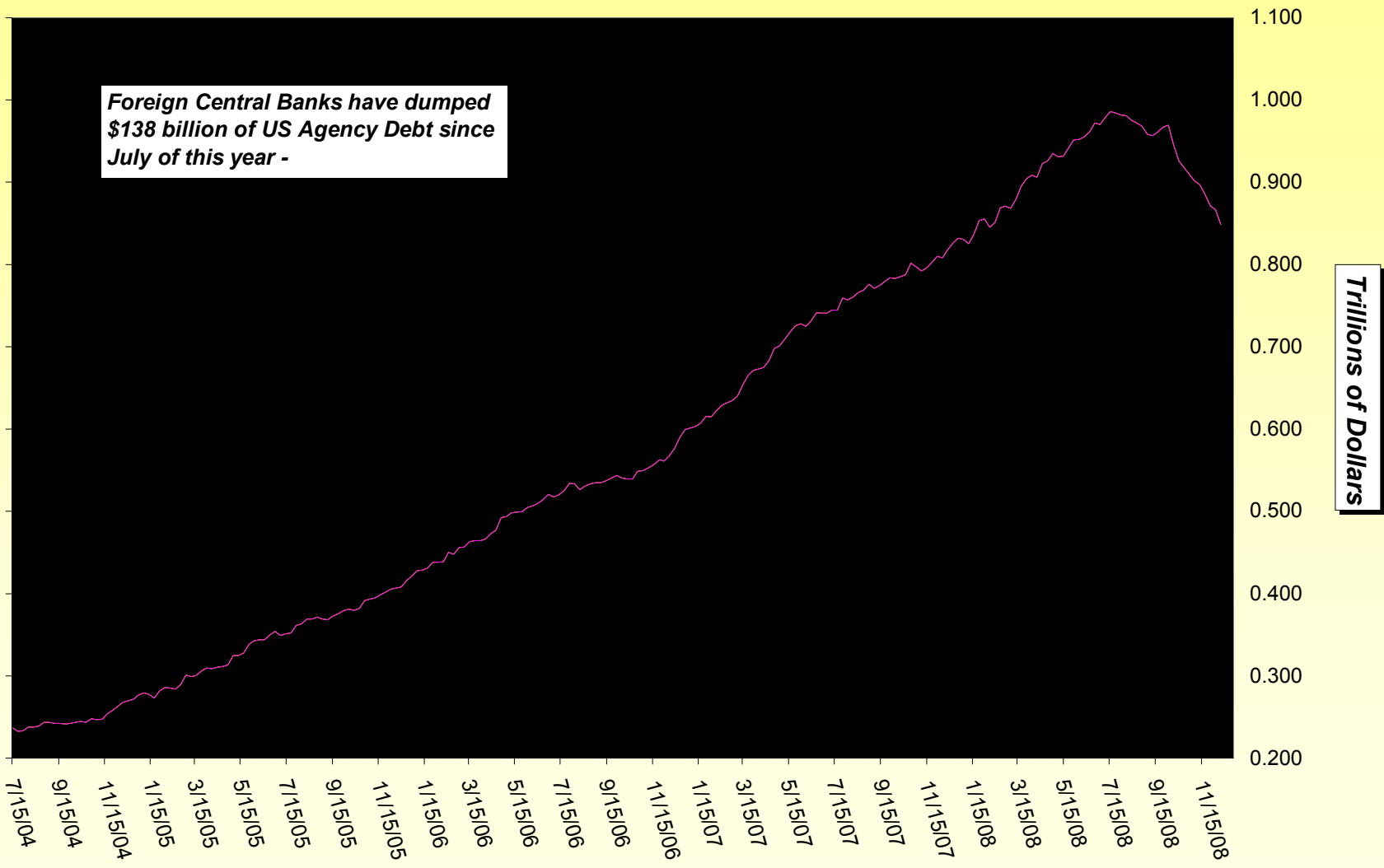
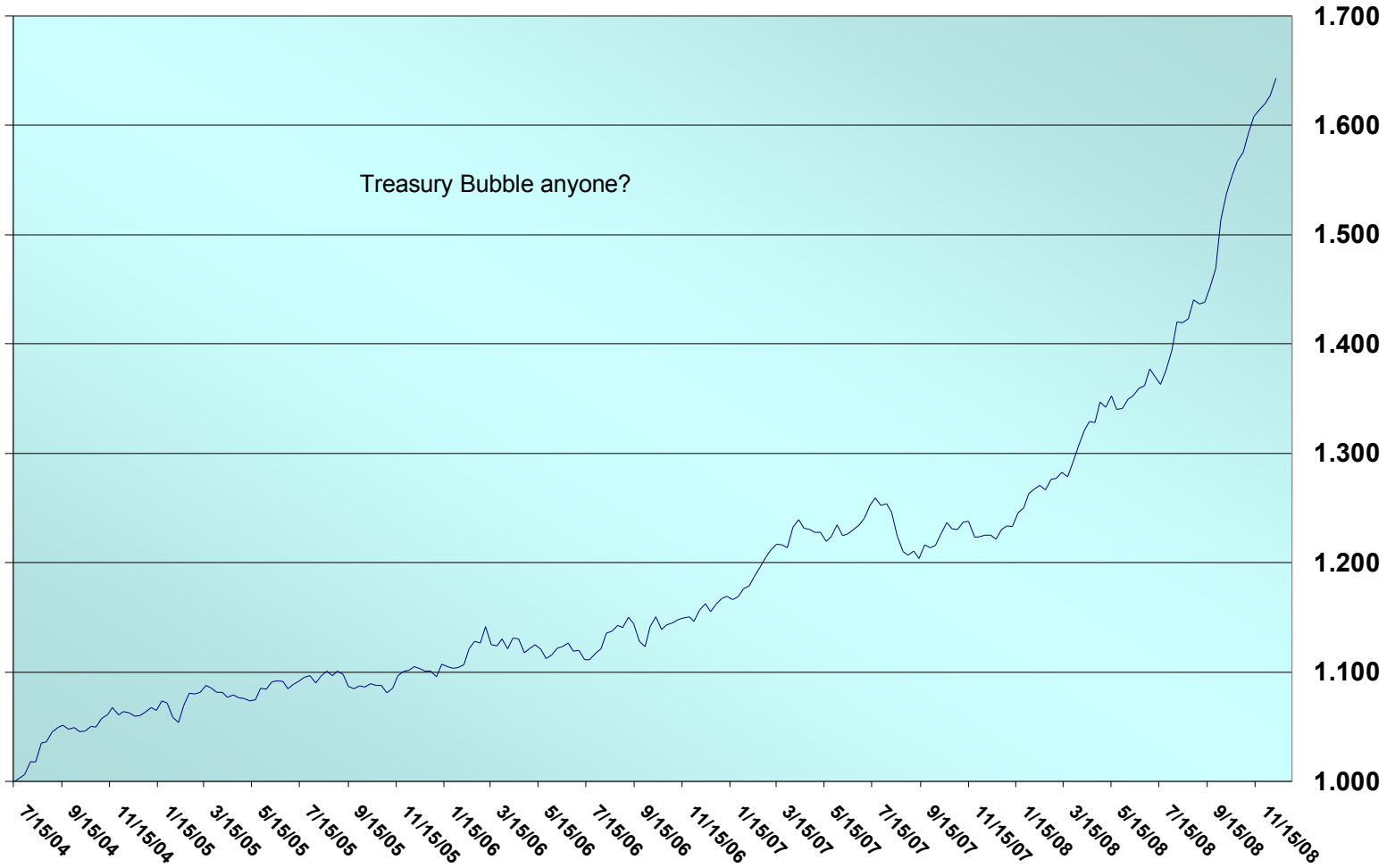


Custodial Holdings of US Agency Debt

Foreign Central Banks have dumped \$138 billion of US Agency Debt since July of this year -

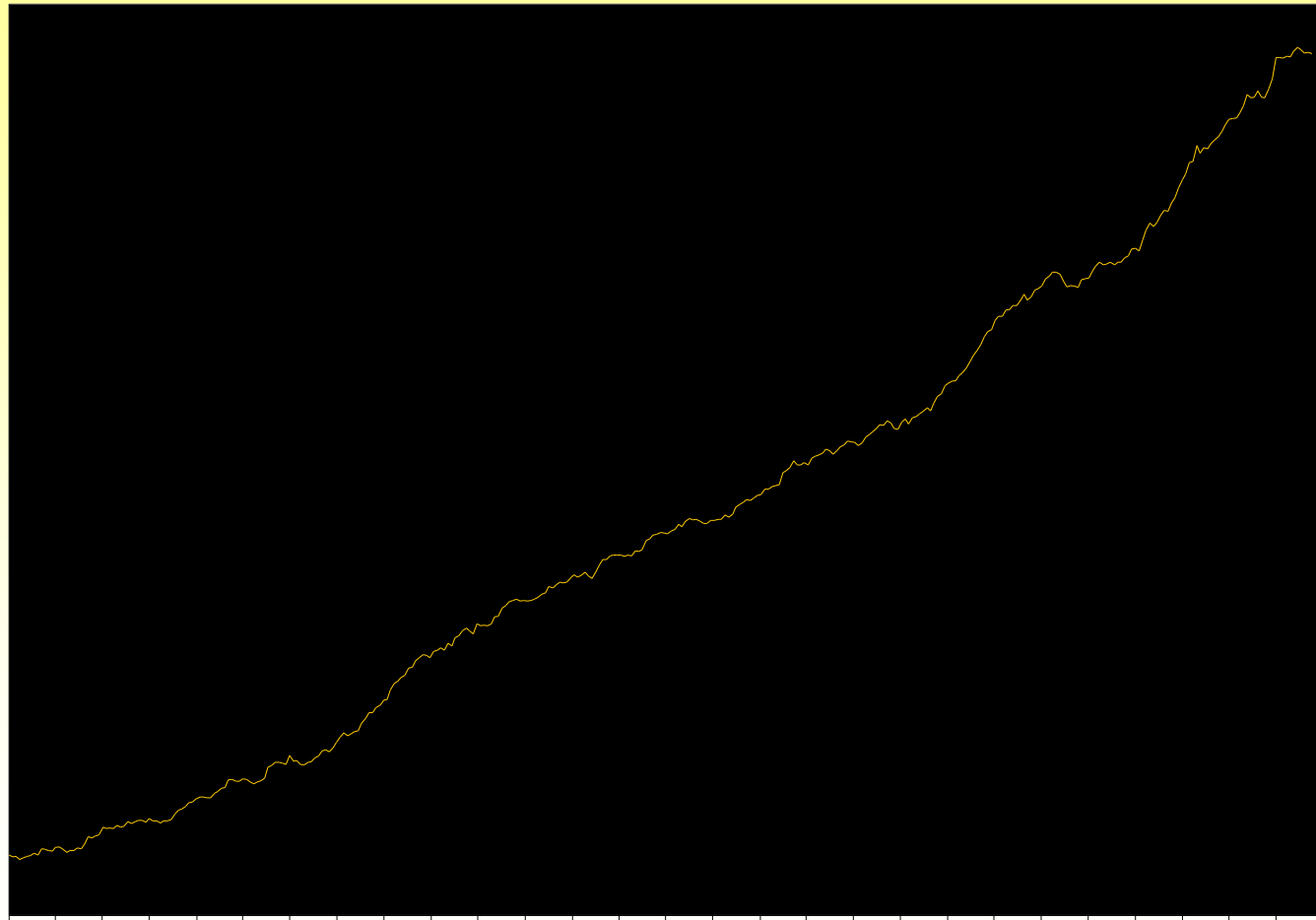


Custodial Holdings of Treasuries for Foreign Central Banks



Source: Federal Reserve Dan Norcini - Houston, TX

Foreign Custodial Account Balance at the Federal Reserve



2.600
2.550
2.500
2.450
2.400
2.350
2.300
2.250
2.200
2.150
2.100
2.050
2.000
1.950
1.900
1.850
1.800
1.750
1.700
1.650
1.600
1.550
1.500
1.450
1.400
1.350
1.300
1.250
1.200
1.150
1.100
1.050
1.000
0.950
0.900
0.850
0.800
0.750
0.700
0.650
0.600

TRILLIONS
OF
DOLLARS

1/3/02 4/3/02 7/3/02 10/3/02 1/3/03 4/3/03 7/3/03 10/3/03 1/3/04 4/3/04 7/3/04 10/3/04 1/3/05 4/3/05 7/3/05 10/3/05 1/3/06 4/3/06 7/3/06 10/3/06 1/3/07 4/3/07 7/3/07 10/3/07 1/3/08 4/3/08 7/3/08 10/3/08

Source: Federal Reserve Dan Norcini Houston, TX