

MORTGAGE RATE WATCH

Daily Coverage. Industry Leading Perspective.

Rates Fall For First Time in Over a Week

Closely following intraday moves for the bond market and **mortgage rates** means that seemingly insignificant time frames are **actually important**. For instance, it's actually not too common for rates to make it more than 5 business days without falling at least once--even if only slightly. Thankfully, today's modest drop in rates puts an end to just such a streak (rates hadn't improved since last Monday).

In a way, this improvement was almost "**owed**" to prospective mortgage borrowers considering yesterday's counter-intuitive results (higher rates despite bond market gains). For a few moments this morning, it wasn't entirely clear that we would see any improvement. Bonds initially balked at an inflation report released this morning (**spoiler alert**: it's still high), but were ultimately able to find their footing. Positive momentum **continued** into the afternoon after a well-received auction of 30yr Treasury bonds.

By the end of the day, many lenders issued pricing **improvements** in response to the bond market gains. These are fairly small in the bigger picture (effective 30yr fixed rates are only 0.02% lower), but that is often the case when the market is trying to establish a new ceiling for rates after a quick move higher.



Gregory Pavlich

President, Resource
Mortgage Corp

www.rmcboulder.com

P: (303) 444-1200

M: (303) 717-1359

1221 Pearl St
Boulder CO 80302