

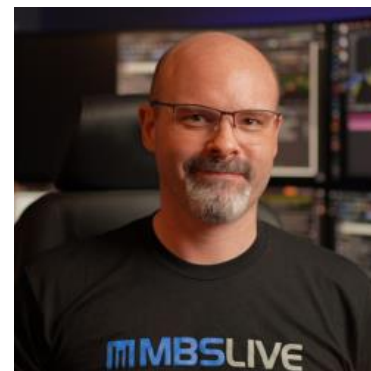
## UPDATE: Modestly Stronger After First Round of Data

- ADP Employment
  - 150k vs 160k f'cast, 157k prev
- Jobless Claims
  - 238k vs 235k f'cast, 234k prev
- Challenger Job Cuts
  - 48.7k vs 63.8k prev

Bonds were essentially flat in the overnight session with a very narrow range in both Asia and Europe. There was no major reaction to the earlier employment reports (Challenger at 730am and ADP at 815am), but a modest rally after another elevated reading in Jobless Claims (8:30am).

10yr yields are down 2.6bps at 4.406 and MBS are up 1 tick (.03).

The day's biggest potential market mover remains the 10am release of ISM Services data.



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