MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

MBS Recap: Bonds Hold Ground Despite Unfriendly Econ Data



Black Diamond

Mortgage Brokers, Black Diamond Mortgage Corporation

www.blackdiamondmortgage.com P: (406) 862-4999

307 Spokane Ave Whitefish MT 59937 209137



Bonds Hold Ground Despite Unfriendly Econ Data

MBS Recap Matthew Graham | 4:22 PM

If there was a prime directive for the bond market last week, it was to sell off regardless of any counterargument from the economic data. The new week got off to a distinctly different start with stronger economic data only causing a temporary inconvenience for bonds. Both MBS and Treasuries were pushed back in line with Friday's weakest level, but both found support in the PM hours before going on to make it back to unchanged territory, or close to it. Volume was low and the volatility was small in the bigger picture, but at the very least, it was nice to see a different reaction than last week's default weakness.

			MBSLIVE	🛄 * 100,8 * 100,8 * 100,8 * 🛄 0.0	
THE PRO	1 6	0.0	REAL THE CHART (MARE)	0 0 REAL THE CHURT (40)	MIS LIVE OWN
12.18			STATISTICS -		COLOR OF A
		No-Change B TOPHE LST -	106 75 (0.00)	1.8270 (-0.0010) Lans Lans Lans Lans Lans Lans Lans Lans	DEP DUTIN
Not 10 Year			June Charl Md That That that they fingt	Just Date M THE THE THE THE THE THE THE	The barrier of the second seco
	NO 14 LOC	101		Hand - Ha	Anty Pala doub for a
					And an
				A day Million Description	Contra Danke Lines
elee (0 Tear				the state of the s	Area and the de Rey play?
38	10.01			AND DESCRIPTION OF THE OWNER OWNER OF THE OWNER	The state fields along a rate by
	10144-030			0 La 1768	The second secon
48				Conc 1204	an hours apple beat of ear
Mar Di Tea	100 10 -0.00				
635	104.88		0		Christopher Elevensi + 17
048	10.70 -0.00			MARKED MODULE	Christian for Service 117 for
AND 107 110					Wetters Content of the
ries .		THE	See the share 1 where the share		Item for mentioned had an
	100,2108 (10,0000)		the second se		Ballers Contant
			LIVE NOWS STREAM		102 high is the only ingote the
			STATUTE AND DESIGNED AND	Alter Ghest OSER REPORT PROCES 0.0	Collect Denigerth 1 10 pr
			the second se	Det a tendergage source reprise?	an here apport were by
		LADIN HUMAN	Million Control Markets Consulting Markets	Cost Reprint to the second Republication	The bar barake the pre-

© MBS Live, LLC. All rights reserved. This newsletter is a service of MBS Live.



Watch the Video

Alert

9:52 AM Losing Ground After S&P PMI

MBS Morning

12:26 PM More Stable Start, For Now

Econ Data / Events

- • NY Fed Manufacturing

- .20 vs 12 f'cast, 31.2 prev
- S&P Services PMI
 - 58.5 vs 55.7 f'cast, 56.1 prev

Market Movement Recap

09:46 AM Modestly stronger overnight, but giving up gains in domestic trading. MBS up 2 ticks and 10yr down less than 1 bp at 4.385

12:15 PM Trying to bounce after hitting weakest levels. MBS down 1 tick (.03) and 10yr up 0.7bps at 4.399

03:28 PM Off the weakest level. MBS unchanged and 10yr 0.2bps higher at 4.394

Lock / Float Considerations

The new week is off to a bit of a different start when compared to last week's moderate but pervasive weakness. Unfortunately, one day isn't enough to confirm that last week's trend has done anything but simply run out of steam. A full-fledged reversal would require a positive reaction to this week's data and Fed announcement (and dot plot).

Technicals/Trends in 10yr (why 10yr)

- Ceiling/Support (can be used as "lock triggers")
 - **4.43**
 - **4.35**
 - · 4.30
 - · 4.20
- Floor/Resistance
 - **3.99**
 - ° 4.12

MBS & Treasury Markets



MBS

30YR UMBS 5.5	+
30YR UMBS 6.0	+
30YR GNMA 5.5	+
15YR UMBS-15 5.0	+

110	-		•
US	Trea	asur	165

10 YR	4.398%	+0.006%
2 YR	4.250%	+0.012%
30 YR	4.605%	+0.006%
5 YR	4.254%	+0.006%

Open Dashboard

Share This