MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

MBS Recap: Fairly Uneventful Follow-Up to Fed Day



Dan Farmer President & CEO, Heartland Financial & Mortgage

www.hfmkc.com P: (844) 515-5626 M: (913) 709-5341

7315 West 79th Street Overland Park Kansas 66204 779961



Fairly Uneventful Follow-Up to Fed Day

MBS Recap Matthew Graham | 4:29 PM

Considering everything that transpired yesterday, today's follow-up was about as calm as we could have hoped for. Bonds lost ground, but the losses were focused on the long end of the curve. That limited the damage for MBS, which have been hanging out with the middle of the curve these days. AM econ data was a mixed bag despite appearing to be unfriendly at first glance. If it had any ill effect, it was minimal. In the bigger picture, Thursday simply represented a leveling-off after Wednesday's rout. Friday brings monthly PCE inflation, which is certainly capable of causing a big reaction, but it almost never lives up to that potential.

			یا اوریا موجوع آنهای در این	an Malasztattaszt a T. Taranattaszt				
			MMB	SLIVE	M • 10.0 •		• 🔝 ana sta	
THE PRO	nei.	0.0	REALTINE CHART MANE		0 0 HEAL THE CHART HOT			MES LINE OWN
12.18			STREAMAND *	PROF 1993 Line mile 198,75 198,77 198,75 198,88	10 Year Treasury *			COLUMN OF THE
		No Change	106.75 (0.00)	CHARLOW COULD COMPLEX	1.8270 (-0.0010		CONCORDED S	
Not 10 Year			June Case 10 1981 198	THE REPORT OF THE	Described IN THE N	A THE REPORT OF THE		They also the set of the set of
		101			H I I I I I I I I I I I I I I I I I I I			Anty Parls, April 17
								All and an
						10 Fear D		the bar barak + home
the (i) they			100	14		June Marris		Training and the set of the play?
			1140			Mark 123		Anty Parks, All Colors
	100.00-00.00					1 Low 1.78		21. Face studie playing a rule to
48			III 80			Our I	ine a second	The for Darrele, 1 minute
Red Do Top						-		
							F1	Christopher Einesen: +
							8.8	Son Ontelepter Sevense 117-
						14		The line has been being 1.87 for
			Section description	And a close of the local sectors of the local secto				Rothers Grahami 1 11 pp
eten .				Size .	a star	1 1 14 1		 Item for mentioned that a to filter yields.
100,2109 (-0.0000) 8.51			Conternational State					Rothers Graham + 1 and
			UVE NOWS STREAM		and in successful to		6.6	night in the arty byge the
					(DOTHER NOTION			

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



Watch the Video

Update

8:37 AM Mixed Bag of Data But No Major Reaction So Far

Alert

10:05 AM MBS Down More Than an Eighth

MBS Morning

10:29 AM Weaker Momentum Continues, Regardless of Data

Econ Data / Events

- O GDP
 - 3.1 vs 2.8 f'cast, 3.0 prev
 - Philly Fed Index
 - -16.4 vs 3.0 f'cast, -5.5 prev
 - Philly Fed Prices
 - 31.2 vs 26.6 prev
 - Jobless Claims
 - 220k vs 230k f'cast, 242k prev
 - Continued Claims
 - 1874k vs 1890k f'cast

Market Movement Recap

- 09:14 AM Sideways to slightly weaker overnight and little-changed after AM data. MBS down 1 tick (.03) and 10yr up 2.3bps at 4.537
- 02:08 PM Modest additional weakness into 1:30pm. MBS down 3 ticks (.09) and 10yr up 3.7bps at 4.552

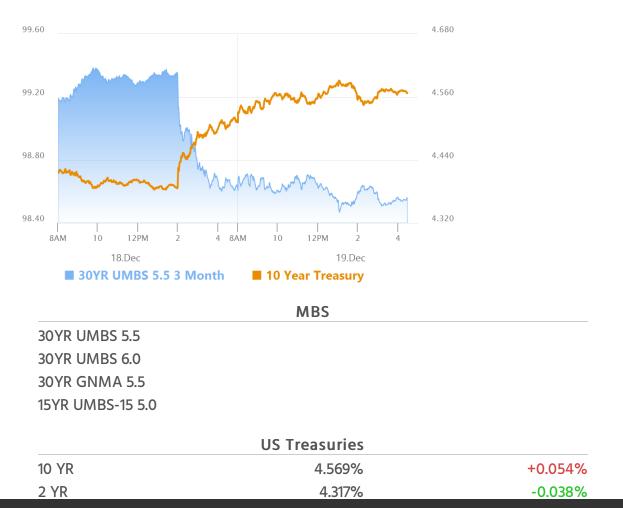
Lock / Float Considerations

All bets are off until further notice following the Fed day rout. That said, it has been and continues to be the case that any meaningful improvement in rates will require downbeat economic data and softer inflation. At this point in the year, we're waiting until early January for the next major shoes to drop (NFP and CPI, specifically).

Technicals/Trends in 10yr (why 10yr)

- Ceiling/Support (can be used as "lock triggers")
 - **4.57**
 - **4.50**
- Floor/Resistance
 - ° 4.20
 - **4.30**
 - **4.35**
 - · 4.43





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

30 YR	4.698%	+0.108%
5 YR	4.422%	+0.014%

Open Dashboard

Share This