# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

# MBS Recap: Fairly Uneventful Follow-Up to Fed Day



Nickolas Inhelder Mortgage Broker, Aslan Home Lending Corp

www.AslanHLC.com P: (720) 446-8778 M: (858) 229-9533 nick@inhelderinvestments.com

1777 S. Harrison St. Denver CO 80210 2037157 - CO, FL



## 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.

ويستعرب والمستراج					and the second			
			MMBS	LIVE	10 ·		sa • 🔛 acon seu	
THE PROPER		0.0	BEAL THE CHART MANE	0.0	REAL THE OWNER (40)			MES UNE OWN
15.18			STREAMAN	PROF OFER LOW MER SOLUTI SOLUTI SOLUTI SOLUTI	10 Year Treasury *			COLUMN OF THE
		No Change	106.75 (0.00)	CHART DETEND + DELECTIONAT +	1.8270 (-0.0010		Court process - s	
Res 20 Year I was			Junction 10 102110	NAME AND TAXABLE ADDRESS OF TAXABLE	Incompany of the lot	1011001001001		The second second second second
		101						Anty Parls, April 17
	PE 04 - 1 40							All and an
	8.75-6.80						(Incore)	the state bank the set
tee (d) Taxes			1	104.04		And Address of Contract of	112.30PH	and one of the profit
						and inset 1		And Rada Rada Act & Mark
	10.00					1 640		21. Face studie playing a rule to
			- UK (#00.00	THE REPORT OF TH		Out	CHINE	The for Darrele, 1 minute
Read The Party of the								Contraction of the second seco
							1 <b>1</b>	ar way down to 182
							6.1	Son Ontelepter Sevense 117-
	8.70 -0.00						A 10	The loss has been being 1.87 for
	er Pea	-	Search and a second	and the second		1 1 10		Rethree Graham ( ) 1 ( )
		-	LIVE NEWS STREAM					Ballere Galare
	And in case of the local division of	A REAL PROPERTY.	Contraction Income and the	AND PROPERTY AND INCOME.	CONTRACTOR OF TAXABLE	PROTE	0.0	and Annual Descent Links

© 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**
  - o **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