# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

## MBS Recap: Orderly Move to Highest Yields in 8 Months



Oliver Orlicki Founder, The Orlicki Group www.orlickigroup.com P: (813) 302-1616

401 E Jackson Street Suite 2340 Tampa FL 33602 205123 2072896



### Orderly Move to Highest Yields in 8 Months

MBS Recap Matthew Graham | 4:20 PM

Bonds reacted logically to this morning's econ data at 10am. ISM Services' inflation component was one of the worst offenders, but higher job openings didn't help. The spike in yields was instantaneous but fairly well contained. Bonds managed to drift sideways for the entire session after that with no discernible reaction to the 10yr Treasury auction (not a surprise considering it was very close to expected levels). All told, yields inched up to the highest since April 2024, but in a very orderly way.

	- Westerney and the second second second		
	MMBSLIVE	🖿 • 100.0 • 100.0 • 100.0 • 🔛 64.000	
THE PIECHS 0 C	INCAL THE CHART MANS	0 0 FRALTINE COURT (K)	MES LIVE OWN
	DEVELOPMENT POLY OF A LOW AND	to fear Teacory . Price crick ups min	COLOR Office
Prop BYDAN LED	106.75 (0.00) 106.75 106.75 106.05 10	1 9979 ( 0 0010) LINE LINE LINE LINE	
Read 18 Year / Fact	June Days 14 THE THE THE THE THE THE THE	Anna Charl Mr THE THE THE NEW YOR THE THE	They all threads a second second borner
18 NO 18 11 11		H	Andy Parlin do a 1 of an
			And an
10 10075-000 000		A har beauty	Ava State Institution
Real (8 Plant of the Plant of the Plant		- Const 1/100	August and the set of
10 10 M (0) ///			And Park, All Colors
15 10144-000 400		1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	The state state playing a rule b
48 98729-100 4040		en this	an intern apple beat of nar
No. 20 Team (			INTE Operation Developer ( ) (
38 NOR 11 89			arvery door to 1.82
18 10.79 -0.00			Christianer Sevena (117)
			The ballet bere 1.42 to
	the in the line of the line of the		Buthers Grahami a in pro
Pice Yest	Pine Pine	the star of the star star star star	10yr yields
100,2109 (-0.000) 0.010 (-0.000) 100,0079 (-0.000) 0.0723 (-0.007)	CLIVE MIN'S STREAM		The section brackets a literation
100.0078 (-0.0700) -0.0703 (-0.007) 100.0000 (-0.0700) -0.0000 (-0.0700)		four arrows and a d	10 to a be any logge ba
10,000 (10,000) 14,000 (10,000)		Seat Contraction of Seat Seat Seat Seat Seat Seat Seat Seat	Gebart Denigerik 110 pr.
A SECTOR CONTRACTOR CONTRACTOR	Million Address	Out a fundary and respire? Result feature	The bar Darah, 111 per
STORES LABOR 2404 COMM	With Recip Devid Markets Consolders Advantations	Reprint of the second	The site just has to meet the
a hit s is more than 1910	Award The New A 1794 The COT's Decodes Trans Time Will Corner Takes (1) and (2)	Provide Bunnary	is measured to value Game exceed 50% of the later mar-
a prime provided in perimetring with Thomason Readows	The Cold Denote part and the Cold Ten Med Cold	tele tele	The Mathematics
ere er fels e hen furb Ø	Constant of Financial Education	Teday 0 7 Vew Q	The second in the careful above
	0.0 Sector and a sector of the		The second secon
Per West Taxon Transmit The West Next T	And a state of the second	VIJFO	The second second second
	MASS OVER ALL DRIVE AND AL	and the books from the	Tel Book 11 per

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



Watch the Video

#### Alert

10:03 AM Hotter Data. Bonds Selling

**MBS Morning** 

11:54 AM Bonds on The Run After Data

#### Econ Data / Events

- Job Openings
  8.098m vs 7.7m f'cast, 7.839m f'cast
- ISM Services
  - 54.1 vs 53.3 f'cast, 52.1 prev
- ISM Services Prices
  - 64.4 vs 57.5 f'cast, 58.2 prev

#### Market Movement Recap

- 10:17 AM Just slightly weaker overnight with additional selling after ISM data. MBS down 6 ticks (.19) and 10yr up 4.6bps at 4.678
- 01:04 PM No major reaction to ho-hum Treasury auction. 10yr up 4.3bps at 4.676 and MBS down just over an eighth.
- 04:11 PM Sideways since 10am, essentially, with MBS down 6 ticks (.19) and 10yr up 5.9bps at 4.691

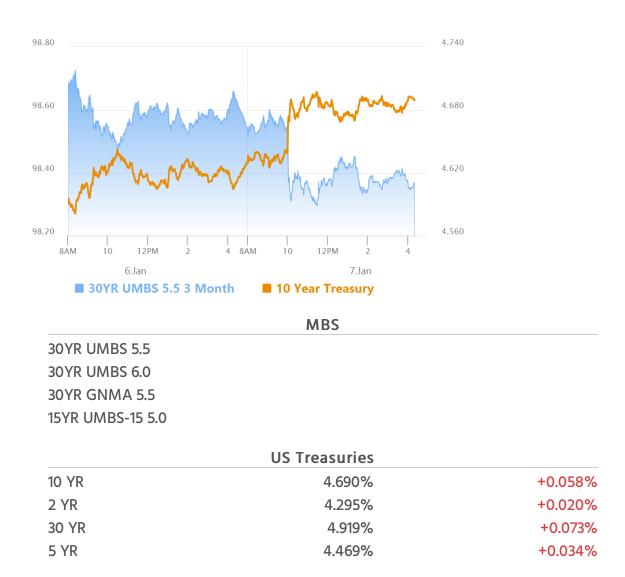
#### Lock / Float Considerations

Rates continue muddling along at or near longer-term highs following the December 18th Fed announcement. There haven't been any glorious recoveries since then. If we hope to see one, it would depend on big ticket econ data like the jobs report or CPI (Jan 10th and 15th respectively).

### Technicals/Trends in 10yr (why 10yr)

- Ceiling/Support (can be used as "lock triggers")
  - **4.74**
  - · 4.67
- Floor/Resistance
  - · 4.30
  - **4.35**
  - **4.43**
  - **4.50**
  - **4.57**





**Open Dashboard** 

Share This