MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

MBS Recap: Orderly Move to Highest Yields in 8 Months



Charles Davis EDGE Home Finance Corporation

www.edgehomefinance.com M: (303) 870-6165

284 Spongecake Drive Hardeeville SC 29927 1740379



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.

| a 1911 - Maria Maria Maria da Maria | | | | |
|--|-------------------|---|--|--|
| | | MMBSLIVE | 🛄 * 10.4 * 100.5 * 🕅 0.000 | |
| THE PROVE | 0.0 | NEAL THE CHART MAN | 0 0 REAL TIME CHURT (KD) | MES LIVE OWN |
| 1.14 | | | the finant the state of the state of the state of the state | COLOR OF MAL |
| Pro- | A TOWN OF | 106.75 (0.00) (mell provide the contraction | ar. 1.8270 (-0.0010) table table table table | GRA DALTER |
| Box 10 Year | Ten . | | | The bar Daraba is the second |
| 14 10 14 | | Just Date 24 DR TH SH SH SH SH TH | Loss Charl 20 Die Sie Sie Sie 197 | Tay sill closed much lower |
| 55 Tot 08 -110 | 10.00 | | | |
| 10175-040 | | | 10 feet feeting | Contra Danak |
| Non 10 Your | | | 100/01239M | Area and the set and |
| 10 10 10 10 | | | Contraction of the second seco | AND AND PARA ACCOMM |
| 35 10144-030 | | | HAR A THE WAY CANNER AND | The shots playing a nim |
| | | | And Table 1 | The for the state of the second secon |
| Mar 20 Tear I am | | | | |
| | | | | Christopher Elevensi + 1 ar way door is 187 |
| 35 No.88 -175 | | | 1 MAY | Com Christianian Vincensi (11) |
| | | | | The loss has been been that he |
| | | The standard sectors and the standard sectors and | | Butthere Grahami a 14 per |
| afters Proce | | Also Die | the start of the start of the start of the | 10er parties |
| 100.2109 (10.0000) | | the second se | A. 194 | The section in column + 1 and |
| 100.0078 (10.0100) | | LIME NOWS STREAM | | 💐 102 to a Be only bugge B |
| | | And an an inter a function | These DECEMPORTY PARTS 0.0 | Gillert Denkard, 110 pr. |
| | | Million Laura | Del a lander per soure a reprice? Read Rester | an here apport were to |
| 48.7818 (4.6156) | CADINE (CORNEL) | With Recap. David Warkers Consolidate All-Rec 142(DAC | Reprint and the second second | The site bareful to the set its |
| | 2 aprel president | Annual The State of Links | Province & cremery | is measured to value (lar |
| take held a literarie colle | 20410113020 | The COE's Denistic Days Tenar Will Cargo Take / Dear Openal | table Both | Received 10% of the bill re- |
| name - Tata - Real Parts - | | CPUID's Contrag on Financial Education | Today 0 7 Vew Q | The based to be careful also ecreage brough |
| NECOLEMONE | 0 | | | The for Darrest, 1 and and the second |
| Parma Internet | Training Barris | | | Renau Branced under Re |
| ay, January 27th | 1 for the do | a state and a second | | The Bran McFarlane: 1 -C pro- |
| | | | | Tel Real Lines |

© 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

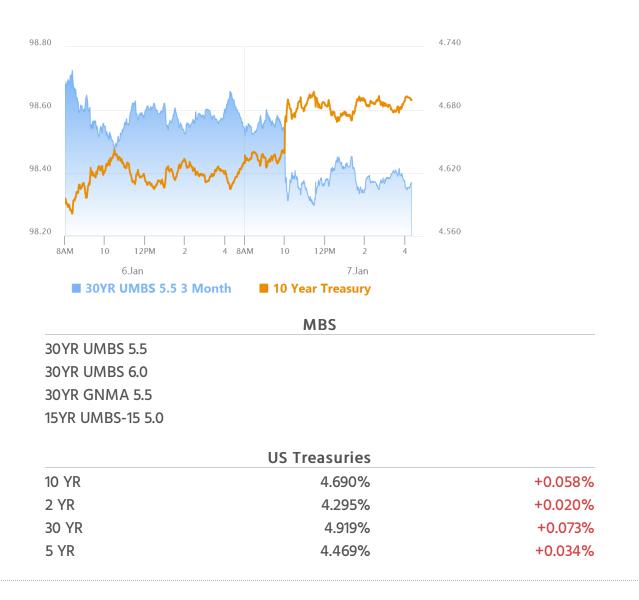
Lock / Float Considerations

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