

# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

## MBS Recap: Winning Streak Finally Ends, But it Could Have Been Worse



**Justin Lyons**

Mortgage Banker, Frandsen Bank and Trust

[results.frandsenbank.com](http://results.frandsenbank.com)

**P:** (218) 673-5015

**M:** (218) 590-8052

4803 Miller Trunk Highway  
Duluth MN 55811

NMLS# 2068093



## Winning Streak Finally Ends, But it Could Have Been Worse

**MBS Recap** Matthew Graham | 4:18 PM

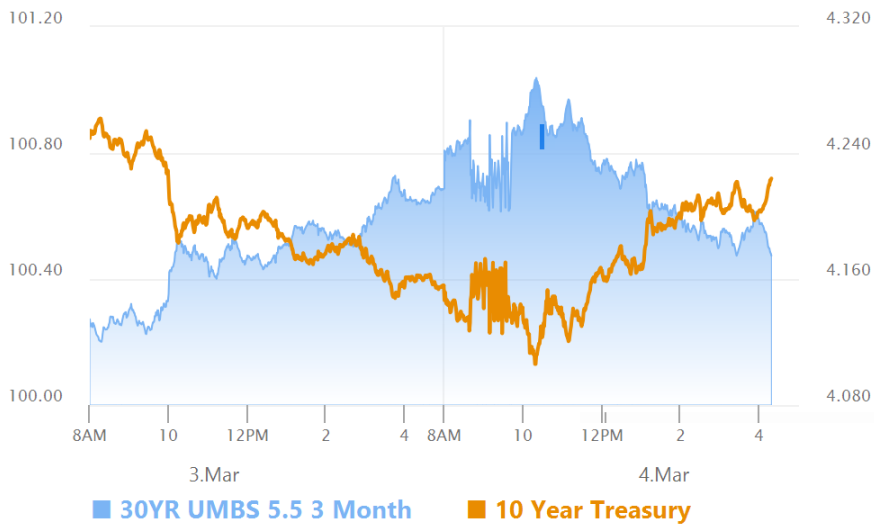
Take yesterday out of the equation and today's closing levels are better than any other day since early December. That's not a bad way to conclude 9 days in a row of bonds making intraday improvements. In the absence of data, traders took cues from equities and **technicals**. On the technical note, 10yr yields bounced at 4.11 right at the start of the overnight session and again in the 10am hour. Yields retraced most of yesterday afternoon's rally in concert with a stock market bounce. Days like today become much more likely than not when bonds stretch winning streaks to 8 days or more. This could be a simple attempt to catch a breath, but the jury's out until we see the rest of the week's data and whether or not yields actually care about 4.11%.



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

- Ceiling/Support (can be used as "lock triggers")
  - o 4.57
  - o 4.50
  - o 4.40
  - o 4.34
  
- Floor/Resistance
  - o 4.05
  - o 4.12
  - o 4.19

## MBS & Treasury Markets



### MBS

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

### US Treasuries

|       |        |         |
|-------|--------|---------|
| 10 YR | 4.224% | +0.069% |
| 2 YR  | 3.956% | +0.006% |
| 30 YR | 4.534% | +0.084% |
| 5 YR  | 4.011% | +0.044% |

[Open Dashboard](#)

[Share This](#)