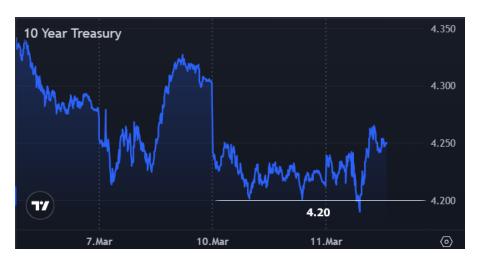
MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

The Day Ahead: Increasingly Reluctant to Rally Without More Motivation

Bonds were initially stronger at the start of overnight trading in Asia, but began selling off at a fairly steady clip almost immediately. By the start of domestic trading, the weakness was minimal. A stock sell-off helped bonds recover in the 10am hour, but when stocks bounced, so did bonds. Even then, we shouldn't expect yields and stocks to operate in constant lock step. In the bigger picture, bonds had rallied quite a bit up until the beginning of last week and they have been consolidating those gains ever since. This consolidation range could be viewed as being as wide as 4.1-ish to 4.35-ish in terms of 10yr yields. We'll reserve worry or excitement for a break outside that range.







Seth Wilcock MLO, CMA, VMA, CMPS, CVLS, Resolute Lending Powered by IMB

www.resolutelending.com P: (720) 593-6682 M: (720) 590-2492 team@resolutelending.com

3209 W Smith Valley Rd Greenwood IN 46142-8020 NMLS 389617 | IMB NMLS 2191655 Equal Housing Opportunity

