# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

## MBS Recap: Data Helped, But Wild Cards Remain on Deck



Justin Stearns Mortgage Broker, Assist Home Loans

www.assisthomeloans.com **P**: (805) 475-4900 **M**: (805) 757-0544 justin@assisthomeloans.com NMLS 258870



### Data Helped, But Wild Cards Remain on Deck

MBS Recap Matthew Graham | 4:18 PM

This morning's economic data wasn't immediately and obviously worthy of credit for the bond rally that followed, largely because the bond rally that followed was fairly small. Most of the day's gains were in place beforehand. The data (lower ISM/employment, job openings, and job quits) helped keep bonds near the stronger end of the day's range, and thus, the stronger end of the 5 week range. There's more data on Wednesday, but the biggest wild card may be the long-awaited tariff announcement in the afternoon.

	MMBSLIVE	🖬 * 100.5 * 100.5 * 🔛 0.000 S	
teel macres 0	D THEAL THE CHART MAN	REAL TIME CHART (R)	MES LIVE OWN
	DETERMINANT THE PART OF THE	to hear beauty . Filly show the select	10200 011et
Pice a Special	106.75 (0.00) (0.01) (0.01 - 00.01 - 00.01	1.8279 (-0.0010) Line Line Line Line Line Line Line Line	
Read Tel Your Come Prov		Annual Chart and Tale Tale Tale Tale Tale Tale Tale	The bar Darrow, 1
NO 10 10 100	10.14		Anty Parls, Aug. 1 (1 and
			And an
		10 feet feeting	The second second second
fee 30 Rear dans Inc.	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	100/1512 30M	
10 10.00 CB. 201		P. C. No. D. No. 1911	Anty Parts, Act of Marine
15 105.44-0.00 405 48 107.29 (11) (11)		1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	The for the second starting a room to
10 10720-000 -000 No. 2010ar		Our Line 2	an intern apple beat or nam
50 100 -140 444			Christopher Einenne ++**
55 NAM -111 DW			
48 106.78 49.00		190 V	Christigher Verseen: 117 p
an and a statements?			Reflex Schen L L
tes Pas Ved	the second		Them fee mentioned that a
100,2109 (-0.000) 0.010 (-0.000)		the start of the s	10y parts
100.0070	CLINE NEWS STREAM	P.4	100 hi a Be arts bege be
NAME AND ADDRESS OF TAXABLE PARTY.	Aller Anteriotes (see Aller Chest	FOR REPORT PARTS 0.0	THE General Designed 1 10 pr
10,000 - 10,000 - 10,000		and the second s	are have appear much for th
a salara jarras tara masa	Will Decay Deed Markets Considers All and DOM:	Out a tender over a reprise? Republication	the lot barely the period
112 8875 1 1 1 1 1 1 2 40 1 1 1 1 1 1			The site just has to next the is measured to value Gener
an off a fill survey of the light 1310	The ECE's Dendus Trans Time WE Europe Take / Sciences (17)	Partie Formay	exceed 10% of the total mark
e pring provided is performing with Theoreman Royland Name in: Tota 🌒 Reck Parts 🔕	Come + 10mg CTVDA Contrag on Financial Education	Teday 0 7 Ver Q	The first pro-
INCOLENCIAL	O D State State of State State State of State		The for Dariely in an and the form
Nor West and Taxabase Tracking And			Tran III, Farbore 1 4 an
Cit chan minor any site and the site of th	MILLINGALOUT	the line beau descets	A Destination of the second

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



Watch the Video

#### **MBS Morning**

10:33 AM Bonds Look Past Higher Manufacturing Prices

#### Econ Data / Events

- • ISM Manufacturing
  - 49.0 vs 49.5 f'cast, 50.3 prev
  - Prices 69.4 vs 65.0 f'cast
  - Employment 44.7 vs 47.6 prev
  - Job openings (lower = better for rates)
    - 7.568m vs 7.630m f'cast
  - Job Quits (lower = better for rates)
    - 3.195m vs 3.266m prev

#### Market Movement Recap

- 10:05 AM Stronger overnight and at best levels after 10am data. MBS up 6 ticks (.19) and 10yr down 5.1bps at 4.154
- 12:55 PM Sideways and slightly choppy all morning. MBS still up 6 ticks (.19) and 10yr down 4.6bps at 4.161
- 04:07 PM Still flat. MBS up 6 ticks (.19) and 10yr down 4.1bps at 4.165.

#### Lock / Float Considerations

Due to potential distortions from month/quarter-end trading, the momentum that we're seeing at the end of March shouldn't be taken as a sign of things to come in early April. If the resilience is to continue, it would require support from weaker economic data.

Technicals/Trends in 10yr (why 10yr)

- Ceiling/Support (can be used as "lock triggers")
  - o **4.57**
  - · 4.50
  - · 4.40
  - · 4.34
- Floor/Resistance
  - ° 4.05
  - **4.12**
  - **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	4.166%	-0.041%
2 YR	3.874%	-0.012%
30 YR	4.525%	-0.050%
5 YR	3.916%	-0.035%

**Open Dashboard** 

Share This