MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

MBS Recap: Absence Makes the Bonds Grow Stronger



JD Dindinger Vice President | Broker, Neighborhood Mortgage Group

www.JDapproves.com P: (503) 409-3933 JD@CopperRidgeFinancial.com

3340 Commercial Street SE Salem OR 97302 NMLS # 397740 Website: APPLY NOW



Absence Makes the Bonds Grow Stronger

MBS Recap Matthew Graham | 4:38 PM

Bonds improved at a moderate pace for the 2nd day in a row, thus marking the first sustained push back against the recent rate spike. The gains are notable because they are not being driven by any big, new developments on the trade/tariff front. Instead, it is the absence of any such developments that is allowing the market to get back into a relatively calmer groove. That said, we wouldn't take the calm for granted. Bonds have merely moved back to more nimble territory as we wait for more policy clarity.

	a geographica			a second s	
			MMBSLIVE	🖬 • 100.0 • 100.5 • 100.5 • 🔝 0.000	
100 (110)	16 5	0.0	TREAL THE CHART MANE	O REAL THE CHART (K)	MUS LIVE OWAT
			DEPERTONNAL & PROF. DOTS. LOW MED.	to teat Teasury . Peter office units	COLUMN STAR
	ine .	No Change	106.75 (0.00) (mell product - MUSCI could	1.8270 (-0.0010) Line Line Line Line Line Line	Ger Out Twe
-			June Court 24 That that that the that the	Josephere 20 THE THE DAY NOT THE THE	They will channel in any
	NO NO VELOCIT		A POINT AND	Trave Chart 10 THE THE THE THE THE THE THE	
	10108-1111				Andy Parks, dog to 2 and
	10675-680			Hiter Decay	Con make banks the set
en 30 Tem			11	100/03 12 30%	Aug. Bei anal son die Beg play?
		104	hard and the second second	Open 1788	Anter Party Party Act and an
	100.00-00.00		I DI LUC I LUC APRAL ***	· · · · · · · · · · · · · · · · · · ·	21. Tant stocks playing a nim for
				Con 1700	an born apple beat or new
Red St Team From From					
					Christopher Kinnessi + 17 -
					Christian Sevense 117 -
					The ball of being the ball
			The state of the s		Matthew Grahami + H.p.s.
tes -			2.00 File	the state of the state of the state of the	item for mentioned had a la
	100,2108 218,80003		And and an other design of the local division of the local divisio		Bathers Graham + 1 am
			TANE NEWS STREAM		💐 102 hi a Be only logge But
			Aller And an inter aller (1)	INTREPORT PAGE 00	Gilari Denizett. 150 pr.
			MILLION AND A	Det a tender par revera reprise?	are have apportioned for the
		CADIN TRADUCT	WIGS Recipt David Markets Consoliders Alvert BUDIAC	Reporting and the second secon	The site bareful time of the set
		24040 101000	Annual Tax and A 1274	Page 1 and 1	is measured in value Carner

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



Watch the Video

MBS Morning

11:24 AM Now For Something Completely Different: Stronger Start, Lower Volatility

Alert

3:56 PM MBS Down Just Over an Eighth From Mid-Day Highs

Econ Data / Events

- • Import Prices
 - -0.1 vs 0.0 f'cast, 0.2 prev
 - Export Prices
 - 0.0 vs 0.0 f'cast, 0.1 prev
 - NY Fed Manufacturing
 - -8.1 vs -14.5 f'cast, -20.0 prev

Market Movement Recap

- 10:16 AM Choppy, sideways, but slightly stronger overnight. MBS up 3 ticks (.09) and 10yr down about half a bp at 4.367
- 01:04 PM Gains continue. MBS up a quarter point and 10yr down 5.5bps at 4.32
- 03:13 PM Down an eighth from the best levels of the day, but still up 5 ticks (.16). 10yr down 4bps at 4.333, but up a few bps from best levels.
- 04:34 PM Avoiding further weakness this afternoon. MBS up 5 ticks (.16) and 10yr down 4.4bps at 4.33

Lock / Float Considerations

Markets sent a strong message to the administration regarding the implementation of tariff policies and the administration adjusted. Markets have subsequently adjusted back to the pre-tariff range. Volatility

risk remains higher than normal and the farther yields fall into the pre-tariff range (roughly 4.15 - 4.40% in 10yr yield), the more a defensive strategy makes sense.

Technicals/Trends in 10yr (why 10yr)

- Ceiling/Support (can be used as "lock triggers")
 - **4.64**
 - **4.48**

- Floor/Resistance

- o 3.99
- · 4.05
- **4.12**
- **4.19**
- · 4.34
- · 4.40

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	4.336%	-0.039%			
2 YR	3.847%	-0.002%			
30 YR	4.783%	-0.004%			
5 YR	3.985%	-0.021%			

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

Open Dashboard

Share This