# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

# MBS Recap: Bonds End Almost Perfectly Flat



Glendon Grose Loan Officer, Movement Mortgage

lo.movement.com/.../home P: (571) 758-4499 M: (540) 424-9664

3701 Pender Dr Fairfax Virginia 22030 1622561



# Bonds End Almost Perfectly Flat

MBS Recap Matthew Graham | 5:05 PM

There are two kinds of rate/bond watchers today: those who tuned in late in the day to see bonds almost perfectly unchanged and those who were tuned in through the mild volatility this morning. The former group would simply shrug and go back to whatever it was they were doing while the latter might be frustrated to see bonds losing ground on a morning where inflation came in lower than expected. For the frustrated crowd, this was the plan for today--the asymmetric risk discussed yesterday. A decent result was never likely to help bonds. The subsequent weakness was driven by other factors, not CPI (risk-on trading and a series of tariff headlines from China). Even then, unchanged is unchanged.

			MMBSLIVE	100.5 * NO.5 * NUMBER	• 🔛 GLOWA SCHOOL •
THE PROVIS 0 0		0.0	HEAL THE CHART MAIN	0 0 REAL TIME CHART (K)	MUS LIVE OVAT
			3010 FIGUR 4.8 *		
	Pro	And the second	106.75 (0.00) Creat of the		Court property and Courtwe
Bar 18 Year / Fee			June Day M Set that the test that the	Josephere Mar 100 Tel 100 Tel 100 Tel 100	State Banks and an
38.	NO MARKET		the second second second second second second	10.14	Toy all doord much lower
8.8	10108-0100				And Parks, St. 1.7 at
	10675-680			18 feet fe	Harry .
wine (10 Tes				the set of	
		104	1 i Mi	00m 120	AND THE REAL PLACE AND THE REAL PLACE AND A DECK OFFICE
	100.441-0.00				ta and a second paying a rest of
				Core 10	where the second s
No. Of Tax					and a figure and a set
					Provide State Stat
			r wur		Christianer Verenni + 17
					The ball being the ball being the ball
			the state of the s		Rethra Graham ( 1 H pr.
aties -			Also Die	the star is the star of	The sectored had a
	100,2109 2-0,0000		and a second sec		P.M. Ballers (robert + 11
			LIVE NON'S STREAM		102 to a the arts logge the
			COLUMN AND RECIPIENT AND	ATTACK Grant GERRARPORTE PROCE	O O ETT Galari Denigerik 110 pm
				Del a landet per neve a reprisa 1	an here appel even bet
		LADIN LABOR	Mail Card and David Markets Connections and Arrived	And a second sec	Real Papers



Watch the Video

## Update 8:38 AM CPI Comes in Lower. Bonds Aren't Mad

#### Alert

10:09 AM MBS Down Just Over an Eighth From Highs

#### **MBS Morning**

10:49 AM Stock Gains Creating Bond Pain After Flat Response to CPI

Aler	
2:20 PM	Just a Bit Weaker and a Bit More Reprice Risk
4:41 PM	

#### Econ Data / Events

- • Monthly Core CPI
  - 0.237 vs 0.3 f'cast, 0.1 prev
  - Annual Core CPI
    - 2.8 vs 2.8 f'cast, 2.8 prev

#### Market Movement Recap

- 08:48 AM MBS up about an eighth and 10yr down 2.4bps at 4.446
- 09:58 AM Losing ground in the NYSE session. 10yr up 0.4bps at 4.474. MBS back to unchanged.
- 12:09 PM New lows. MBS down 3 ticks (.09) and 10yr up 2.4bps at 4.492
- 04:49 PM Decent late bounce. 10yr roughly unchanged at 4.47. MBS down 1 tick (.03)

#### Lock / Float Considerations

Bonds/rates find themselves in the unpleasant position of not knowing where their next big impetus for improvement will come from. While it's true that rates can fall despite an obvious catalyst, this is nonetheless not a float-friendly environment. The only foreseeable exceptions would be for seriously weak economic data and another big dip in stocks.

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

- Ceiling/Support (can be used as "lock triggers")
  - **4.64**
  - **4.48**
- Floor/Resistance
  - **3.99**
  - **4.05**
  - ° 4.12
  - **4.19**
  - **4.34**
  - **4.40**



### MBS & Treasury Markets

#### **US Treasuries**

+

TO YR	4.469%	-0.001%
2 YR	4.006%	+0.007%
30 YR	4.907%	-0.009%
5 YR	4.097%	-0.016%

**Open Dashboard** 

Share This