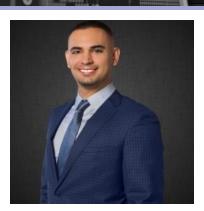
MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

MBS Recap: Slightly Stronger Because Not Every Day Can be Weaker



Alfonso Rodriguez REALTOR & Mortgage Loan Officer, Network Funding

nflp.com/.../alfonsorodriguez P:512-215-4284 M:512-809-0091

1717 N. IH-35 Round Rock TX 78664 2103631



Slightly Stronger Because Not Every Day Can be Weaker

MBS Recap Matthew Graham | 4:36 PM

Bond yields have moved almost exclusively higher in May. At the very least, they've been in an incredibly linear uptrend. Uptrends wouldn't last very long if there wasn't some push and pull (think 2 steps forward, 1 step back). And that brings us to the best case for today's gains: sellers are taking a breath. Not every day can be a sell-off. To be sure, the gains weren't inspired by data or any new fiscal developments. We can attempt to force the mid-day pop to fit a fiscal narrative based on a comment on the Senate's time frame for a vote, but we could just as easily say it was position-squaring ahead of a holiday weekend with traders leaving at lunch time today and not coming back until the middle of next week.

	مربع ماله رواند.			e Artista de desta en la linearen (*****)				
			MMBS	SLIVE	B • •0.4		1964 - 🔝 G.CM	
100.000	cresi	0.0	HEAL THE CHART MANE	•	C REAL THE OWAT HO			MES LIVE OWN
11.18			SPREMALS *	PROF OFER LOW MER TOKATS TOKATS TOKATS TOKATS	10 Year Treasury *		100 100	COTON OF THE
	Pro-	Ny Change	106.75 (0.00)	CHART OFTICHE + DEALEDWAT +	1.8270 (-0.001		Chief CADE Chief Detect	GRA DALTAN
War 10 Year / Feb		Annual Control and The The The The The The The		Annual Statement	Trans Coast Mr. The The The New York The The			
18 .					A DESCRIPTION OF THE OWNER			They still closed much lower
								Andy Paula, No. 1.7 and
	106751680						fear Treasury	The state bank the se
the (ii) The			100.00	104.01			2/15/12/30/96	Aus and have die bes play?
		394	11465				+ 12494 + 12424	And And Park, All Colors
	100.44 -0.00			IN THE REAL PROPERTY.			anne de	21. There should playing a rule to
48			I U 100.0					The Darber Darber 1 11 and
Red DO TH						1		an by an apple boar of an
							1	Charles barren and a service of the
							40.1	Christener Versener + 17 -
	106.78 -0.00						TW-IA	The loss has been been 1.87 for
			Section density	terms in the local sectors				Retform Graham, 114 pp.
ries -				Also a	and the state	1 1 11		The number of the sectored that a t
	100,7109 (-0.0000) 100,0078 (-0.0100)	88700 (CONT)	LIVE NOWS STREAM				17.64	and the set of the set
	when the same part of the local	A REAL PROPERTY.	The second secon	NAME AND ADDRESS OF TAXABLE PARTY.	COST NET COLUMN	PROFE	0.0	

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



Watch the Video

MBS Morning

10:06 AM Conspicuous Absence of Volatility After Data and Spending Bill Vote

3:38 PM

Econ Data / Events

- Jobless Claims
 227k vs 230k f'cast, 229k prev
 - Continued Claims
 - 1903k vs 1890k f'cast, 1867k prev
 - S&P Services PMI
 52.3 vs 50.8 f'cast, 50.8 prev
 - S&P Manufacturing PMI
 - 52.3 vs 50.1 f'cast, 50.2 prev

Market Movement Recap

- 09:25 AM modestly weaker after spending bill passage, but back to unchanged in MBS now. 10yr down 1.3bps at 4.588
- 12:19 PM Nice rebound, perhaps on news that spending bill could take all summer. MBS up 6 ticks (.19) and 10yr down 6bps at 4.542
- 04:27 PM Heading out near best levels with 10yr down 6.3bps at 4.538 and MBS up nearly a quarter point.

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 or a miraculous improvement in the debt issuance outlook.

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						
10 YR	4.530%	-0.070%				
2 YR	3.989%	-0.033%				
30 YR	5.042%	-0.046%				
5 YR	4.091%	-0.079%				

+

+

+ +

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

Open Dashboard

Share This