# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

## MBS Recap: A Little Early Excitement



Todd Hanley, RICP®, CMA™

Senior Loan Officer, United Direct Lending

https://todd.mortgage M: (954) 806-5114 todd.hanley@uniteddirectlending. com

5500 NW Glades Rd Boca Raton FL 33431-7367 LO71086



### A Little Early Excitement

MBS Recap Matthew Graham | 3:34 PM

Bonds began the day with a bit of excitement following Trump comments on raising EU tariffs to 50%. The reaction was bigger than warranted based on the time of day/week as well as the fact that it's the Friday before a 3 day weekend. All that to say, markets were easier than normal to push around with seemingly relevant headlines. By the time human traders were sorting things out, stocks and bonds were moving back in the opposite direction. The day ultimately ended with modest gains, but at levels that represent the 4th weakest close in 3 months. Ho hum in the bigger picture, but better than a sharp stick in the eye.

			MMBS	SLIVE	100 · 100 ·		GLOWN SCOOL	
THE PROPERTY	6	0.0	HEAL THE CHART MANE	0.0	REAL THE CHART HO			MESLINE OWN
10.10			DEPERTMENT OF	PROF OFER LOW MORE TOR.75 TOR.77 TOR.75 TOR.88	10 Year Treasury *		wie .	COLUMN OF THE
	Pro-	No Change	106.75 (0.00)	OVER OTHER + REACT OWER +	1.8270 (-0.0010)		CALLER CONTRACT OF	Entrolutions
tes 10 Year			Just Charl M SW WW	NAME AND TAXABLE	Interchant and Tall Tall	NUMBER OF THE OWNER		The bar Darrels of the set to
		198			A DESCRIPTION OF THE OWNER			Anty Parls, dr. 1
								And Table
4.0					1000	18 Fear Error		Con exter bank + hore
fee (it feer -			1.5	104.00		Daniel Long		and you do key play?
		1984	E 1 401			High 12511		And Real Party Action in the
	100.44 -0.00			THE REAL PARTY		Low 1,7858	144	291 Fant shots playing a role for
10			- U <b>B</b> O. (	THE REPORT OF TH	and the second se	One 178		The barrier of the second seco
Rep 20 Team							_	
								Charlestraphere Elevanoveci + 17 er very closet to 1.82
						Curic I		The Ownershapper Supported in Street
								The line has been been they be
nie schenzin Mas						1 - 1		Reflece Graham 111 pr
	100,2109 2-0,0000	0.0120 (0.000)	UNE NON'S STREAM				el sus	Butthese Grateses - 11 an

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



Watch the Video

#### **MBS Morning**

10:37 AM Wait... So Tariffs Are Good or Bad For Bonds Now?

Aler	rt 👘
11:13 AM	Down a Quarter Point From Highs
1:32 PM	

#### Econ Data / Events

- • New Home Sales
  - 743k vs 692k f'cast, 724k prev

#### Market Movement Recap

- 10:07 AM Initial pop toward lower yields on EU tariff escalation is slowly reversing. MBS still up 2 ticks (.06) and 10yr still down 2.4bps at 4.512
- 11:13 AM MBS up 1 tick (.03) but down a quarter point from AM highs. 10yr down 1.7bps at 4.519 vs AM lows of 4.45

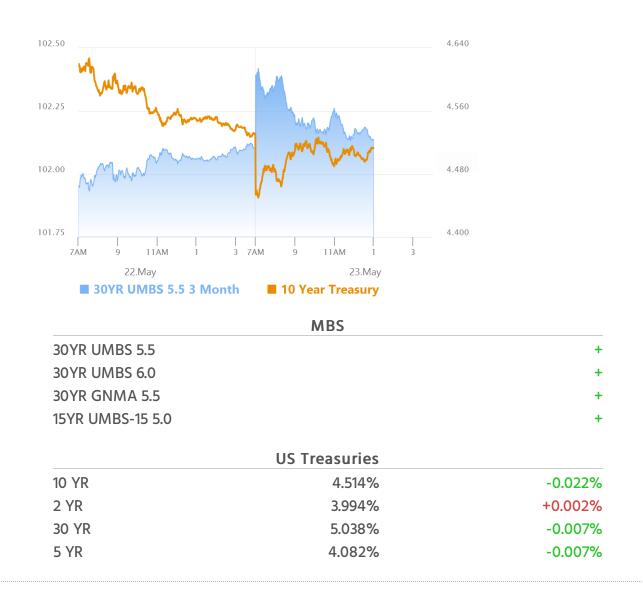
#### Lock / Float Considerations

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.

#### reclificals/ relias in loyi (wity loyi)

- 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**



**Open Dashboard** 

Share This