# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

# MBS Recap: Minimal Movement Amid Absence of Data

## Mark Ingram

Broker Owner, Ingram Company

www.ingramcompany.net P:(949) 378-1701 M:(949) 378-1701

170 E. 17th St. #200G Costa Mesa CA 92627 CA DRE: 01226769 NMLS: 371141/358879

# Minimal Movement Amid Absence of Data

MBS Recap Matthew Graham | 4:47 PM

It was ultimately a fairly uneventful session for bonds with the 5yr Treasury auction serving as a "sell the rumor, buy the news" event. In other words, traders were net sellers before the auction and then waded back into the market afterward. The wading wasn't as pronounced as the selling, but the net effect was negligible. Fed Minutes played no notable role in volatility. From here, tomorrow's 7yr auction can play a similar role, but there will be more economic data to digest (both tomorrow and especially Friday). The dark horse market mover may end up being month-end trading, which can create significant swings for apparently no reason at all.

	MMBSLIVE	100.5 * NO.5 * NUMBER -	
ter( Paces 0	O TREAL THE CHART MAN	9.0 (HEAL TIME OWNER (A)	MES LINE OIAT
-1. VE	DEVELOPMENT TO THE DEVELOPMENT OF the Development o	to feel Teaching . And they use man	COLOR OF MAL
Page 87 Damp	106.75 (0.00) control - marches	1.8270 (-0.0010) table table table table	Desr Outries
Red 10 Year / II		Josephere 24 Tel Tel Tel Tel Tel Tel Tel Tel	and a factor franks to you
La Hallos con more		In the	Twy slit closed much lower 1
			Andy Parks, dr. 1.1 and
10 10679-000 000		18 fear freezery	The state bank it is an
the 10 floor		Contraction of the second seco	Av and the define of the play?
10 HD M KIR. 10H-		In the Second Se	AND AND DES ALL THE
15 101.44 -0.00 401		LAND IN THE REAL PROPERTY OF	These shocks princing a rule for
48 98728-100 -010		Conc. 1284	per begen begen begin beat an name
Red Di Tear Anno 199			ICH Christopher Errorent of a
			arvery deve to 1 K2
35 10428 111 211 48 10629 488 487			Christigher Ververni, 117 pr
48 19479-499 490			The ballet being the ball
	the in the line of the line of		Butthew Crahami a to per
Plan Plan Yest	Provide and the second s	the start of the start of the start of the	
1003108 (-0.0000) 0.5150 (-0.000	CENT NEWS STREAM		
1003078 (-0.0100) - 0.0723 (-0.001		CONTRACTOR INCOME	C C
101000101000-1000010100	All And an inter and a funder	G bank Street St	Collect Descard, 1 Collect
102100 - 10210 14210 - 10210 A 102100 - 10210 14210 - 10210	MILLION AND MANY	Ord a tender per neve a reprise? Read Ten	
AND MARK LANDING & ADM INCOME	1 With Recipi David Markets Consolides Aldre, NEDAC	Report in the factor is the second in the second is	The site and has to meet the t
en tell a la compactation de la	And The Price of City	Pagette Bonnary	is measured by value General exceed 50% of the bild mark
	The COL's Strington Days Tana Will Compe Take Alberta and	table Read	
er prive providel is performing with Thomson Roylers. Research Texts - Resta Parts -	COURSE OF THE AND AND A COURSE	Talay 0 7 Vew Q	The finations
		1015 8 4 564	at reaching the second
MIC CREMON	O.O. Hant Barris and Married Married Party of the	AND DESIGN	There is no members of members
Autors Traves Taken In	THE R. P. LEWIS CO. V.		Remain Rearing and an United and and an United an United and an United and an United and an United and an United an United and an United an Unit
statement water and the second statement of the second	Manager and State of		Eries McTarlaine 1 (* pr.
ey, January 27th Ann Fair New	And Designed and D		anyone brow man acreage b
	MAN AND ALL AND A DATE	Ing Land Denket Reported by	Tel Bard Li pr
12 das dess parts 12 Recoldence on at las 8 44 44 44		3 Jalam WB Mann Tax Rood	ALL REPORT OF PRINT
Dentes in tanget Des 41 64 65	50	3.27 pm Now Perst Martin Adverticiant	The second secon
		115-pm Surdust Warrs John Sheaded	The Avenue of the second second
Deale point be		115pm Partin Mate Jun Dealer	Tel Tel aten
	Control Control on Control Con	233 pm Deate Mills Interface	and the first thread in the

Watch the Video

#### Alert

#### 9:50 AM Down More Than an Eighth From Highs

MBS Morning	
12:14 PM	Hesitation Ahead of Treasury Auction and Month-End
4:26 PM	

Market Movement Recap

- 09:38 AM Roughly unchanged overnight and weaker since 9am. MBS down almost an eighth and 10yr up 3bps at 4.476
- 01:11 PM Slight bounce after 5yr auction, but still down almost an eighth in MBS and still up 3.4bps in 10yr yields at 4.479
- 02:26 PM No reaction to Fed Minutes. MBS and Treasuries both right in line with previous update.

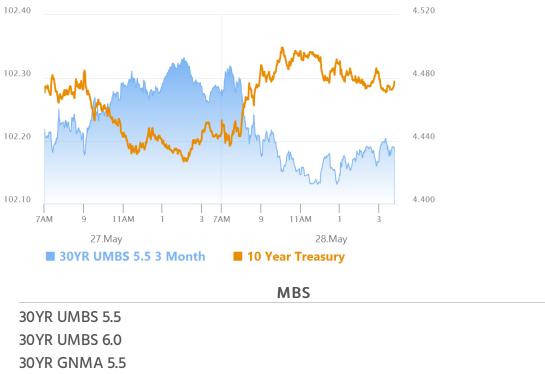
### Lock / Float Considerations

Rates have managed to find support at recent high yields after spending most of May moving decisively higher. We're now watching and waiting to see if the supportive bounce has legs. This would be the earliest possible moment that risk takers might finally considering something other than locking for the past several weeks. The counterpoint and caveat remains that a truly worthwhile rate rally will require sharply weaker economic data, a consistent failure of tariff-driven inflation to materialize, and/or a legitimate reason to expect lower Treasury issuance.

#### 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



15YR UMBS-15 5.0

US Treasuries				
10 YR	4.478%	+0.033%		
2 YR	3.992%	+0.013%		
30 YR	4.977%	+0.025%		
5 YR	4.064%	+0.032%		

÷

Open Dashboard

Share This