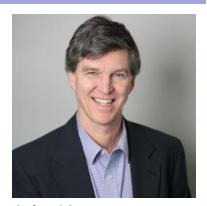
# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

# MBS Recap: Dot Plot in Focus With Fed's "No Cut" Announcement



John Hoye HoyeHomeTeam -Berkshire Hathaway Agents

www.hoyehometeam.com M: (860) 983-0875 jhoye@hoyeteam.com

970 Farmington Ave West Hartford Connecticut 06107



# Dot Plot in Focus With Fed's "No Cut" Announcement

MBS Recap Matthew Graham | 4:31 PM

Bonds lost some ground after this morning's economic data, arguably in response to the Retail Sales control group beating its forecast. Higher-than-expected import prices could also have played a supporting role, but the selling was too modest to worry about perfectly allocating the blame. It was also erased by an afternoon rally that was best explained by general risk-off vibes surrounding geopolitical headlines. Here too, we're not seeing anything too compelling in terms of trading justification. The best bet on that front would be Wednesday's dot plot from the Fed (the chart showing each Fed member's rate outlook over the next few years). That will be released at 2pm with the "no cut" announcement.

			MMBSLIVE	Image: 100 - 10		GLOWN NETTON	
THE PROVS		0.0	REAL TIME CHART (MAIN)	O O REAL TIME CHART BOD			MES LIVE OWN
11.18				10 Year Destury *	AND DESCRIPTION		COTON OF THE
	Prop	Ny-Dame A TOAN LOT		· macrower- 1.8270 (-0.0010		CALLER CONTRACTOR STATE	GRA CHURNE
No. 10 Yes			June Day M THE THE THE THE THE THE	Insurther IN THE N			The last factor in the second second
18.	NO NO INC.		And that he per the per the traction	Links and Links	A DAT MALITATION		
88	10108-0101						Andy Field, dr. 1
	10675-680				10 Feat Second		
ales 30 Tes				14.14	A Sea MANADA	M	The first of the set o
		1944	1 1 Mile 1 🗢 🖉		Open 1,7810		Anty Parle, ACC 114-14
	10144-010			TAL MARINE AND NO	Low 1,7858	144	24. Take studie playing a rule to
			1 II 8 8 0.1 D. M. M.				De ter farste ser en en
The State Processing State							Christopher Kirvensi, 117
						1	ar way down to 1 M2
	104.00 -171			A STATE OF	1 CAR.	1	Christianer Merenni, 117.
							The ballot being 1.87 for
			the first day of the latter of the				Wetthew Grahami and per
effette			A.M. 21.M.		1 1 14 14		The state
			CLASS NEWS STREAM				Watthew Grafters: 1 11 pr
	100.0078 (10.0190)		Chill Markey Chill Add	CONTRACTOR OF	INNERS		💐 10216 a Be arts buge Ba
			ALTER AND ANTICODE VALUE	A Page of heart Distance Posting		00	Gilbert Denisterti. 1 50 pm
			Martine Land		ue a reprice?	and Property 1	an here apport week for t
			With Recar. Ford Markets Consolidets Allow	VOX: Reprint Provide	The contribution	and the second se	Carlos Darole, 110 per

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



Watch the Video

#### Update

8:34 AM Retail Sales Mixed; Import Prices Lower

### Update

8:42 AM CORRECTION: Import Prices Flat (Not Lower)

#### **MBS Morning**

10:53 AM Econ Data Not Weak Enough to Help

3:56 PM

## Econ Data / Events

- • Retail Sales
  - -0.3 vs 0.1 f'cast, 0.0 prev
  - Core Retail Sales
    - 0.4 vs 0.3 f'cast, -0.1 prev
  - Export Prices
    - -0.9 vs -0.7 f'cast, 0.1 prev
  - Import Prices
    - 0.0 vs -0.2 f'cast, 0.1 prev

## Market Movement Recap

- 09:09 AM Stronger overnight, flat after data, and losing some ground now. MBS still an eighth higher on the day and 10yr down 3.5bps at 4.417
- 01:53 PM Best levels of the day now on Middle East newswires. MBS up 5 ticks (.16) and 10yr down 6.5bps at 4.386

### Lock / Float Considerations

Bonds have done what they need to do in order to maintain the prevailing range. This reinforces just how challenging it will be for data to justify a meaningful rate rally (and that it will likely need to be employment data rather than persistently tame inflation). Bond weakness on Friday and Monday make for a more neutral approach to this week's big ticket events, but those events are nonetheless capable of prompting a reaction in either direction.

# 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	4.389%	-0.062%
2 YR	3.947%	-0.028%
30 YR	4.894%	-0.082%
5 YR	3.985%	-0.055%

**Open Dashboard** 

Share This