MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

MBS Recap: Underwhelming (But Friendly) Conclusion



Patrick Smith Executive / Management / Banker, Integrated Funding P: (919) 847-2766

4098 Barrett Dr Raleigh NC 27609 67369



Underwhelming (But Friendly) Conclusion

MBS Recap Matthew Graham | 4:59 PM

The present week didn't manage to offer nearly as much excitement as the previous few examples, but that's not necessarily a bad thing considering yields/rates are near the lower boundary of their recent ranges. Today looked like it may have been a higher rate day at the start of the session, but bonds arrested the selling trend and reversed course after dovish comments from Fed's Waller. Europe's close was also beneficial for US bonds, helping us get all the way back into modestly stronger territory before trading levels flat-lined into the U.S. close.

	MMBSLIVE	🖬 • 10.0 • 100.5 • 100.5 • 🔛 GLOBER	
THE PROVS 0	O TREAT THE CHART PLANE OF	DE FREAL THE CHART (KD)	MES LIVE OWN
12.18	DETERMINANT PROPERTY AND ADDR.	to hear Treasury - Peter Artic Line man	CONTRACT OF THE
Page #15000.0	106.75 (0.00) total tota	1,8270 (-0.0010) Line Line Line Line Line Line Line	
	The star of the second second second	Prove Days 100 100 100 100 100 100	The second second second second second
	18.14		Anty Parls Are 1 and
			And Party Party and Contract
10 10675-030 430		Hitse Incorp	the state bank it and
	- I I I I I I I I I I I I I I I I I I I	And the Address of th	Ar and the set of the proof
10 10.05 (B) 204		BALLAN BALLAN	And Balls Balls Accession
15 105.44 -0.00 -0.00		A NON GALLER AN	201 Frank stocks playing a rule 1
10 10/20 110 1010		Our Line	The barrier of the second seco
			Christopher Einverst + 17
			ar way close to 1.82
			BOR Oncidential Services (11)
			The loss has been being 1.87%
	The second se		Watthew Grahami, 1 14 per
des Pos Yes	Also March	A STATE OF A STATE OF A STATE	10 states free membered that a
100,2109 (-0.0000) 0.9150 (-0.00			Rathers Graham + 11 an
	I LIVE NON'S STREAM		San an the arts begin the
	a state and address to a state of the	USER REPORT PROCESSOR 0.0	BUR Galant Demandi 1 10 pr.
		Def a londer par sour a reprise?	are have named some for
	11 Milli Recar Even Warters Consolders Alter By DMC	Cold a service of the	The barehout of the
112 0015 (10 010) 24010 (10 00)		and some	The alle just has is need the
	And The COT's Dender Days Tens Will Corpor Take All-services (1)	Taxet Consty	exceed 10% of the loter may
er prins provins in performing alle Thomasa Barban Nava In: Tarla 🔶 Rack Park 🄕	Connections OTTEL Control on Financial Education	Today 0 7 Vew Q	The badges in an
MICCILLINGAR	O C Providence in the second statement in the second Providence		The section of the se
An and Bolling Second Stations In			Homes Branced under Bull
ay, January 27th and the free	with the second se		The second second second

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



Watch the Video

MBS Morning

11:00 AM Unofficial 4 Day Weekend

1:17 PM

Econ Data / Events

- • Philly Fed Index
 - -4.0 vs -1 f'cast, -4.0 prev
 - Leading Indicator Index
 - -0.1 vs -0.1 f'cast, -1.0 prev

Market Movement Recap

- 10:09 AM Moderately weaker overnight, following European bonds, but bouncing back a bit after AM data. MBS down 1 tick (.03) and 10yr up 2.7bps at 4.419
- 12:20 PM Decent rally at 11am. 10yr now down 1bp at 4.382. MBS up 3 ticks (.09).
- 03:09 PM flat all afternoon. 10yr down 1.8bps at 4.374 and MBS up 5 ticks (.16).

Lock / Float Considerations

The incoming week's calendar is multifaceted in terms of economic data and Fed speakers. Both are worth a reaction in rates, but the data is the market's preference at the moment. On that note, Monday's Services PMI is a capable market mover and introduces some event risk. That said, none of the data is capable of fundamentally altering the narrative. That leaves risk/reward fairly balanced. Technicians and trend followers may note our nearness to lower range boundaries and thus feel a bit more defensive, however.

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

MBS

30YR UMBS 5.5	+
30YR UMBS 6.0	+
30YR GNMA 5.5	+
15YR UMBS-15 5.0	+

US Treasuries				
10 YR	4.378%	-0.014%		
2 YR	3.908%	-0.037%		
30 YR	4.890%	-0.001%		
5 YR	3.963%	-0.028%		

Open Dashboard

Share This