MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

MBS Recap: Underwhelming (But Friendly) Conclusion



Paul E Smith Owner, Main Street Mortgage Company

www.texasmainstreet.com P: (713) 528-1245 M: (713) 480-7385

3100 Richmond Ave Houston TX 77098 MSMC NMLS 296814 Paul E Smith NMLS 193580



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.

1						
			MMBSLIVE	1	100.5 • NTINGS • 🔝 G.	
100.000	0%6	0.0	REAL THE CHART MANS	0 0 REAL THE CHART (A)		WESLIVE OW.
	Pro	An Owner a	106.75 (0.00)	IS VILLE DEPOSIT	AND DES LOS MON LADOR LADOR LOS MON LADOR LADOR LADOR LADOR	Contract Office
10 10 10 10 10 10 10 10 10 10 10 10 10 1	NO NO OCCUPANT	-	Print Charl (24 THE THE THE HAR THE THE	Dans Chart IN THE THE		They dill proved much lower
4.0 Mar (il Tar			1		Automatica and a second	An and the sector of the secto
38 35 48	10140-030		Www. William		1 1701 1 1700 One 1700	And State States of a state by States of State
100 DE 10	NOT NOT					Christopher Knyssen + 17
195 148	104.00		- m		401	Christianter Streeter 117
nie schen Nes			for the share 1 where the share		1 1 1 1 1	Reflece Graham () is an interference () in an interference () and a state of the second of the se
	1003078 [100900	8959 (-1987) 98799 (-1987)	TUNE NEWS STREAM	Conservation of the local data		al Bathew Gestaw
	1012000 (01010) 1012000 (01010) 1012000 (01010)	1,000 (1,000) 1,000 (1,000) 1,000 (1,000)	Million And Markets Constants All and	Def & burder, and man	A repter?	Collect Deviced Longer
	112 8875 111 8910		And a state of the second	and the second second		In measured by value. Gene

© 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

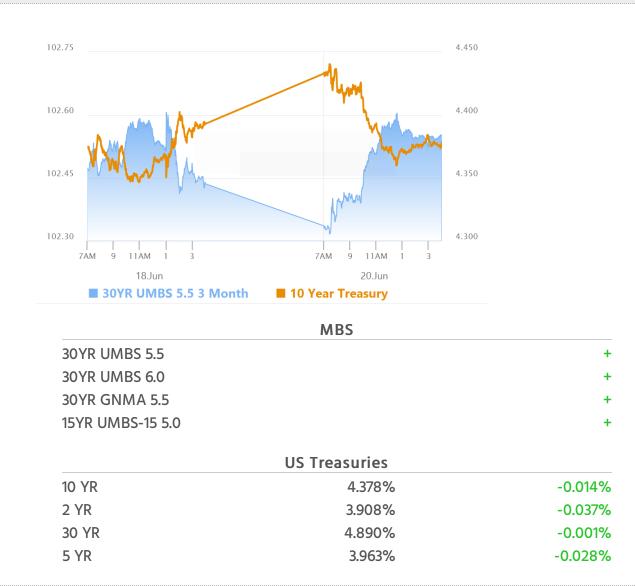
- 10:09 AM Moderately weaker overnight, following European bonds, but bouncing back a bit after AM data. MBS down 1 tick (.03) and 10yr up 2.7bps at 4.419
- 12:20 PM Decent rally at 11am. 10yr now down 1bp at 4.382. MBS up 3 ticks (.09).
- 03:09 PM flat all afternoon. 10yr down 1.8bps at 4.374 and MBS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

Open Dashboard

Share This