

# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

## UPDATE: PCE Inflation Slightly Higher, But No Major Reaction

- Core PCE M/M
  - 0.179 vs 0.1 f'cast
- Core PCE Y/Y
  - 2.7 vs 2.6 f'cast, 2.6 prev
- Inflation adjusted spending
  - -0.1 vs 0.1 f'cast, 0.2 prev

Despite the slightly higher than expected result, bonds have rallied a bit after the data, including Fed Funds Futures. MBS were down almost an eighth and are now down only 2 ticks (.06). 10yr yields were up 4bps and are now up only 2bps at 4.255.

### Justin Grable

President of Mortgage Lending, ABLE Mortgage

[www.ABEMortgage.com](http://www.ABEMortgage.com)

**P:** (951) 899-0009

**M:** (951) 899-0010

[justin@ablemortgage.com](mailto:justin@ablemortgage.com)

41923 Second St.

Temecula CA 92592

NMLS 246763

CADRE 01411989

ABLE  
MORTGAGE