

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 Lyons

Mortgage Banker, Frandsen Bank and Trust

results.frandsenbank.com

P: (218) 673-5015

M: (218) 590-8052

4803 Miller Trunk Highway
Duluth MN 55811

NMLS# 2068093

