MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

MBS Recap: Correction Continues Despite Tariff Announcements



Kevin Burrus Senior Home Loan Officer / Certified Financial Coach, Barrett Financial Group, L.L.C. NMLS#181106

P: (480) 330-7252 kevinb@barrettfinancial.com NMLS#745375



Correction Continues Despite Tariff Announcements

MBS Recap Matthew Graham | 4:18 PM

Bonds were moderately weaker to start the day and continued losing ground in the AM hours. Just after noon, new tariff announcements caused a surge of selling in stocks. There was initially some buying in bonds, but not much, and not for long. Tariffs are a double-edge sword for bonds, as we've seen on several occasions over the past few months and today's version was well balanced, ultimately leaving 10yr yields at similar levels before and after the news. Today's weakness adds to the multi-day correction that began last Wednesday and accelerated after Thursday's jobs report. Bond buyers may remain hesitant until getting through more of this week's Treasury auction cycle.

Nor 10 Year	Pro	0.0			
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		00	REAL TIME CHART MAINS	A A Color and Constants	
Real Pol Your				of the instruction council put	MES LIVE OWAT
Nor 10 Year			DEPERTONNAL # PROFESSION AND	The second secon	COTON OF MAN
10 10		Ny-Damp Experience	106.75 (0.00) (ment or tool - 1	1 8978 (A AAAA)	Ser Outree
			June Care 24 THE THE NAME THE TAY INC.	Anna Churt Mr. THE THE THE THE THE THE	This Date is a second
		100		Hard - Ha	Reg ald closed much lower
					And an
				18 feet freezy	Contraction in the second
No. 10 Year				The second secon	and the delivery page?
34 105		1998		A DATE OF THE REAL PROPERTY OF	The state facts along a rate t
	44 -0.00			La LINE LA	The last bases paying a loss of
				Concerned in the second	an tourn apple beat of nar
Bet (11 Tear	M -110				DOM Christopher Diversity 117
C38 100			0. 1		arvey down to 1 M2
	78 - 1 00			And	Christianier Streemer all'
AND ADD ADD ADDRESS			and the second se		Reflect Colors Life
			And And And And		Butthere Contains I at a
	Prim	Yes	1.0	a site of the second second second second	10yr yields
100,710		94723 (9957)	CLINE MEN'S STREAM	14 FM	Butthew Graham + 11 pr
10.00		ADDRESS OF STREET		COLUMN FORMER OF	Real fill his the arts byge to
10.00		14210 112000	ALTER Part activities team	the set of	an here named week for
- 100.700		LADY CONTRACTOR	MELLIN LANK	Did a landard and source a reprine? Reput Repair	The barrier of the second
110 880		Adda and the second	With Recap. David Markets Consolders Are: 1205	and a second second	The sile just has to meet the
NAME AND ADDRESS OF		2100102010100	Average The states of a line of the state of	Togette Blonnary	is measured in value Care exceed 50% of the bills not
			the second se	The Boat	The Mathematics

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



Watch the Video

			-	~							٠			
п	v	۱.	D	<u> </u>	١.	л	0	r	1	١.	п	1	2	
г	v	L	D	S	ν		U	н		н	I		u	

10:16 AM Slow Start; Light Calendar This Week

3:26 PM

Market Movement Recap							
09:57 AM	Modestly weaker overnight with MBS down less than an eighth and 10yr up 2bps at 4.367						
11:09 AM	Steady weakness continues. MBS now down 5 ticks (.16) and 10yr up 3.4bps at 4.38						
02:16 PM	Holding sideways near weakest levels in the PM hours. MBS down 5 ticks (.16) and 10yr up 4.6bps at 4.392						
04:03 PM	Still sideways near weakest levels. MBS down 6 ticks (.19) and 10yr up 4bps at 4.387						

Lock / Float Considerations

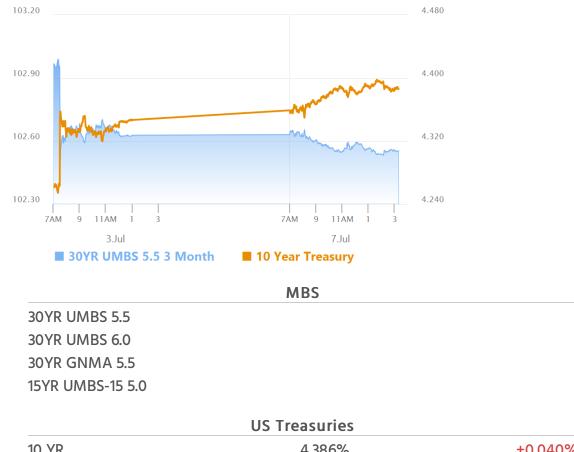
Follow-through is always a risk when a strong jobs report pushes back against a prevailing rally trend. That's what we saw at the start of the new week, but not in any extreme sense. Bonds are behaving fairly logically here. Unfortunately, there's not much on the calendar to fuel additional logical cause/effect. Bigger risks await with next week's data. The present week is more of a placeholder. The recent end of a rally trend would have us feeling a bit more defensive until this correction has clearly run its course.

Technicals/Trends in 10yr (why 10yr)

- Ceiling/Support (can be used as "lock triggers")
 - ° **4.64**
 - **4.48**
- Floor/Resistance
 - o **3.99**

0	4.12
0	4.19
0	4.34

° 4.40



MBS & Treasury Markets

US Treasuries				
10 YR	4.386%	+0.040%		
2 YR	3.899%	+0.016%		
30 YR	4.918%	+0.055%		
5 YR	3.960%	+0.024%		

Open Dashboard

Share This