MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

MBS Recap: Fed Speakers and Auction Help Bonds Hold Steady



Ethan Brooks Mortgage Advisor / Branch Manager, Fairway Mortgage

ethanbrooks.mortgage M: (414) 488-0438

11220 W Burleigh St Wauwatosa WI 53222 1639987



Fed Speakers and Auction Help Bonds Hold Steady

MBS Recap Matthew Graham | 5:06 PM

Bonds technically lost a small amount of ground today, but it's just as fair to say that they're holding steady on the week. In fact, closing yields today were right in line with last Thursday's closing levels. This might not have been the case if not for today's Fed speakers--several of whom reiterated dovish messages about being able to cut sooner rather than later. Other comments reiterated the notion that tariff-driven inflation should start to show up in next week's data (further increasing the stakes for CPI). The Treasury auction wasn't especially strong, but we occasionally see bonds improve simply because the auction cycle is over for any given week. While this isn't a big move, one could argue that it also helped the afternoon mini-rally.

	a						
			MMBS	LIVE	10.P+	100.5 * MILINGS * 🔝 GLONE	
THE PRO	nei.	0.0	HEAL THE CHART MANE	0.0	REAL THE OWNER (10)		MES LIVE OWN
10.18			STREET, BARRAR W	PROF 0705 LOW MOR 104.75 104.77 104.75 104.84	10 Year Treasury *		COLUMN OF MAL
		By Dame	106.75 (0.00)	CHARLOWING MARTIN	1,8270 (-0.0010)	CONTINUE CONTINUE	
Mar 30 Year' / Fee		Annual Proof and their tree tree tree tree tree		June Dark 24 THE THE THE NEW THE THE THE		The bar Darth, 1	
		100					Andy Paris, dr. (17 or
	10108-0101						And Party Party Party Party
4.0					and the second s	10 Feat Security	Con Party David, 1 have
tes (0 Test			1.1.1	194.88		ALL DATE ALL DATE	Aus and the de beg play?
		104	1 1 40 h	I P ALL DAM		Open 1,7810 High 1,7811	Anty Parts, Att and an
	10144-010			THE REPORT OF A		Les Long	21. These selects playing a role for
48			U 10 10 10			Gene 1784	The form that the second secon
Red Do Top							
				and the second se			Charlestanter Envenent + 17
			1 101			146.1	Christian Servers 11/1
	106.78 -0.00					The second se	The first has been being that he is
			Contractor of the later	AND DESCRIPTION OF TAXABLE			Butthew Grahami 1 11 pp
ries .				See.	1. 1.	1 1 10 1 10 10	ithem for membered had a to http://weith.
	10021092484000		LIVE NOWS STREAM				Bathere Grahami o II pro

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



Watch the Video

Update

8:38 AM Very Modest Selling After Lower Jobless Claims

MBS Morning

11:33 AM Week's Only Relevant Data is Not Bond-Friendly

4:56 PM

Econ Data / Events

- • Jobless Claims
 - 227k vs 235k f'cast, 232k prev
 - Continued Claims
 - 1965k vs 1980k f'cast, 1955k prev

Market Movement Recap

- 08:39 AM MBS are down an eighth and 10yr yields are up 1bp at 4.345.
- 01:03 PM Pretty boring 30yr bond auction. Sideways at weaker levels with MBS down 6 ticks (.19) and 10yr up 2.9bps at 4.365
- 02:30 PM Decent little bounce after Waller comments. MBS down just over an eighth and 10yr up less than 1bp at 4.344
- 05:05 PM Modestly weaker at the close, but broadly sideways on the week. MBS down 5 ticks (.16) and 10yr up 1.1bps at 4.347

Lock / Float Considerations

market after the past week of weakness. Anything that was remotely foreseeable has now run its course as we wait to see how narrow the likely-sideways range will be between now and next week's CPI data. i.e. risk and reward are more balanced now and the risk tolerant crowd can use Tuesday's weakest levels as a stop-loss in the short term.

Technicals/Trends in 10yr (why 10yr)

- Ceiling/Support (can be used as "lock triggers")
 - **4.64**
 - **4.48**
- Floor/Resistance
 - o **3.99**
 - ° 4.05
 - **4.12**
 - **4.19**
 - **4.34**
 - 4.40





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

30 YR	4.870%	+0.001%
5 YR	3.935%	+0.035%

Open Dashboard

Share This