

# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

## UPDATE: Slightly Weaker After Retail Sales Data

- Export prices mm (Jul)
  - 0.1% vs 0.1% f'cast, prev 0.5%
- Import prices mm (Jul)
  - 0.4% vs 0.0% f'cast, prev -0.1%
- NY Fed Manufacturing (Aug)
  - 11.90 vs 0.0 f'cast, prev 5.50
- Retail Sales (Jul)
  - 0.5% vs 0.5% f'cast, prev 0.6%
- Retail Sales (ex-autos) (Jul)
  - 0.3% vs 0.3% f'cast, prev 0.8%
- Retail Sales Control Group MoM (Jul)
  - 0.5% vs 0.4% f'cast, prev 0.8%

Import/Export price data is not a market mover. Most of the rest of the AM slate of data came in slightly stronger. The only one that really matters is the Retail Sales control group at 0.5 vs 0.4 f'cast. Also note the revision of last month up from 0.5 to 0.8.

With those numbers, it's no surprise to see upward pressure on yields. But it is a surprise to see how mild it is. 10yr yields are only up 1.6bps at 4.301, and half of that increase was in place before the data. MBS are down 1 tick (.03). All in all a pretty tame reaction.



### Selma Zollman

Loan Officer, Grace Modern Mortgage

[www.gracemodernmortgage.com/szellman](http://www.gracemodernmortgage.com/szellman)

P: (301) 806-0934

M: (301) 806-0934

[Szellman@gracemodernmortgage.com](mailto:Szellman@gracemodernmortgage.com)

11820 Miramar Parkway  
Miramar FL 33025



Grace Modern Mortgage

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

P: (954) 945-8694

11820 Miramar Parkway  
Miramar Florida 33025  
NMLS 2347296

