

UPDATE: First Reaction to Fed Announcement is Stronger

- 25bp cut, as expected
- Dot plot comparison attached. Median at 3.625 (2 more 2025 cuts)

Bonds are rallying as expected in the "2 more cuts" scenario.

10yr down 1.9bps at 4.01 and MBS up an eighth.

Before and After Dot Plot Comparison

Rate	2025		2026		2027		Longer Run	
	JUN	SEP	JUN	SEP	JUN	SEP	JUN	SEP
5.5								
5.25								
5.0								
4.75								
4.5								
4.25	●●●●●●●●●●	●						
4.0	●●	●●●●●●●●●●	●					
3.75	●●●●●●●●●●	●●	●●●●●●●●	●●	●●	●●	●●	●●
3.5	●●	●●●●●●●●●●	●●●●●●●●●●	●●●●●●●●●●	●●●●●●●●	●●	●●	●●
3.25			●●●●●●●●	●●	●●●●●●●●	●●	●●	●●
3.0			●●	●●●●●●●●	●●●●●●●●●●	●●●●●●●●	●●	●●●●●●●●
2.75		●	●●	●●●●	●●●●	●●●●	●●●●	●●●●●●●●
2.5			●●	●●	●●	●●	●●	●●●●
2.25					●			



Dan Farmer
President & CEO,
Heartland Financial &
Mortgage

www.hfmkc.com

P: (844) 515-5626

M: (913) 709-5341

7315 West 79th Street
Overland Park Kansas 66204
779961

