

# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

## MBS Recap: Steady Gains Throughout The Day



**Philip Bennett**

President, Bennett Capital Partners Mortgage Brokers

[bcmortgage.com](http://bcmortgage.com)

**P:** (800) 457-9057

**M:** (305) 407-0747

1101 Brickell Ave STE 800

Miami FL 33131

Pers# 1098318

Corp# 2046862



**BENNETT  
CAPITAL  
PARTNERS**

## Steady Gains Throughout The Day

MBS Recap | Matthew Graham | 4:01 PM

Bonds began the day in modestly weaker territory although MBS were fairly quick to get back to 'unchanged' while 10yr Treasuries couldn't duplicate that feat until the afternoon. There were no clear correlations with other markets and no notable risks on the econ calendar. The gains were slow and steady enough to suggest an absence of discrete catalysts. That could change on Wednesday with the confluence of ADP and ISM Services--both capable of influencing the bond market, even before the shutdown data dynamics temporarily magnified private data's importance.





Watch the Video

## MBS Morning

10:49 AM MBS Outperforming Longer-Term Treasuries

3:41 PM

## Econ Data / Events

- ○ ISM Manufacturing Employment (Nov)
  - 44.0 vs -- f'cast, 46.0 prev
- ISM Manufacturing PMI (Nov)
  - 48.2 vs 48.6 f'cast, 48.7 prev
- ISM Mfg Prices Paid (Nov)
  - 58.5 vs 59.5 f'cast, 58.0 prev

## Market Movement Recap

- 10:38 AM Weaker start, but bouncing back a bit now. MBS up 2 ticks (.06) and 10yr yield up 1bp at 4.098
- 01:13 PM Best levels of the day with MBS up 3 ticks (.09) and 10yr up only half a bp at 4.092
- 03:43 PM Just a bit stronger. MBS up 5 ticks (.16) and 10yr down 0.1bps at 4.087

## Lock / Float Considerations

- New month/week volatility was one and done on Monday. Tuesday was pleasantly uneventful. That brings us to the portion of the week with consistent economic data releases. Wednesday has the heaviest hitters (ADP/ISM), but there's at least some volatility risk associated with the data through Friday.

## Technicals/Trends in 10yr (why 10yr)

### - Ceiling/Support (can be used as "lock triggers")

- 4.48
- 4.40
- 4.34
- 4.28
- 4.19
- 4.12
- 4.05

### - Floor/Resistance

- 3.89
- 3.97

## MBS & Treasury Markets



### MBS

30YR UMBS 5.0	+
30YR UMBS 5.5	+
30YR GNMA 5.0	+
15YR UMBS-15 5.0	+

### US Treasuries

10 YR	4.089%	+0.002%
2 YR	3.512%	-0.029%
30 YR	4.747%	+0.008%
5 YR	3.658%	-0.010%

[Open Dashboard](#)

[Share This](#)