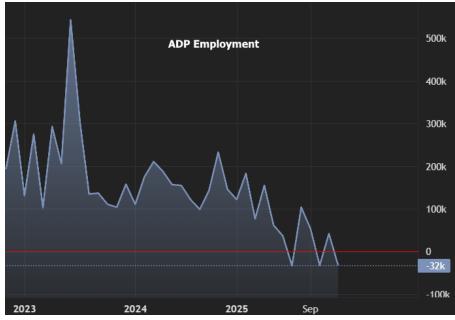
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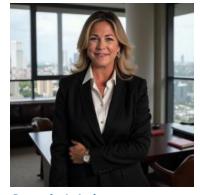
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The Day Ahead: Stronger Start, Mostly Before ADP Data

10yr yields are almost 4bps lower in early trading and the ADP employment report came in at -32k vs a +10k forecast. The logical conclusion would be that the data is responsible for the rally, but there was actually a remarkably light reaction to the data, both in terms of volume and volatility. Most of the gains arrived between 6am and 7:30am ET and yields are actually back in line with pre-ADP levels by 8:30am. The morning's next big report is ISM Services at 10am ET.







Sarah Maloney Senior Vice President, Guaranteed Rate Affinity

www.grarate.com/.../sarah-malone y-1036901

M: (973) 715-6446 Sarah.Maloney@grarate.com

209 Central Ave. Westfield New Jersey 07090 1036901



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