

MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

The Day Ahead: Stronger Start Thanks to Europe and ADP

Bonds rallied steadily overnight with more of the gains aligning with a data-driven bond rally in Europe. The overnight move brought 10yr yields roughly 2bps lower from yesterday's close. Another 2bps of improvement followed this morning's ADP employment data. ADP's job count wasn't particularly far below forecasts (41k vs 47k), but the previous month wasn't revised much higher (-29k vs -32k initially). At 10am ET, we'll get Job Openings and ISM Non-Manufacturing--a combo that is arguably heavier hitting than ADP, if the results are not right in line with forecasts.



George Moorhead

Designated Broker /
President, Bentley
Properties

www.GeorgeMoorhead.com

P: (425) 747-1901

M: (425) 236-6777

georgem@bentleyproperties.com

14205 SE 36th St
Bellevue WA 98006

Washington RE License 2390