

# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.



## UPDATE: MBS Surge Following Trump Comments

The newswire in question:

TRUMP: INSTRUCTING MY REPRESENTATIVES TO BUY \$200 BLN DOLLARS IN MORTGAGE BONDS

The reaction:



**Roland Wilcox**

Owner / Loan Officer,  
Sierra Capital Mortgage Co.

P: (626) 449-8545

1055 E. Colorado Blvd.  
Pasadena CA 91106  
245214



We don't know exactly how this will play out yet, but MBS traders are clearly willing to react this afternoon. Based on the fact that there's almost exactly \$200bln of balance sheet room for the GSEs, this doesn't seem like a random, spur of the moment comment.