



## ALERT: MBS Rapidly Starting to Sober Up

MBS prices have been a complete mess since yesterday afternoon's announcement. A large contingent of traders who weren't in the office y'day afternoon traded the news for the first time this morning, thus adding to a massive spike early. Cooler heads are prevailing now and MBS have dropped 3/8ths of a point from the AM highs. That said, they continue to outperform TSYs significantly--just not as much as they were an hour ago.

5.0 coupons are currently up only an eighth of a point on the day. 10yr yields are up 1.8bps at 4.19.

This isn't a reprice alert since rate sheets aren't out yet, but when they do come out, we should no longer be expecting as dramatic a shift as suggested by this morning's initial trading.



**Tan & Samantha Tunador**

VP | Sr Loan Officer Team,  
Atlantic Coast Mortgage.,  
LLC

[www.TheTunadorGroup.com](http://www.TheTunadorGroup.com)

**P:** (703) 919-5875

**M:** (703) 328-0628

[tan@acmllc.com](mailto:tan@acmllc.com)

20365 Exchange Street  
Ashburn Virginia 20147

NMLS ID 1166669

NMLS ID 2408374

