

MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

ALERT: Selling Off After ISM Data

- ISM Manufacturing Employment (Jan)
 - 48.1 vs -- f'cast, 44.9 prev
- ISM Manufacturing PMI (Jan)
 - 52.6 vs 48.5 f'cast, 47.9 prev
- ISM Mfg Prices Paid (Jan)
 - 59.0 vs 60.5 f'cast, 58.5 prev

Big uptick in employment index and big beat in the headline... ISM Manufacturing doesn't tend to hit as hard as ISM Services, but for this much of a beat, the bond market will make an exception.

MBS are quickly down nearly a quarter point and 10yr yields are up 4.6bps at 3.834.

Lenders who were already out with rates are at risk of negative reprices.



Ethan Brizzi

Owner, Brizzi Financial

www.brizzifinancial.com

P: (916) 514-9540

M: (916) 514-9540

5800 Lonetree Blvd

ROCKLIN CA 95765

BRE# 01461477 ~ NMLS# 264419