

MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

MBS Recap: Knock Knock Knockin' on 10yr Floor

Ian Overcarsh

Mortgage Banker, First National Bank

www.fnb-online.com/.../overcarshi

M: (704) 650-1922

overcarshi@fnb-corp.com

401 S. Graham Street

Charlotte NC 28202

1065792



First National Bank



Lillian Isaac

NC/SC Broker, Realtor®,
SRES License NC/SC
General Contractor |
Author, Lillian Isacc Realty

LillianIsaacRealty.com

P: (704) 492-8706

lillian@lillianisaacrealty.com

6277 Carolina Commons Dr. #363
Indian Land SC 29707

Knock Knock Knockin' on 10yr Floor

MBS Recap Matthew Graham | 4:15 PM

Sometimes, it's a shame that the 7yr Treasury isn't the most popular bond market benchmark. If it were, today's headline could reference "knockin' on 7's floor." Whether it's the 3.77 level in the 7yr Treasury yield or 4.0% in the 10yr, bonds are repeatedly approaching these "floor" levels over the past 2 weeks and today's

at least a little bit. Yet again, there's no objective way to measure those vibes in the short term.



Watch the Video

MBS Morning

10:37 AM Back to The Stronger End of The Range

3:55 PM

Econ Data / Events

- ○ Continued Claims (Feb)/14
 - 1,833K vs 1860K f'cast, 1869K prev
- Jobless Claims (Feb)/21
 - 212K vs 215K f'cast, 206K prev

Market Movement Recap

- 08:36 AM Choppy and sideways overnight, but in a narrow range. MBS up 2 ticks (.06) and 10yr down 0.7bps at 4.039
- 01:10 PM MBS up an eighth and 10yr down 2.6bps at 4.019
- 02:21 PM MBS up 2 ticks (.06) and 10yr down 2.1bps at 4.024

Lock / Float Considerations

- Bonds are mostly sideways near their strongest recent levels this week. Much like 3 weeks ago (when we said bonds would need convincing from econ data in order to improve very much), we'd similarly need to see some strong econ data to push rates meaningfully higher. In other words, we're a bit more insulated than we had been, but keep in mind that bonds can respond to non-econ-related events as well, provided they're big enough.

Technical/Trends in 10yr (why 10yr)

- Ceiling/Support (can be used as "lock triggers")
 - o 4.48
 - o 4.40
 - o 4.34
 - o 4.28
 - o 4.19
 - o 4.12
 - o 4.05
- Floor/Resistance
 - o 3.89
 - o 3.97

MBS & Treasury Markets



MBS

30YR UMBS 5.0		+
30YR UMBS 5.5		+
30YR GNMA 5.0		+
15YR UMBS-15 5.0		+

US Treasuries

10 YR	4.009%	-0.036%
2 YR	3.434%	-0.038%
30 YR	4.664%	-0.035%
5 YR	3.571%	-0.053%

[Open Dashboard](#)

[Share This](#)