

MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

The Day Ahead: 10yr Breaking Above 4.10% After Overnight weakness

The bond market has already shown an indifference to this week's econ data as a market mover (even though we expect that to change with tomorrow's jobs report). This morning, however, the trend continues with stronger jobless claims and a big uptick in labor costs failing to inspire a reaction. But there has been movement. A steady wave of overnight selling pushed 10yr yields more than 3bps higher, easily breaking above the 4.10% technical level. Attempting to clearly connect that move to underlying motivation is an imperfect science, yet again. Oil prices and yields continue to correlate, but yields rose faster on a relative basis.



Chip Harris

President, Integrity Financial LLC

M: (720) 323-3392

50 Spinning Leaf Trl
Silverthorne CO 80498

Personal NMLS# 196231
Integrity NMLS#222260

