

## The Day Ahead: Bonds Fade De-Escalation Hopes

Markets were presented with an opportunity just before the close yesterday to put their faith in another ceasefire-style announcement, but have instead opted to stick with prevailing momentum (lower stocks, higher yields and oil prices). Part of the reason is that rather than a true ceasefire, the announcement merely delayed a major escalation from this weekend by 10 days. In addition other escalations continue to add up based on overnight reports. Bonds (and stocks and oil) are now in a pattern of fading (a trading term akin to "calling the bluff of") ostensibly hopeful de-escalation developments until they see something real and lasting.



### David Luxton

Mortgage Loan Officer,  
USA Mortgage

<https://www.dluxhomeloans.com/>

M: (314) 578-3949

[dluxton@usa-mortgage.com](mailto:dluxton@usa-mortgage.com)

12140 Woodcrest Executive Dr  
St. Louis Missouri 63141

NMLS: 1993175, OH:  
RM.850291.000, MLO-  
OH.1993175,

