



The Day Ahead: Big Overnight Recovery on Peace Deal Reports

Paul

Summit Funding Advisors
LLC

3495 Piedmont Rd NE, Bldg 12, Ste
420
Atlanta Georgia 30305
NMLS #209017
NMLS CO #947748

There was one, big, obvious market mover overnight. At 4:50am ET, Axios reported that the U.S. and Iran are close to signing a one page memo of understanding to end the war. Oil and bond yields were already in recovery mode, but this kicked things into higher gear. Most of the gains remain even after both sides offered refutations (which the market now perceives as merely a negotiation tactic). Subsequent reports from other sources also speak to specific details in the peace deal that seem to specific to be made up. In early trading, ADP employment data had no impact and Treasury's confirmation of unchanged auction sizes helped bonds hold the overnight gains.

