

# MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

## The Day Ahead: Big Overnight Recovery on Peace Deal Reports

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.



### Rei Maks

Mortgage Broker, Fenero Capital, Inc.

[www.fenerocapital.com](http://www.fenerocapital.com)  
M: (925) 389-9149  
[rei.maks@fenerocap.com](mailto:rei.maks@fenerocap.com)

1212 Broadway Plaza  
Walnut Creek CA 94596  
NMLS# 765098  
DRE# 02089250



FENERO CAPITAL