

MORTGAGE RATE WATCH

Daily Coverage. Industry Leading Perspective.

Mortgage Rates Rising to Start New Week

Last week was decidedly stronger for mortgage rates as they either held steady or moved lower on 5 out of 5 days. All told, it was a 0.14% drop from the previous week in terms of the average top-tier 30yr fixed rate.

The new week is starting out in opposite fashion with rates moving up 0.07% today alone. This follows news over the weekend that Trump rejected Iran's counterproposal to end the war. In general, the longer the war continues, the higher oil prices will remain.

Oil price don't dictate rates, but there's currently a lot of correlation due to inflation implications. Oil naturally impacts the cost to ship goods, so a rapid spike in oil prices increases inflation. Rates are based on bonds, and bonds hate inflation. In fact, inflation is technically a component of bond yields (aka "rates").

Despite the rocky start to the week, we're not necessarily destined to move in one direction or the other. Everything depends on progress toward peace, or lack thereof. To a lesser extent, this week's incoming economic data can also have an impact. Coincidentally, much of that data focuses on inflation for the month of April.



VIVIENNE WONG

Mortgage Loan Consultant,
Blue Financial Group

www.bluefinancialgroup.com

P: (714) 364-4603

M: (626) 833-3237

vivienne@bluefinancialgroup.com

3230 E Imperial Hwy, Suite 300
Brea CA 92821

NMLS#: 320700



Jason Yau

Realtor, Fusion Home
Group

www.fusionhomegroup.com

P: (626) 283-2707

jason@fusionhomegroup.com

15335 Fairfield Ranch Rd. #100
Chino Hills CA 91709

DRE# 01897740

