

MBS Recap: Whales Making Waves in Treasury Futures



Rachel Stevens

Mortgage Strategist |
Helping You Buy Smart and
Build Wealth, Stevens
Lending | Powered by Xpert
Home Lending

www.gmgmlending.com/rachel-stevens

P: (585) 615-2578

M: (585) 615-2578

rachel@stevenslending.com

1035 Pearl Street
Boulder CO 80302

NMLS 831678

Xpert Home Loans



Whales Making Waves in Treasury Futures

MBS Recap | Matthew Graham | 4:56 PM

Nerd alert: there's no way to discuss what happened in the bond market today without getting a bit nerdy. Reason being, there was an absolute deluge of **block trades** in Treasury futures (over \$20bln--the biggest day we can remember for outright block trades). There are a few different possibilities for how this went down, but the size, structure, and timing of those trades suggests that only one or two massive players were involved. The saving grace of a move like this is that it means there was not broad-based selling pressure from a majority of the market. And although this could be viewed as "thought leadership" that inspires other sellers, those sellers had a chance to jump on the bandwagon today and instead held their ground.



Watch the Video

MBS Morning

9:40 AM Increasing Signs of Bond-Specific Panic

Update

11:55 AM Some Support and Some Reprice Risk (It's Weird)

3:42 PM

Econ Data / Events

- ○ ADP Employment Change Weekly
 - 42.25K vs -- f'cast, 33.0K prev

Market Movement Recap

- 09:04 AM Gradually weaker overnight with no standout market movers. MBS down almost 3/8ths and 10yr up 4bs at 4.63
- 11:24 AM MBS down 5/8ths and 10yr up 8.6bps at 4.675
- 02:46 PM Recovering a bit. MBS down just over half a point and 10yr up 7.2bps at 4.662

Lock / Float Considerations

2 YR

4.121%

+0.071%

30 YR

5.177%

+0.052%

5 YR

4.325%

+0.090%

[Open Dashboard](#)

[Share This](#)