

## The Day Ahead: Deal Signed. Warsh Digested. Bonds Stabilizing

Trump officially signed the Iran MOU last night, which helped oil prices and bond yields move a bit lower. Overseas markets also did a decent job digesting the post-Warsh trade, quarantining most of the damage to the shortest end of the yield curve and buying the longer end (i.e. 10yr rallied back almost completely while 2yr barely rallied). The net effect is a 10yr yield that is back on the doorstep of the 4.42% technical floor (currently 4.435%). MBS have a shorter implied duration than 10 years and only a bit better than halfway back to yesterday's pre-Fed levels. As a reminder, markets are closed Friday. There is no big ticket econ today, so traders will be left to focus on technicals, pre-weekend positioning, and any headlines of consequence.



Grace Modern Mortgage

[www.gracemodernmortgage.com](http://www.gracemodernmortgage.com)

P: (954) 945-8694

11820 Miramar Parkway

Miramar Florida 33025

NMLS2347296



Selma Zollman

Loan Officer, Grace Modern Mortgage

[www.gracemodernmortgage.com/szellman](http://www.gracemodernmortgage.com/szellman)

P: (301) 806-0934

M: (301) 806-0934

[Szellman@gracemodernmortgage.com](mailto:Szellman@gracemodernmortgage.com)

11820 Miramar Parkway

Miramar FL 33025