

MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

The Day Ahead: Bonds Pouting After Higher PCE

To be fair, not all of the PCE data was higher than expected, but none of the top line numbers were lower than expected. Core PCE was on target (notably 0.246%, so it nearly rounded up to 0.3 vs 0.2), but headline inflation was a tenth of a point above the monthly and annual targets. Traders were apparently positioned for better news as the bond market's immediate response has been moderately quick sell-off. MBS are starting out down more than an eighth and 10yr yields are up more than 2bps from pre-data levels.



Jay Rodriguez

Independent Mortgage
Advisor, Arbor Financial
Group

rodriguez.team

P: (512) 549-4568

M: (949) 606-2410

jay@rodriguez.team

1805 E Garry Ave
Santa Ana CA 92705
NMLS# 902610



Lyna Hoc

REALTOR®, Lyna Hoc Real
Estate

www.LynaHoc.com

M: (323) 484-4484

Lyna@LynaHoc.com

CalRE# 02439847

