

MBS & TREASURY MARKETS

Daily Coverage. Industry Leading Perspective.

ALERT: Heads-Up: Down More Than an Eighth From AM Highs

Compared to the MBS price highs seen after 9am ET this morning, we're currently down 6 ticks or 0.19.

This would normally be more than enough to see a few negative reprices, but there are two other considerations.

1. Lenders were more conservative than normal due to the big AM sell-off.
2. It's not always the highs that matter as much as where prices were when an individual lender generates their first rate sheet (and those prices were a few ticks below the highs).

Still, best-case scenario, lenders are seeing at least an eighth of a point of weakness. As such, negative reprices can't be ruled out even if they're slightly less likely than a normal day with an eighth of a point of weakness.



Oliver Orlicki

Founder, The Orlicki Group

www.orlickigroup.com

P: (813) 302-1616

401 E Jackson Street Suite 2340
Tampa FL 33602

205123
2072896

