MBS Recap: Minimal Impact From Fed



Stephen Patterson
Licensed Mortgage Advisor, ASAP Loanz-NEXA Mortgage, LLC
asaploanz.com
M: 623-734-2723
5559 S Sossaman Rd Bldg 1, Ste 101
Mesa AZ 85212
1683302

EQUAL HOUSING LENDER
EQUAL HOUSING OPPORTUNITY
REALTOR®

Minimal Impact From Fed

MBS Recap Matthew Graham | 4:48 PM

Fed day has come and gone with minimal fanfare. Markets ultimately found reason to downgrade expectations for future rate hikes (likely due to Warsh's general "wait and see" comments during the press conference), but at the expense of a bit of weakness in the longer end of the yield curve. In other words,

© MBS Live, LLC. All rights reserved. This newsletter is a service of MBS Live.

2yr yields fell and 10yr yields rose. Neither were appreciably far from levels seen 2 days ago. Additionally, not all of the above should be attributed to the Fed. 10yr yields are actually ending the day lower compared to levels seen around noon (2 hours before the Fed announcement). Overnight weakness in the 10yr is easier to connect to lower funding costs for some of the neocloud companies that have recently been under the microscope. Afternoon gains corresponded with Oracle saying it anticipated lower funding needs.



Watch the Video

Alert

10:24 AM Down a Quick Eighth From AM Highs

MBS Morning

10:38 AM Bonds Trying to Ignore Tech Sector Healing

Commentary

2:00 PM Here's What Changed in The New Fed Announcement

Alert

2:20 PM Weakest Levels After Fed Announcement

4:20 PM

Lock / Float Considerations

- 10/28/26 - General groundholding continues, but pressure has been mounting in the form of calmer nerves in the tech. Some small amount of risk associated with PCE and GDP data tomorrow.

- The bond rally in the 2nd half of October was driven by a surge in anxiety over certain parts of the tech sector. That anxiety and the corresponding rate rally have leveled off for now, but could head in EITHER direction depending on the tech sector narrative. Don't be complacent about the risk of a rebound.

© MBS Live, LLC. All rights reserved. This newsletter is a service of MBS Live.

Technicals/Trends in 10yr (why 10yr)

- Ceiling/Support (can be used as "lock triggers")
  - 5.34
  - 5.27
  - 5.14

- Floor/Resistance
  - 4.83
  - 4.93
  - 5.00
  - 5.07

MBS & Treasury Markets



MBS	
30YR UMBS 6.0	+
30YR UMBS 6.5	+
30YR GNMA 6.0	
15YR UMBS-15 5.0	+

US Treasuries		
10 YR	5.008%	+0.009%
2 YR	4.685%	-0.052%
30 YR	5.335%	+0.023%
5 YR	4.826%	-0.012%

© MBS Live, LLC. All rights reserved. This newsletter is a service of MBS Live.

Open Dashboard

Share This

© MBS Live, LLC. All rights reserved. This newsletter is a service of MBS Live.