

MARKET SUMMARY

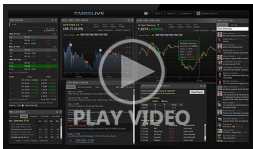
Complete Recap of Today's Market Activity

Bonds Starting Weaker Despite Lower Oil and EU Bond Recovery

Market Summary: Monday, June 22, 2026 - 3:26PM

European bond yields surged higher on Friday in response to political uncertainty in the U.K., among other things (ongoing global reaction to Fed day and U.S./Iran peace deal status, etc). Treasury yields were set to open higher in the overnight session as a result. All of the above is logical and fairly boring. What's interesting is that Treasuries haven't taken the opportunity to recover. European yields certainly have and oil prices have steadily dropped back toward Thursday's lows. Additionally, the fact that 10yr and 2yr yields are up by the same amount suggests there's not an active Fed trade going on. That doesn't leave many compelling scapegoats. The only two that jump to mind are asset allocation trading (selling bonds, buying stocks), and perhaps some concessionary selling ahead of the Treasury auction cycle. On a more speculative note, the market could also be bracing for various Fed speeches this week, but we'd expect to see 2yr TSYs doing worse than 10s in that case.

Latest Video Analysis



Perfectly Acceptable Conclusion to a Potentially Volatile week



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UMBS 5.0 97.88 -0.24 | 10YR 4.512% +0.057% 6/22/2026 5:25PM EST

Bonds Starting Weaker Despite Lower Oil and EU Bond Recovery

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ALERT: Weakest Levels

UPDATE: Down an Eighth From Highs

Today's Mortgage Rates

30YR Fixed 6.66% +0.08% | 15YR Fixed 6.20% +0.05% 6/22/2026

Mortgage Rates Stage Decent Recovery of Post-Fed Losses

spiked yesterday after the Fed announcement. The primary driver was the Fed's revised outlook for potential rate hikes later this year. Because the Fed Funds Rate governs ultra-short-term transactions (24hrs or less), it has the biggest impact on the shortest-term debt and a diminishing impact on longer term debt.

While the typical mortgage may be ABLE to last for 30 years, in practice, the average mortgage length (due to refinances and sales) is a moving target assumed to be around 5 years. That's helping us today.

Shorter-term debt is still having some indigestion over Fed day, but longer-term debt has recovered more of yesterday's losses. Top tier 30yr fixed rates are about halfway back to yesterday's pre-Fed levels for the average mortgage lender and in the lower-middle of the range seen since mid-May.

Time	Event	Actual	Forecast	Prior
Monday, Jun 22				
9:00AM	Fed Waller Speech ☆			
Tuesday, Jun 23				
8:15AM	ADP Employment Change Weekly			25.5K
9:45AM	Jun S&P Global Manuf. PMI ☆		54.8	55.1
9:45AM	Jun S&P Global Composite PMI ☆			51.5
9:45AM	Jun S&P Global Services PMI ☆		51	50.7
11:30AM	6-Week Bill Auction (%)			3.600%
1:00PM	2-Yr Note Auction (bl)		69	