

MARKET SUMMARY

Complete Recap of Today's Market Activity

Decent Start After PCE Comes in On-Target

Market Summary: Thursday, June 25, 2026 - 1:43PM

The PCE price index may be a less timely report than CPI/PPI when it comes to measuring inflation in the U.S., but it's more thorough and has stronger implications for Fed policy. Traders were apparently braced for today's number to be a bit hotter. Bonds rallied moderately after core monthly PCE came in as-expected at 0.3%. Annual inflation is running at 4.1% at the headline level, and 3.4% at the core level (both in line with expectations. Bonds were a few bps higher in yield before the data and are now a few bps lower heading into the 9am hour.

Latest Video Analysis



Quarterly Rebalancing Driving Bond Rally



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MBS & Treasury Markets

UMBS 5.0	98.64	+0.12	10YR	4.382%	-0.005%	6/25/2026 11:39AM EST
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MBS MORNING: Quick Rally Toward Key Resistance Just Before The Open

MBS MORNING: Re-Coupling and Range Consolidation

Today's Mortgage Rates

30YR Fixed 6.53% -0.02%

15YR Fixed 6.12% -0.03% 6/25/2026

Mortgage Rates Quickly Approaching 1-Month Lows

Rate momentum shifted noticeably on Wednesday. The underlying bond market saw heavy buying in pre-market trading--likely a result of large-scale quarter-end rebalancing among the largest money managers (i.e. adjusting balance of stocks vs bonds in investment portfolios). Excess demand for bonds = lower rates, all else equal.

It also hasn't hurt that oil prices continue declining as bond demand has frequently benefited from the lower implied inflation.

The average top-tier 30yr fixed rate fell 0.10% to 6.55--just a hair above June 16th levels of 6.54%. Before that, you'd have to go back to May 14th to see anything lower.

[thirtyyearmortgagerates]

Time	Event	Actual	Forecast	Prior
Thursday, Jun 25				
8:30AM	Jun/13 Continued Claims (k) ☆	1821K	1800K	1810K
8:30AM	Jun/20 Jobless Claims (k) ☆	215K	225K	226K
8:30AM	May PCE prices (m/m) (%) ☆	0.4%	0.5%	0.4%
8:30AM	Q1 GDP Final Sales (%)	1.9%	1.5%	0.3%
8:30AM	Q1 GDP (%) ★	2.1%	1.6%	0.5%
8:30AM	Q1 Corporate profits (%)	0.5%	-0.4%	5.7%
8:30AM	May PCE (y/y) (%) ☆	4.1%	4.1%	3.8%
8:30AM	May Durable goods (%) ☆	-4.5%	-4.5%	7.9%
8:30AM	May Core PCE (y/y) (%) ★	3.4%	3.4%	3.3%
8:30AM	May Core CapEx (%) ☆	1.6%	0.6%	-1.1%
8:30AM	Q1 PCE Prices (Q/Q) ☆	4.6%	4.5%	2.9%
8:30AM	May Core PCE (m/m) (%) ★	0.3%	0.3%	0.2%
8:30AM	Q1 Core PCE Prices QoQ ☆	4.4%	4.4%	2.7%
1:00PM	7-Yr Note Auction (bl) ★	44		
3:40PM	Fed Williams Speech ☆			
3:40PM	Fed Williams Speech ☆			
6:30PM	Fed Goolsbee Speech ☆			
6:30PM	Fed Goolsbee Speech ☆			
Friday, Jun 26				
10:00AM	Jun U Mich conditions ☆		48.9	45.8
10:00AM	Jun Consumer Sentiment (ip) ☆		50	44.8
10:00AM	Jun Sentiment: 5y Inflation (%) ☆		3.4%	3.9%
10:00AM	Jun Sentiment: 1y Inflation (%) ☆		4.6%	4.8%
10:30AM	Fed Williams Speech ☆			
11:30AM	Fed Kashkari Speech ☆			