

Moderate, Inconsequential Weakness

By: Matthew Graham | Fri, May 17 2024, 3:31 PM

Bonds lost ground at a modest to moderate clip on Friday, but not for any interesting or obvious reasons. The selling has been very linear over the past 2 trading days with Treasury yields fitting neatly inside a simple trend channel. There is perhaps some small case to be made for excess weakness in European bonds spilling over the a US bond market that has nothing better to do and no compelling motivations of its own. In the bigger picture, anything that takes place between 10yr yields of 4.34 and 4.50 would be considered very range-bound and that range might not be meaningfully challenged until the first week or two of June.

Market Movement Recap

- 09:15 AM Modestly weaker overnight with 10yr up 2.3bps at 4.40 and MBS down 2 ticks in 6.0 coupons
- 12:48 PM weakest levels of the day with MBS down 6 ticks (.19) and 10yr yield up 3.6bps at 4.413.
- 03:09 PM Just a bit more weakness, but flattening out now. MBS down just under a quarter point and 10yr up 4.3bps at 4.42

View More: <http://www.mortgagenewsdaily.com/mbs>

MBS & Treasury

MBS Prices	Price	Change
UMBS 6.0	100.40	-0.15
UMBS 6.5	101.75	-0.10
GNMA 6.0	100.78	+0.04
GNMA 6.5	101.59	+0.02

Pricing as of: 5/17 5:59PM EST

Treasuries	Yield	Change
2 YR	4.8277	+0.0303
5 YR	4.4467	+0.0504
7 YR	4.4294	+0.0468
10 YR	4.4223	+0.0454
30 YR	4.5610	+0.0549

Pricing as of: 5/17 5:59PM EST

Average Mortgage Rates



Mortgage Rates	Rate	Change
30 Yr. Fixed	7.09%	+0.07
15 Yr. Fixed	6.56%	+0.03
30 Yr. Jumbo	7.35%	+0.04
7/6 SOFR ARM	7.30%	+0.06
30 Yr. FHA	6.62%	+0.07
30 Yr. VA	6.64%	+0.07

Rates as of: 5/17