

Rich E. Blanchard

Managing Director, RICH Home Loans LLC NMLS: 492461

1550 Wewatta St., 2nd Floor Denver, CO 80202

Office: 720.619.9900 Mobile: 303.328.7047 Fax: 214.975.2874

richblanchard@richhomeloans.com

View My Website

The Day Ahead: Bonds Are Officially in a Positive Short-Term Trend

Bonds Are Officially in a Positive Short-Term Trend. This was also the case heading into mid January, but steady selling following Yellen's speech (Jan 18) **shattered the dream** of a deeper recovery from post-election highs. As of Jan 25th, we may well have worried that the longer-term uptrend would be back en vogue--something that we could identify by a break above mid-December highs in Treasury yields.

But bonds bounced on the 26th, and they've been in a **fairly linear downtrend** since then. As the chart shows, yesterday (2nd candlestick from the right... the big green one) was the strongest day of that trend, and it challenged the lower boundary.

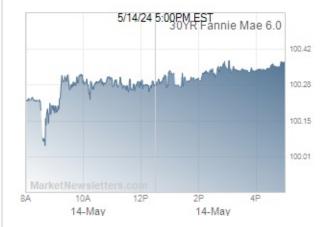


Without a doubt, the notion of a meaningful rally is the **underdog** since the election. It stands to reason that there's a far higher probability of strong moves being met with logical resistance. In plainer terms, if rates make a strong move to the lower yellow line, there's **more motivation** than normal

MBS & Treasury Market Data

	Price / Yield	Change
MBS UMBS 6.0	100.39	+0.24
MBS GNMA 6.0	101.24	+0.21
10 YR Treasury	4.4247	-0.0137
30 YR Treasury	4.5725	-0.0125

Pricing as of: 5/15 4:00AM EST



Average Mortgage Rates

	Rate	Change	Points
Mortgage News I	Daily		
30 Yr. Fixed	7.11%	-0.01	0.00
15 Yr. Fixed	6.61%	-0.01	0.00
30 Yr. FHA	6.58%	-0.01	0.00
30 Yr. Jumbo	7.37%	0.00	0.00
5/1 ARM	7.29%	-0.01	0.00
Freddie Mac			
30 Yr. Fixed	7.09%	-0.35	0.00
15 Yr. Fixed	6.38%	-0.38	0.00
Mortgage Banke	rs Assoc.		
30 Yr. Fixed	7.24%	+0.11	0.66
15 Yr. Fixed	6.75%	+0.11	0.64
30 Yr. FHA	7.01%	+0.11	0.94
30 Yr. Jumbo	7.45%	+0.05	0.56
5/1 ARM	6.64%	+0.12	0.87
Rates as of: 5/14			

© 2024 MBS Live, LLC. - This newsletter is a service of MarketNewsletters.com.

The interest rates provided in this newsletter are national averages from independent data sources. Rate/APR terms may differ from those listed above based on the creditworthiness of the borrower. All information provided "as is" for informational purposes only, not intended for trading purposes or financial advice.

for a bounce that keeps them between the lines.

There are no major market movers on tap as far as econ data is concerned today. The **3yr Treasury auction** at 1pm has some chance to have a modest effect, but markets are far more interested in tomorrow's 10yr auction (and Thursday's 30yr).

Subscribe to my newsletter online at: http://housingnewsletters.com/richhomeloans

Expert Advice | Exceptional Service | Flawless Execution

With 27+ years of expertise in mortgage banking you can be confident in my knowledge and abilities to deliver a seamless loan transaction while providing personalized service.

Rich E. Blanchard

