Mortgage Market ALERT



Rich E. Blanchard

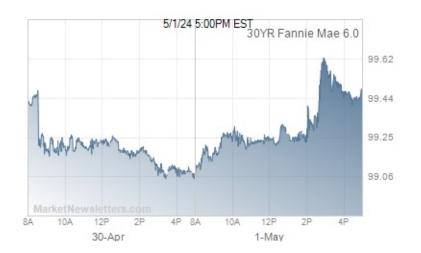
Managing Director, RICH Home Loans LLC NMLS: 492461 1550 Wewatta St., 2nd Floor Denver, CO 80202

ALERT: Negative Reprice Risk Increasing For Some Lenders

Bonds began the day in stronger territory. The overnight session was uneventful to slightly stronger. Early domestic buyers brought 10yr yields as low as 2.353 just before the 8am hour. We've seen steady weakness ever since.

While yields aren't yet back to unchanged levels (still in slightly positive territory for now), MBS just ticked into negative territory on the day. The discrepancy has to do with the shape of the yield curve where shorterduration bonds are underperforming (and 3.5 MBS are slightly shorter duration than 10yr Treasuries).

The resulting weakness has Fannie 3.5s down roughly an eighth of a point from morning rate sheet print times for a few of the earliest lenders. As such some of the jumpier lenders could already be considering a modest negative reprice, but that would become more likely if Fannie 3.5 prices fall to 102-23.



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

December 11, 2017

Office: 720.619.9900 Mobile: 303.328.7047 Fax: 214.975.2874 richblanchard@richhomeloans.com View My Website

MBS & Treasury Market Data

	Price / Yield	Change
MBS UMBS 6.0	99.46	+0.40
MBS GNMA 6.0	100.48	+0.27
10 YR Treasury	4.6345	-0.0484
30 YR Treasury Pricing as of: 5/1.5:04PM EST	4.7514	-0.0325

Average Mortgage Rates

Rate	Change	Points	
Mortgage News Daily			
7.41%	-0.10	0.00	
6.84%	-0.06	0.00	
6.88%	-0.11	0.00	
7.60%	-0.07	0.00	
7.50%	-0.05	0.00	
7.17%	-0.27	0.00	
6.44%	-0.32	0.00	
Mortgage Bankers Assoc.			
7.24%	+0.11	0.66	
6.75%	+0.11	0.64	
7.01%	+0.11	0.94	
7.45%	+0.05	0.56	
6.64%	+0.12	0.87	
	Daily 7.41% 6.84% 6.88% 7.60% 7.50% 7.17% 6.44% rs Assoc. 7.24% 6.75% 7.01% 7.45%	7.41% -0.10 6.84% -0.06 6.88% -0.11 7.60% -0.07 7.50% -0.05 7.17% -0.27 6.44% -0.32 rs Assoc. -7.24% 7.01% +0.11 7.45% +0.05	

© 2024 MBS Live, LLC. - This mortgage market alert is a service of MarketNewsletters.com and MBS Live.

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.

Read or subscribe to my newsletter online at: http://housingnewsletters.com/richhomeloans

2

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.



 $\label{eq:main_series} \ensuremath{\mathbb{C}}\xspace{-1mu} 2024\,\mbox{MBS Live, LLC.-This mortgage market alert is a service of $\underline{MarketNewsletters.com}$ and $\underline{MBS Live}$.$

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.