

Brian Cooke
President & CEO, World Home Loans
NMLS # 17866
300 Spectrum Center Drive Ste 400-476 Irvine, CA 92618

Office: 650-678-0283
Mobile: 650-678-0283
bcooke@worldhomeloans.com
View My Website

Good News on Inflation, But Don't Expect a Fed Rate Cut

The juxtaposition of last week's jobs report and this week's Consumer Price Index (CPI) created a fair amount of volatility, but for fans of low mortgage rates, it's too soon to care.

Whether we're talking about interest rates in general or the Federal Reserve, both are sensitive to any major changes in the economy and inflation. Among economic data, last week's jobs report is the most capable of causing volatility, pound for pound. This week's CPI is the most capable among the several monthly inflation reports.

As we discussed last week, the jobs report was strong enough to push rates instantly (but only moderately) higher. This week's CPI served as a bit of a foil, showing a much lower number than expected. In annual terms, inflation is still not quite back to target levels whether we're looking at the headline number or the core (which excludes food and energy).



National Average Mortgage Rates



Mortgage News Daily	Rate	Change	Points
30YR Fixed	7.22%	-0.08	0.00
15YR Fixed	6.85%	-0.06	0.00
30YR FHA	6.89%	-0.06	0.00
30YR Jumbo	7.40%	-0.05	0.00
7/6 SOFR	6.73%	+0.02	0.00
30YR VA	6.90%	-0.07	0.00

Rates as of: 11/4

MBS and Treasury

	Price / Yield	Change
MBS UMBS 6.0	100.17	-0.03
10 YR Treasury	4.8880	+0.0026
30 YR Treasury	5.2666	-0.0133

Pricing as of: 11/5 7:10AM EST

Recent Housing Data

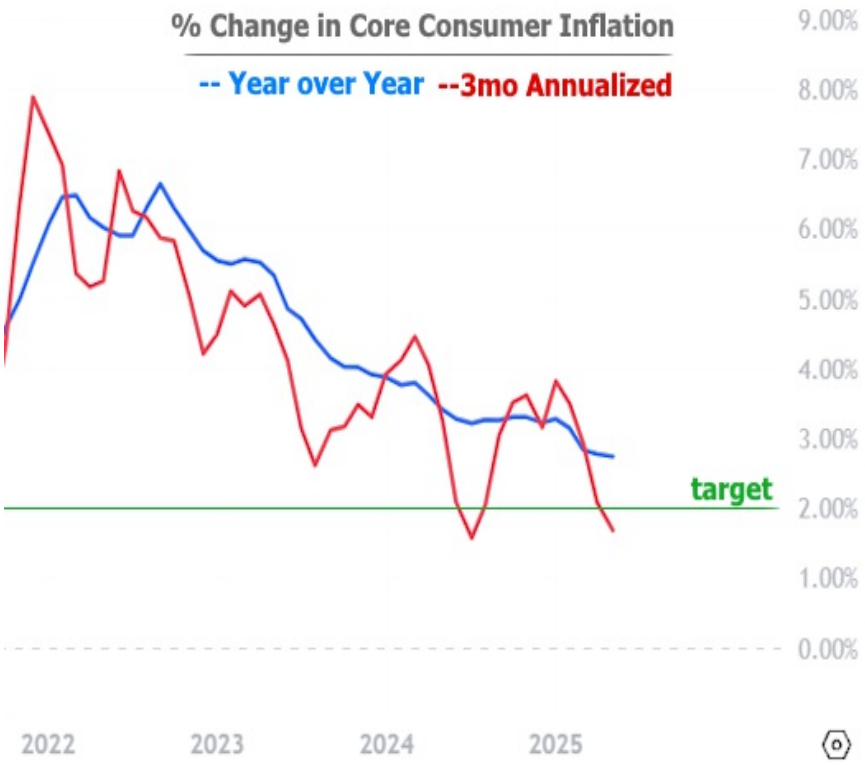
		Value	Change
Mortgage Apps	Oct 21	195	+3.39%
Building Permits	Sep	1.4M	+0.43%
Housing Starts	Sep	1.22M	-4.24%
New Home Sales	Sep	676K	-1.17%
Pending Home Sales	Aug	71.2	0%
Existing Home Sales	Oct	3.99M	+0.25%
Builder Confidence	Oct	29	-9.38%

© 2026 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.

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

But if inflation were to continue at the exact same pace seen over the last 3 months, core CPI (seen as a better indication of underlying trends than the more volatile "headline" CPI) is tracking at below-target levels.



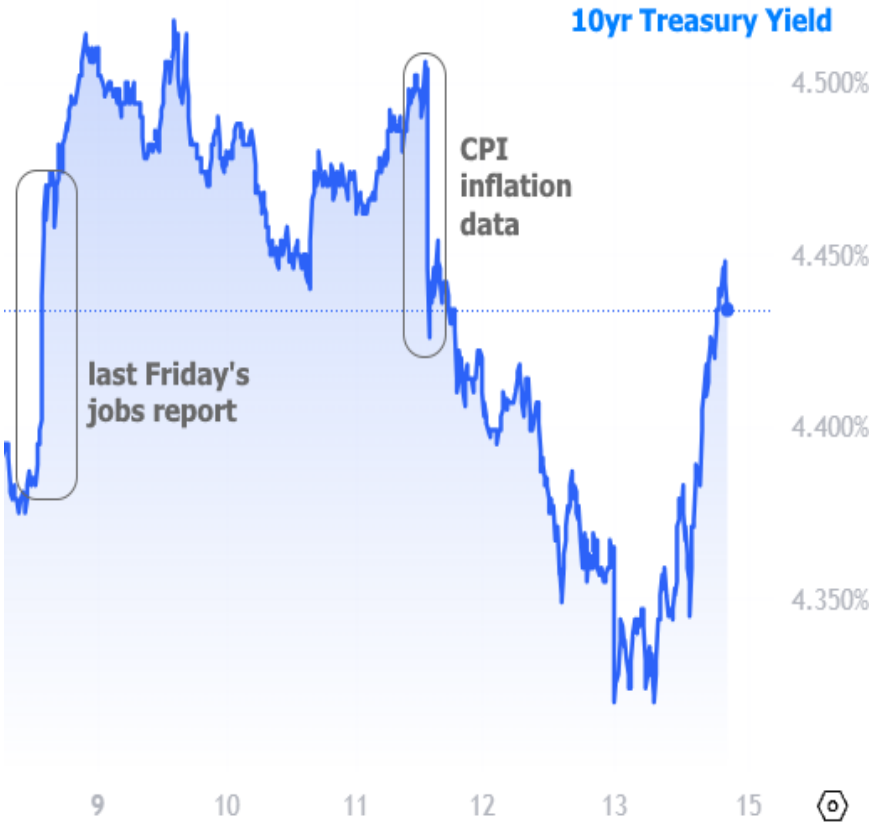
Interest rates are determined by the bond market, so we can watch bonds (like the 10yr Treasury) fluctuate moment by moment to see the implied reaction in rates. Bonds are generally planning on waiting to see if there's any additional inflation in the data after tariff/trade policies are finalized.

That means near term inflation data would be taken with a grain of salt, but this report was enough of a surprise to elicit a response. Taken together with the week's other data, it was enough to briefly fully erase the damage done by last week's jobs report.

© 2026 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.

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



The inflation data was so refreshing, in fact, that the market began to entertain an accelerated timeline for the next rate cut from the Fed. Conveniently, there are futures contracts that allow traders to bet on the Fed Funds Rate at various points in the future. Expectations for December 2025 were obviously impacted.

© 2026 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.

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

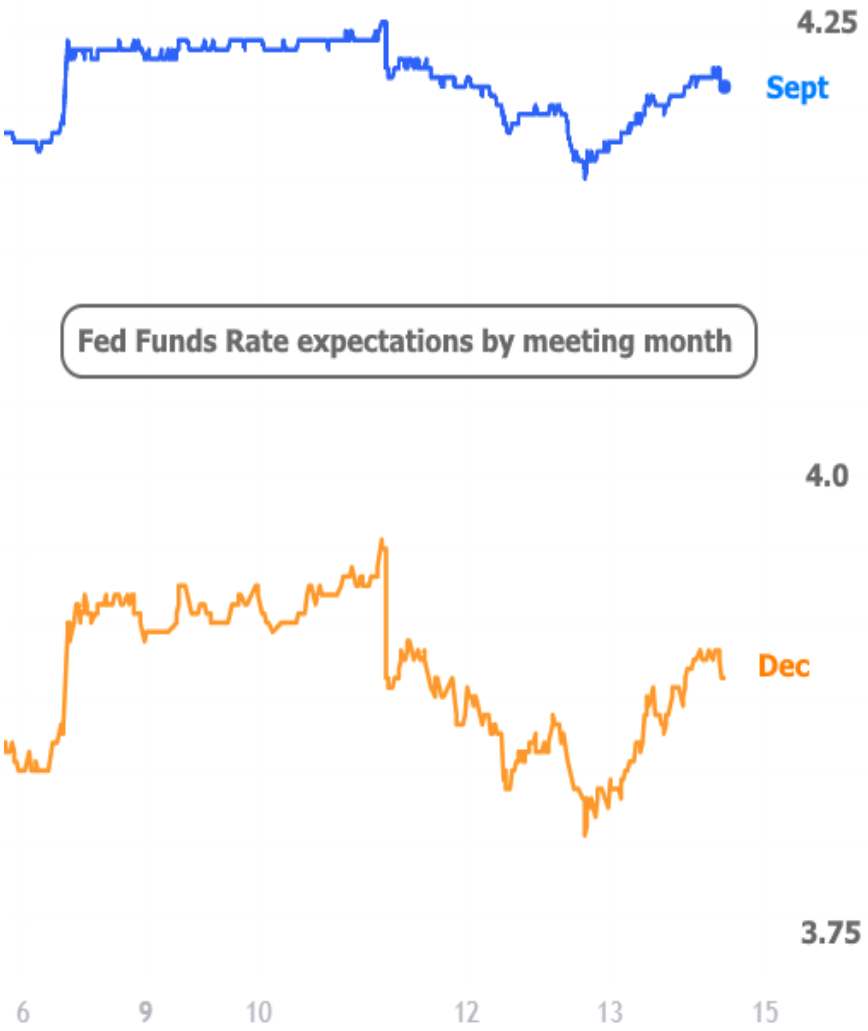


But perspective is important. Not only does the chart above pertain to the December Fed meeting, it is also a fairly narrow range in the bigger picture. If we merely add the September Fed meeting to the chart, we can see how much narrower the range looks. We can also see how much less of a reaction there was in September's expectations.

© 2026 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.

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

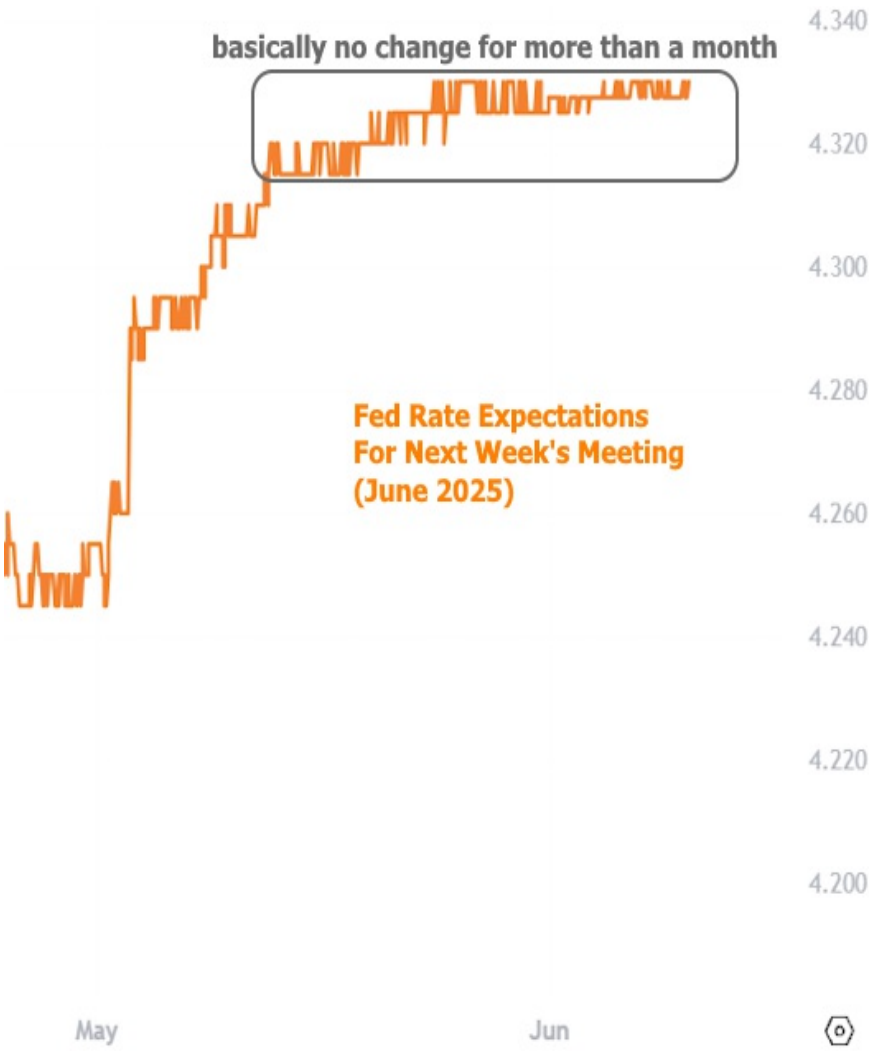


So what happens if we examine the current meeting month? There's not really a point, it's been almost perfectly flat in the "no chance of a rate hike" camp since the beginning of May.

© 2026 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.

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



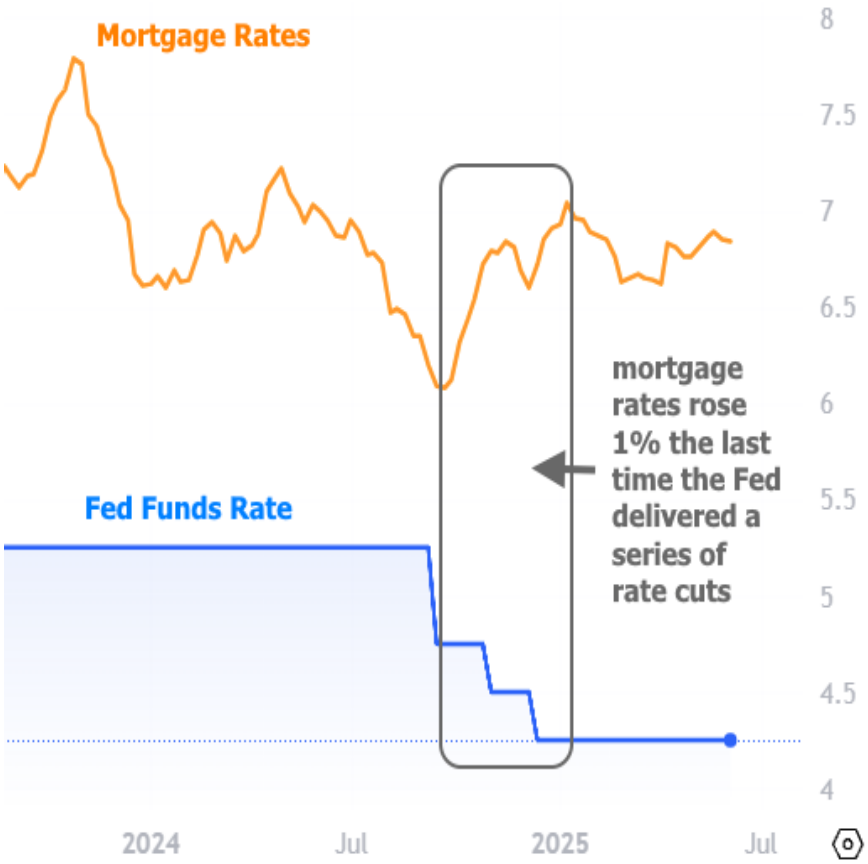
All that to say the Fed is definitely not cutting rates at next week's meeting and the market knows it. The Fed has been very clear in its desire to wait and see if tariffs/trade policy have a measurable impact on inflation AND that it feels justified in waiting as long as the labor market isn't deteriorating too quickly. Last week's jobs report seemed to condone that stance, for now.

Another question that fans of low mortgage rates should consider is whether a Fed rate cut is really the thing they want. History doesn't always repeat itself in exactly the same way, but the following chart is a sobering reminder for anyone who still thinks that Fed rate cuts help mortgage rates:

© 2026 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.

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



Any meaningful market volatility from next week's Fed announcement is most likely to result from changes in the Fed's dot plot (a chart in its economic projection materials that shows each Fed member's forecast for the Fed Funds Rate over the next few years).

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

Recent Economic Data

Date	Event	Actual	Forecast	Prior
Monday, Jun 09				
11:00AM	May Consumer Inflation Expectations	3.2%		3.6%
Wednesday, Jun 11				
7:00AM	Jun/06 MBA Purchase Index	170.9		155.0
7:00AM	Jun/06 MBA Refi Index	707.4		611.8
8:30AM	May m/m CORE CPI (%)	0.1%	0.3%	0.2%
8:30AM	May y/y CORE CPI (%)	2.8%	2.9%	2.8%
Thursday, Jun 12				
8:30AM	Jun/07 Jobless Claims (k)	248K	240K	247K
8:30AM	May/31 Continued Claims (ml)	1956K	1910K	1904K
8:30AM	May Core Producer Prices MM (%)	0.1%	0.3%	-0.4%
8:30AM	May Core Producer Prices YY (%)	3%	3.1%	3.1%

Event Importance:

No Stars = Insignificant
☆ Low
★ Moderate
★★ Important
★★ Very Important

© 2026 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.

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

Date	Event	Actual	Forecast	Prior
Friday, Jun 13				
10:00AM	Jun Consumer Sentiment (ip)	60.5	53.5	52.2
Monday, Jun 16				
8:30AM	Jun NY Fed Manufacturing	-16.00	-5.5	-9.20
Tuesday, Jun 17				
8:30AM	May Import prices mm (%)	0%	-0.2%	0.1%
8:30AM	May Retail Sales (%)	-0.9%	-0.7%	0.1%
9:15AM	May Industrial Production (%)	-0.2%	0.1%	0%
10:00AM	Apr Business Inventories (%)	0%	0%	0.1%
10:00AM	Jun NAHB housing market indx	32	36	34
Wednesday, Jun 18				
8:30AM	Jun/14 Jobless Claims (k)	245K	245K	248K
8:30AM	May Building Permits (ml)	1.393M	1.43M	1.422M
8:30AM	May Housing starts number mm (ml)	1.256M	1.36M	1.361M
2:00PM	Fed Interest Rate Decision	4.5%	4.5%	4.5%
2:00PM	FOMC Economic Projections			
2:30PM	Fed Press Conference			
Friday, Jun 20				
8:30AM	Jun Philly Fed Business Index	-4.0	-1	-4.0

© 2026 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.

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

About Me

I'm the Founder & CEO of World Home Loans, a mission-driven mortgage brokerage built with one purpose: to give consumers, especially Veterans, the respect, speed, and savings they deserve when financing a home.

Over the past 2 years, I've personally closed over 600 VA purchase loans and personally funded more than $375M in the past 12 months. Along the way, I learned that America's Veterans are too often underserved by big-box lenders—facing higher rates, slower closings, and a lack of genuine care. That's why I built World Home Loans.

 Our Mission:
• To serve our Veterans by offering ultra-low mortgage rates and closing costs.
• To empower Veterans with the knowledge and resources needed to make informed home financing decisions.
• To stand against and eliminate the widespread overcharging of Veterans that has persisted in the mortgage industry for decades.

At World Home Loans, we back this mission with execution:
 Faster closings (our average is 18 days)
 Better pricing (consistently beating national averages)
 White-glove experience that earns 5-star reviews at scale
 A platform where top producers can 2–3X their volume through efficiency, brand power, and unmatched VA expertise.

With "Victory on the Home Front" as our rallying cry, World Home Loans is on course to become the dominant VA-focused lender in the country.

 Alongside building WHL, I'm writing my book The Efficient Closer: Building a Mortgage Empire with Precision and Purpose—a playbook for originators who want to scale with speed, systems, and execution.

Brian Cooke 

© 2026 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.

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