



**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](mailto:richblanchard@richhomeloans.com)

[View My Website](#)

## UPDATE: Shocker: MBS Rally Into Fed And Fall Afterward

- Jobless Claims
  - 4427k vs 4200k forecast
- Continued Claims
  - 15.976m vs 16.476m forecast
- Services PMI
  - 27.0 vs 31.5 forecast, 39.8 previously
- Manufacturing PMI
  - 36.9 vs 38.0 forecast, 48.5 previously
- New Home Sales
  - 627k vs 645k forecast, 741k previously

The Fed's first UMBS 30yr operation of the day was from 9:50am through 10:10am. MBS rallied leading up to the operation and then rallied some more as it progressed. When it concluded, however, prices began to fall. This pattern has been reliable enough that it would be a surprise NOT to see it.

2.5 UMBS are still up an eighth on the day, but are 2-3 ticks (.06-.09) off the highs. 10yr yields are still basically unchanged, but at slightly lower yields now versus slightly higher yields earlier. Stocks have flipped the switch into rally mode and are now up more than 1% (S&P futures).



### MBS & Treasury Market Data

	Price / Yield	Change
MBS UMBS 6.0	100.39	<b>+0.19</b>
MBS GNMA 6.0	100.53	<b>+0.14</b>
10 YR Treasury	4.3602	<b>-0.0724</b>
30 YR Treasury	4.5297	<b>-0.0761</b>

Pricing as of: 7/3 5:59PM EST

### Average Mortgage Rates

	Rate	Change	Points
--	------	--------	--------

#### Mortgage News Daily

30 Yr. Fixed	7.08%	<b>-0.05</b>	0.00
15 Yr. Fixed	6.45%	<b>-0.02</b>	0.00
30 Yr. FHA	6.55%	<b>-0.05</b>	0.00
30 Yr. Jumbo	7.25%	<b>-0.04</b>	0.00
5/1 ARM	7.07%	<b>-0.03</b>	0.00

#### Freddie Mac

30 Yr. Fixed	6.86%	<b>-0.01</b>	0.00
15 Yr. Fixed	6.16%	<b>+0.03</b>	0.00

#### Mortgage Bankers Assoc.

30 Yr. Fixed	7.03%	<b>+0.09</b>	0.62
15 Yr. Fixed	6.56%	<b>+0.09</b>	0.54
30 Yr. FHA	6.90%	<b>+0.11</b>	0.95
30 Yr. Jumbo	7.11%	<b>-0.01</b>	0.50
5/1 ARM	6.38%	<b>+0.11</b>	0.54

Rates as of: 7/3

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**

