



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](#)

UPDATE: Bonds Turn Green With Help From Europe

After starting out slightly weaker this morning, both Treasuries and MBS are moving into positive territory, led by a much stronger move in European bond markets. One comment from ECB President Lagarde is particularly significant:

ECB'S LAGARDE SAYS OUR DECISIONS WILL MAKE SURE THAT HIGHER BORROWING NEEDS BY FISCAL AUTHORITIES ASSOCIATED WITH THE NECESSARY FISCAL RESPONSE TO THE CRISIS WILL NOT TRANSLATE INTO MATERIALLY HIGHER INTEREST RATES FOR THE PRIVATE SECTOR

Translation, we're going to hold rates lower across the curve so governments can finance stimulus. Perhaps this is her way of hitting back at a fairly underwhelming response to last week's ECB announcement and press conference--a reminder of sorts about a commitment to low rates.

German Bunds are more than 5bps lower peak to trough. US Treasuries have gained nearly as much, with 10yr yields moving by exactly 5bps peak-to-trough (now about 1bp lower versus Friday's close at .885%). 2.0 UMBS are up an eighth of a point and in line with Friday's best levels at 101-14 (101.44).



MBS & Treasury Market Data

	Price / Yield	Change
MBS UMBS 6.0	100.39	+0.19
MBS GNMA 6.0	100.53	+0.14
10 YR Treasury	4.4296	-0.0030
30 YR Treasury	4.5981	-0.0077

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

Average Mortgage Rates

	Rate	Change	Points
Mortgage News Daily			
30 Yr. Fixed	7.08%	-0.05	0.00
15 Yr. Fixed	6.45%	-0.02	0.00
30 Yr. FHA	6.55%	-0.05	0.00
30 Yr. Jumbo	7.25%	-0.04	0.00
5/1 ARM	7.07%	-0.03	0.00

Freddie Mac

30 Yr. Fixed	6.86%	-0.01	0.00
15 Yr. Fixed	6.16%	+0.03	0.00

Mortgage Bankers Assoc.

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

