

Stephen Moye

Sales Manager/Senior Loan Officer NMLS: 268619/CA-DBO268619, New American Funding Corporation. NMLS: 6606, Equal Housing Lender Licensed by the Department of Business Oversight Under the California Residential Mortgage Lending Act

CA-DBO268619 Corp. NMLS: 67180 Equal Housing Lender 1615 Murray Canyon Road #1050 San Diego, CA 92108

Office: 619-309-1678 Mobile: 619-895-8128 Fax: (619) 793-1026 stephen.moye@nafinc.com

View My Website

A Message from Stephen Moye:

"At some point people will buy bonds again, right? Of course rates are still no higher than when we have the "taper tantrum of 2014""

ALERT: Bonds Weaker After NFP, But Not Because of It

- NFP 200k vs 180k forecast
- Unemployment rate unchanged at 4.1
- Participation rate unchanged at 62.7
- wages as expected at +0.3
- avg workweek drops to 34.3 vs 34.5 previous/forecast

This one's a bit tricky to understand because at face value, these numbers, in and of themselves, in no way justify the amount of weakness we're seeing. This has everything to do with the third paragraph of the Day Ahead (read it here).

Bottom line, the post-NFP time frame is a window of opportunity for traders to work their strategies. It also means that the trading normally seen at the 8:20am CME open is on hold for another 10 minutes and then arrives in a glut after 8:30am. Without NFP today, we could assume there would have been moderate to aggressive selling at 8:20am.

These sellers were lined up with trades ready to push yields higher, provided NFP didn't surprise to the downside in a big way. There's no way to know this was the case without the benefit of hindsight, except inasmuch as our default stance has been "negative trend intact until proven otherwise."

10yr yields are quickly up to 2.835 and Fannie 3.5 MBS are down more than a quarter point.

MBS & Treasury Market Data

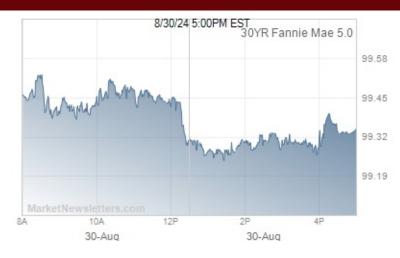
	Price / Yield	Change
MBS UMBS 5.0	99.37	+0.02
MBS GNMA 5.0	99.93	+0.02
10 YR Treasury	3.9068	+0.0029
30 YR Treasury	4.1960	+0.0028
Pricing as of: 9/17:34PM EST		

Average Mortgage Rates

	Rate	Change	Points
Mortgage News	Daily		
30 Yr. Fixed	6.43%	+0.02	0.00
15 Yr. Fixed	5.95%	0.00	0.00
30 Yr. FHA	5.82%	+0.02	0.00
30 Yr. Jumbo	6.62%	0.00	0.00
5/1 ARM	6.28%	-0.01	0.00
Freddie Mac			
30 Yr. Fixed	6.35%	-0.51	0.00
15 Yr. Fixed	5.51%	-0.65	0.00
Mortgage Banke	rs Assoc.		
30 Yr. Fixed	6.44%	-0.06	0.54
15 Yr. Fixed	5.88%	-0.16	0.68
30 Yr. FHA	6.36%	-0.06	0.85
30 Yr. Jumbo	6.75%	+0.07	0.39
5/1 ARM Rates as of: 8/30	5.98%	-0.27	0.65

© 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.



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

thanks for visiting this site

thank you for coming to website. Having been a loan officer for 20+year...I know first hand how important it is to stay on top of the news and event that effect mortgage rates, regulation, and program guidelines. Let this web site be a resource for you. New American Funding CA-DBO268619 Corp. NMLS: 6606

Equal Housing Lender

Licensed by the Department of Business Oversight Under the California Residential Mortgage Lending Act

Stephen Moye

