



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](#)

The Day Ahead: CPI Comes Out Swinging; Auction Cycle Conclusion Up Next

Today begins with a modestly weaker CPI (consumer price index) report generating an impressive surge in volume. In fact, the volume in the minute following the CPI release was roughly double that seen in the minute following the last NFP report. This reinforces what we've been discussing with respect to CPI **taking the reigns from NFP** as the most important piece of econ data for bond markets on any given month. This only becomes clearer when we consider the last time a minute of volume was as big was also due to a CPI report.

MBS & Treasury Market Data

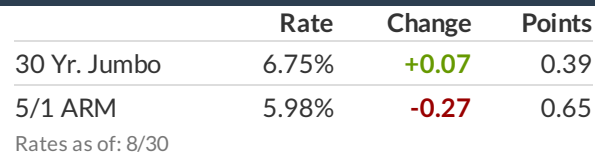
	Price / Yield	Change
MBS UMBS 5.0	99.37	+0.02
MBS GNMA 5.0	99.93	+0.02
10 YR Treasury	3.9068	+0.0029
30 YR Treasury	4.1960	+0.0028

Pricing as of: 9/1 7:34PM 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 Bankers 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



Read or subscribe to my newsletter online at: <http://housingnewsletters.com/stephenmoye>



Bottom line: bonds continue struggling to break below the 2.95% technical barrier. Even after this morning's CPI data, the best bonds could manage was a brief visit to 2.9476%. Now, it's entirely possible that bond buyers are able to muster the strength to make another rally attempt, but all we have for now is a decent CPI number (decent for bonds, in that it was slightly weaker than expected) helping fuel a moderate rally, but NOT helping to break key technical levels.

The **only other major event** on tap for today is the 30yr bond auction at 1pm. In and of itself, this doesn't pack nearly the same punch as the 10yr Treasury auction yesterday--let alone this morning's CPI. BUT, the 30yr auction can still be an important mile marker for bond momentum because it marks the end of the week's official Treasury supply. Regardless of the strength of the results, we often see a small shift in momentum when the auction cycle ends.

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

