



## 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](#)

## MBS Recap: Bonds Seize Opportunity To Sell

As we've been discussing fairly regularly, bond markets have been consistently dragged to better and better levels so far in the new year, by massive losses in equities markets. It was **only a matter of time** before stocks had a flat day or better. Today was that day--barely.

Stocks weren't even in positive territory for most of the day, nor did they close any higher than they opened, but they did manage to end the day just slightly higher than they ended Friday's session. The **only other time** they've done that this year was January 5th which was incidentally the only other time bond markets lost ground this year.

This time around, bonds were more pent-up after having been dragged to their best levels in more than 2 months by the end of last week. This, combined with the upcoming glut of supply (Treasury auctions and corporate debt issuance = bond market "supply") made the **consequences steeper**. 10yr yields rose 6bps. As usual during sell-offs, MBS fared a bit better, with Fannie 3.0s losing only 7 ticks in price (relative to 17 ticks in price for 10yr Treasuries).

Subscribe to my newsletter online at:

<http://housingnewsletters.com/richhomeloans>

## MBS & Treasury Market Data

	Price / Yield	Change
MBS UMBS 6.0	100.40	<b>-0.15</b>
MBS GNMA 6.0	100.78	<b>+0.04</b>
10 YR Treasury	4.4223	<b>+0.0454</b>
30 YR Treasury	4.5610	<b>+0.0549</b>

Pricing as of: 5/17 5:59PM EST



## Average Mortgage Rates

	Rate	Change	Points
<b>Mortgage News Daily</b>			
30 Yr. Fixed	7.09%	<b>+0.07</b>	0.00
15 Yr. Fixed	6.56%	<b>+0.03</b>	0.00
30 Yr. FHA	6.62%	<b>+0.07</b>	0.00
30 Yr. Jumbo	7.35%	<b>+0.04</b>	0.00
5/1 ARM	7.30%	<b>+0.06</b>	0.00
<b>Freddie Mac</b>			
30 Yr. Fixed	7.02%	<b>-0.42</b>	0.00
15 Yr. Fixed	6.28%	<b>-0.48</b>	0.00
<b>Mortgage Bankers Assoc.</b>			
30 Yr. Fixed	7.08%	<b>-0.10</b>	0.63
15 Yr. Fixed	6.61%	<b>+0.01</b>	0.65
30 Yr. FHA	6.89%	<b>-0.03</b>	0.94
30 Yr. Jumbo	7.22%	<b>-0.09</b>	0.58
5/1 ARM	6.56%	<b>-0.04</b>	0.66

Rates as of: 5/17

## 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**

