



Calibrate | Focus | Execute

Market Conditions

May 6, 2024

MBS	Current Price	Change	OAS Dur	OAS Yld	Vol
FNMA30 6.0 MAY	100 1/32	-3/32	4.47	6.07%	3.91
FNMA15 5.0 MAY	99 2/32	-1/32	4.53	5.43%	3.97
GNMAII30 6.0 MAY	100 29/32	-4/32	3.72	6.02%	3.25

Treasuries	Current Price	Change	Dur	Yld	Vol
5yr Treasury	100 19/32	+1/32	4.41	4.49	4.18
10yr Treasury	96 1/32	+2/32	7.58	4.50	6.83
30yr Treasury	93 13/32	+3/32	14.97	4.66	13.20

Stocks	Current Price	% Change	Commodities	Current Price	Change
Dow	38,748.52	+0.17%	Dollar	\$105.07	+0.04%
S&P 500	5,158.34	+0.58%	Gold	\$2,330.60	+0.95%
Nasdaq	16,263.67	+0.66%	Crude Oil	\$78.29	+0.18%

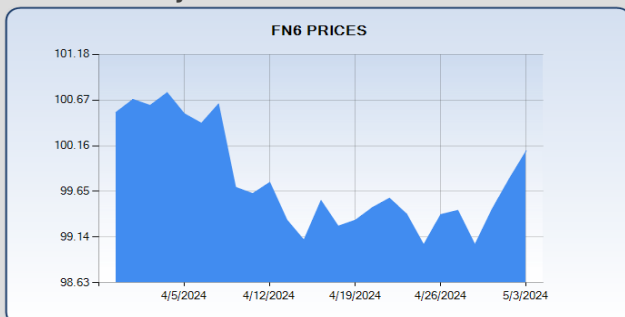
Economic Commentary

MBS prices are down about 3/32 this morning while the DOW is up about 60 points as Wall Street looked set to build on an end-of-week surge precipitated by a softer-than-expected jobs report that helped spur bets toward an earlier rate cut from the Federal Reserve. Stocks rallied at the end of last week, getting a boost from a "Goldilocks" jobs report that struck the balance in providing welcome news for both the markets and the Fed. More than two-thirds of bets are now on a September rate cut from the Fed, according to the CME FedWatch Tool. Most traders now expect at least two cuts by the end of the year. Those bets could be swung by the return of Fedspeak, now that free-speaking Fed officials are untethered from a pre-meeting blackout period. New York Fed president John Williams and the Richmond Fed's Thomas Barkin are set for remarks today, while Minneapolis's Neel Kashkari is set to speak tomorrow. U.S. Treasuries have dipped from their starting levels, ticking into negative territory after a quiet start to the cash session. Treasuries followed their higher start with an uptick to session highs during the first few minutes of action, but they found resistance in short order. The initial uptick pressured the 10-yr yield to 4.47% with Friday's low looming just below, but the recent pullback has lifted yields just above their closing levels from last week. There are no economic reports scheduled for release today.

Economic Calendar

	PERIOD	ACTUAL	FORECAST	PREVIOUS
MONDAY, MAY 6				
None scheduled				
TUESDAY, MAY 7				
Consumer credit	March	Waiting for Results	\$15.0B	\$14.1B
WEDNESDAY, MAY 8				
Wholesale inventories	March	Waiting for Results	-0.40%	0.50%
THURSDAY, MAY 9				
Initial jobless claims	4-May	Waiting for Results	212,000	208,000
FRIDAY, MAY 10				
Consumer sentiment (prelim)	May	Waiting for Results	76.00	77.20
Monthly U.S. federal budget	April	Waiting for Results	\$262.5B	-\$236B
MONDAY, MAY 13				
None scheduled				
TUESDAY, MAY 14				
NFIB optimism index	April	Waiting for Results	--	89
Producer price index	April	Waiting for Results	--	0
PPI year over year	0-Jan	Waiting for Results	--	0
Core PPI	April	Waiting for Results	--	0
Core PPI year over year	0-Jan	Waiting for Results	--	0
WEDNESDAY, MAY 15				
Consumer price index	April	Waiting for Results	--	0
CPI year over year	0-Jan	Waiting for Results	--	0
Core CPI	April	Waiting for Results	--	0
Core CPI year over year	0-Jan	Waiting for Results	--	0
U.S. retail sales	April	Waiting for Results	--	0
Retail sales minus autos	April	Waiting for Results	--	0
Empire State manufacturing survey	May	Waiting for Results	--	-14

Chart of the Day:



Mortgage Capital Management, Inc. | 858-483-4404 | info@mortcap.com | mortcap.com

Source: Bloomberg, Reuters, MarketWatch.com, mortgagenewsdaily.com, advisorspectives.com, taintedalpha.com, options express, yahoo finance, estimize.com, stockcharts.com, tradingeconomics.com, dshort.com