



Calibrate | Focus | Execute

Market Conditions

June 17, 2024

MBS	Current Price	Change	OAS Dur	OAS Yld	Vol
FNMA30 6.0 JULY	100 19/32	-3/32	4.39	6.00%	3.77
FNMA15 5.0 JULY	99 15/32	-5/32	4.53	5.38%	3.89
GNMAI30 6.0 JULY	100 21/32	-2/32	3.58	6.10%	3.08

Treasuries	Current Price	Change	Dur	Yld	Vol
5yr Treasury	100 29/32	-7/32	4.40	4.30	4.10
10yr Treasury	100 25/32	-13/32	7.81	4.28	6.89
30yr Treasury	103 15/32	-1 2/32	15.68	4.42	13.54

Stocks	Current Price	% Change	Commodities	Current Price	Change
Dow	38,682.53	+0.24%	Dollar	\$105.42	-0.12%
S&P 500	5,457.03	+0.47%	Gold	\$2,329.50	-0.83%
Nasdaq	17,777.83	+0.51%	Crude Oil	\$79.59	+1.44%

Economic Commentary

MBS prices are down about 3/32 this morning while the DOW is up about 90 points with last week's double dose of inflation reports and the Federal Reserve meeting behind markets, fewer catalysts are set to greet investors this week. The highlight will be Tuesday's retail sales report, which provides a glimpse into the health of the US consumer. Fed policymakers will likely pick up their chatter after last week's decision. Minneapolis Fed president Neel Kashkari on Sunday hinted that a December rate cut could be the Fed's only move this year. Investors are pricing in around a two-thirds chance that the central bank begins its cuts by September, according to the CME FedWatch tool. The New York Fed's John Williams and the Philadelphia Fed's Patrick Harker are slated for appearances on Monday. Today's lone economic report showed that the NY Empire State Manufacturing Index increased to -6 in June 2024 from -15.6 in May, beating forecasts of -9. It is the highest reading in four months, although it still pointed to a moderate decline in business activity in the New York State.

Economic Calendar

	PERIOD	ACTUAL	FORECAST	PREVIOUS
MONDAY, JUNE 17				
Empire State manufacturing survey	June	-6.0	-9.0	-15.60
TUESDAY, JUNE 18				
U.S. retail sales	May	Waiting for Results	0.20%	0.00%
Retail sales minus autos	May	Waiting for Results	0.20%	0.20%
Industrial production	May	Waiting for Results	0.40%	0.00%
Capacity utilization	May	Waiting for Results	78.60%	78.40%
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Capacity utilization	May	Waiting for Results	78.60%	78.40%
Business inventories	May	Waiting for Results	0.30%	-0.10%
WEDNESDAY, JUNE 19				
Juneteenth Day holiday				
Home builder confidence index	June	Waiting for Results	45.00	45.00
THURSDAY, JUNE 20				
Initial jobless claims	15-Jun	Waiting for Results	236,000	242,000
U.S. current account	Q2	Waiting for Results	-\$205.5B	-\$194.8b
Housing starts	May	Waiting for Results	1.38 million	1.36 million
Building permits	May	Waiting for Results	1.46 million	1.44 million
Philadelphia Fed manufacturing survey	June	Waiting for Results	4.90	4.50
FRIDAY, JUNE 21				
S&P flash U.S. services PMI	June	Waiting for Results	53.90	54.80
S&P flash U.S. manufacturing PMI	June	Waiting for Results	51.00	51.30
Existing home sales	May	Waiting for Results	4.07 million	4.14 million
U.S. leading economic indicators	May	Waiting for Results	-0.40%	-0.60%
MONDAY, JUNE 24				
None scheduled				
TUESDAY, JUNE 25				
Case-Shiller home price index (20 cities)	April	Waiting for Results	--	7.40%
Consumer confidence	May	Waiting for Results	--	102.00
WEDNESDAY, JUNE 26				
New home sales	May	Waiting for Results	--	634,000
THURSDAY, JUNE 27				
Initial jobless claims	22-Jun	Waiting for Results	--	--
GDP (2nd revision)	Q1	Waiting for Results	--	1.30%
Durable-goods orders	May	Waiting for Results	--	0.60%
Durable-goods minus transportation	May	Waiting for Results	--	0.40%
Pending home sales	May	Waiting for Results	--	-7.70%
FRIDAY, JUNE 28				
Personal income (nominal)	May	Waiting for Results	--	0.30%
Personal spending (nominal)	May	Waiting for Results	--	0.20%
PCE index	May	Waiting for Results	--	0.30%
PCE (year-over-year)	2023-2024	Waiting for Results	--	2.70%
Core PCE index	May	Waiting for Results	--	0.20%
Core PCE (year-over-year)	2023-2024	Waiting for Results	--	2.80%
Chicago Business Barometer (PMI)	June	Waiting for Results	--	35.40
Consumer sentiment (final)	June	Waiting for Results	--	65.60

Chart of the Day: US NY Empire State Manufacturing Index

