



Calibrate | Focus | Execute

**Market Conditions**

April 8, 2025

MBS	Current Price	Change	OAS Dur	OAS Yld	Vol
FNMA30 5.5 APR	99 17/32	+5/32	4.10	5.62%	3.11
FNMA15 5.0 APR	100 12/32	+1/32	4.50	4.88%	3.42
GNMAI30 5.5 APR	99 23/32	+5/32	3.07	5.68%	2.33

Treasuries	Current Price	Change	Dur	Yld	Vol
5yr Treasury	100 21/32	+2/32	4.50	3.87	3.74
10yr Treasury	103 20/32	+3/32	8.14	4.19	6.35
30yr Treasury	100 1/32	-2/32	16.07	4.63	12.27

Stocks	Current Price	% Change	Commodities	Current Price	Change
Dow	38,514.37	+1.47%	Dollar	\$103.23	-0.03%
S&P 500	5,119.97	+1.10%	Gold	\$3,003.30	+1.01%
Nasdaq	15,756.32	+1.08%	Crude Oil	\$60.57	-0.26%

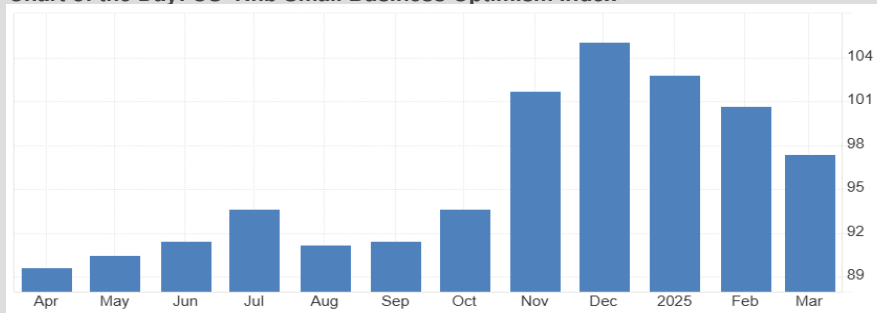
**Economic Commentary**

MBS prices are up about 5/32 this morning while the DOW is up about 400 points as investors digested the prospect of US-Japan tariff talks and the hopes for other trade deals. Spirits got a boost after Treasury Secretary Scott Bessent hailed the start of bilateral trade talks with Japan. The news alleviated fears that the White House wasn't prepared to cut deals on tariffs, given trade adviser Peter Navarro's comment to the Financial Times that Trump's tariffs were "not a negotiation." But the chances of a trade war between the world's biggest economies still hung over markets. On Tuesday, China vowed to "fight to the end" if the US continues to pursue what Beijing authorities described as "blackmail". The pledge followed Trump's threat to impose additional 50% tariffs on China beginning on Wednesday if the country did not scrap its plans for retaliatory duties. Today's loan economic report showed that the NFIB Small Business Optimism Index fell 3.3 points to 97.4 in March 2025, its lowest level since October 2024 and well below the market expectation of 101.3. This also marks the largest decline since June 2022. Meanwhile, the Uncertainty Index fell to 96, down eight points from February's second-highest reading on record. Small business owners have tempered their sales growth expectations, with a decline of 11 points to a net 3%, as they gain a clearer understanding of how new policy priorities affect their operations. Additionally, the percentage of owners anticipating better business conditions dropped 16 points to a net 21%, marking the third consecutive monthly decline and the largest drop since December 2020. Other decreases were recorded for: earnings trends (-4 points to a net -28%); plans to increase employment (-3 points to 12%); now a good time to expand (-3 points to 9%); current inventory (-2 points to -7%); expected credit conditions (-1 point to -4%).

**Economic Calendar**

	PERIOD	ACTUAL	FORECAST	PREVIOUS
<b>TUESDAY, APRIL 8</b>				
NFIB optimism index	March	97.40	98.70	100.70
<b>WEDNESDAY, APRIL 9</b>				
Wholesale inventories	Feb.	Waiting for Results	0.40%	0.80%
Minutes of Fed's March FOMC meeting				
<b>THURSDAY, APRIL 10</b>				
Initial jobless claims	5-Apr	Waiting for Results	223,000	219,000
Consumer price index	March	Waiting for Results	0.10%	0.20%
CPI year over year	2024-2025	Waiting for Results	2.60%	2.80%
Core CPI	March	Waiting for Results	0.20%	0.20%
Core CPI year over year	2024-2025	Waiting for Results	3.00%	3.10%
Monthly U.S. federal budget	March	Waiting for Results	-\$115B	\$236BB
<b>FRIDAY, APRIL 11</b>				
Producer price index	March	Waiting for Results	0.20%	0.00%
Core PPI	March	Waiting for Results	0.30%	0.20%
PPI year over year	2024-2025	Waiting for Results	--	3.20%
Core PPI year over year	2024-2025	Waiting for Results	--	3.30%
Consumer sentiment (prelim)	April	Waiting for Results	55.00	57.00
<b>MONDAY, APRIL 14</b>				
None Scheduled				
<b>TUESDAY, APRIL 15</b>				
Import price index	March	Waiting for Results	--	0.40%
Import price index minus fuel	March	Waiting for Results	--	0.30%
Empire State manufacturing survey	April	Waiting for Results	--	-20.00
<b>WEDNESDAY, APRIL 16</b>				
U.S. retail sales	March	Waiting for Results	--	0.20%
Retail sales minus autos	March	Waiting for Results	--	--
Industrial production	March	Waiting for Results	--	0.70%
Capacity utilization	March	Waiting for Results	--	78.20%
Business inventories	Feb.	Waiting for Results	--	0.30%
Home builder confidence index	April	Waiting for Results	--	39.00
<b>THURSDAY, APRIL 17</b>				
Initial jobless claims	12-Apr	Waiting for Results	--	--
Housing starts	March	Waiting for Results	--	1.5 million
Building permits	March	Waiting for Results	--	1.46 million
Philly Fed manufacturing survey	April	Waiting for Results	--	12.50
<b>FRIDAY, APRIL 18</b>				
None Scheduled				

**Chart of the Day: US Nfib Small Business Optimism Index**



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Sources: Bloomberg, Reuters, MarketWatch.com, edwardjones.com, advisorspectives.com, taintedalpha.com, options express, yahoo finance, estimote.com, stockcharts.com, tradingeconomics.com, investing.com