

THE FEDERAL SAVINGS BANK

**Ted Rood**

Mortgage Banker, Homesite Mortgage LLC

NMLS #543290

2299 Technology Drive, Suite 2A5 O Fallon, Missouri

Office: 3147400004

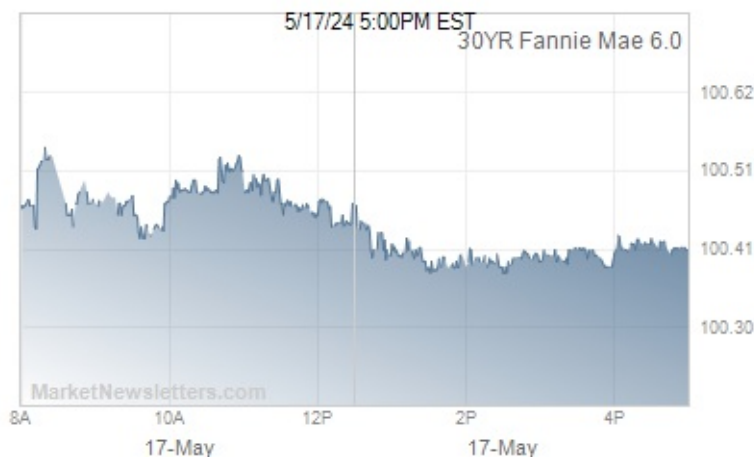
Mobile: 314-740-0004

ted_rood@yahoo.com**A Message from Ted Rood:***"We were due for a good bond auction. Nice to finally get one!"***UPDATE: Bouncing Back Nicely After 7yr Auction; Reprice Risk Wanes**

Fannie 3.5s are now at their best levels of the day, after having been at their worst levels of the day just before the 7yr auction. Part of the rally can be attributed to the strength of the auction itself, but considering that 7's don't tend to cause the biggest moves, the lion's share of this rally is better ascribed to the end of the week's entire auction cycle.

In other words, there was impending supply that dealers would be forced to bid on until this auction. Now there are no more compulsory bids to be made. This helps balance buyers vs sellers and increases liquidity in general.

Any negative reprice risk that had been waxing at 1pm has quickly waned.



Subscribe to my newsletter online at:

<http://mortgageratesupdate.com/tedrood>

MBS & Treasury Market Data

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

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

Average Mortgage Rates

	Rate	Change	Points
Mortgage News Daily			
30 Yr. Fixed	7.09%	+0.07	0.00
15 Yr. Fixed	6.56%	+0.03	0.00
30 Yr. FHA	6.62%	+0.07	0.00
30 Yr. Jumbo	7.35%	+0.04	0.00
5/1 ARM	7.30%	+0.06	0.00

Freddie Mac

30 Yr. Fixed	7.02%	-0.42	0.00
15 Yr. Fixed	6.28%	-0.48	0.00

Mortgage Bankers Assoc.

30 Yr. Fixed	7.08%	-0.10	0.63
15 Yr. Fixed	6.61%	+0.01	0.65
30 Yr. FHA	6.89%	-0.03	0.94
30 Yr. Jumbo	7.22%	-0.09	0.58
5/1 ARM	6.56%	-0.04	0.66

Rates as of: 5/17

Responsive service, experienced expertise

I've dedicated my 22 year mortgage career to client education, superior service, and honest answers. The lending landscape has changed dramatically the past few years, and continues to do so. My job is to ensure client partners' loans close quickly, without surprises, and I take that responsibility very seriously. Referrals are a responsibility I appreciate; they're a measure of trust, and that trust must be earned every day, on every referral.

Ted Rood

