

THE FEDERAL SAVINGS BANK



Co. NMLS# 411500



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:

"Looks like bond markets have fallen into their post-Thanksgiving meal coma early. I can certainly live with flat rates, nothing wrong with that."

MBS Mid-Day: Bond Markets Super Sideways, Unfazed by Data and Events

Bond markets have had plenty of **would-be** market movers thrown in their general direction today. This began in the overnight session with massive moves in shorter term European yields and substantial moves in longer term yields to boot. Despite that, the domestic bond market barely budged. While it's true that we don't always see US bond markets follow Europe in lock-step overnight, this is one of the bigger divergences.

Next up on the list of potential market movers was the morning's economic data. There were a few line items that could have been taken in a **positive light** for bond markets--such as the miss in personal consumption (0.1 vs 0.3 forecast)--but in general, the data was **NOT bond-friendly**. Here again, the input didn't matter. Treasuries and MBS simply kept on truckin'.

MBS & Treasury Market Data

	Price / Yield	Change
MBS UMBS 5.0	99.37	+0.02
MBS GNMA 5.0	99.93	+0.02
10 YR Treasury	3.9068	+0.0029
30 YR Treasury	4.1960	+0.0028

Pricing as of: 9/1 7:34PM EST



Average Mortgage Rates

	Rate	Change	Points
Mortgage News Daily			
30 Yr. Fixed	6.43%	+0.02	0.00
15 Yr. Fixed	5.95%	0.00	0.00
30 Yr. FHA	5.82%	+0.02	0.00
30 Yr. Jumbo	6.62%	0.00	0.00
5/1 ARM	6.28%	-0.01	0.00
Freddie Mac			
30 Yr. Fixed	6.35%	-0.51	0.00
15 Yr. Fixed	5.51%	-0.65	0.00
Mortgage Bankers Assoc.			
30 Yr. Fixed	6.44%	-0.06	0.54
15 Yr. Fixed	5.88%	-0.16	0.68
30 Yr. FHA	6.36%	-0.06	0.85
30 Yr. Jumbo	6.75%	+0.07	0.39
5/1 ARM	5.98%	-0.27	0.65

Rates as of: 8/30



The blip at 11:30 was due to the 7yr Treasury auction. That's rarely a market mover, but the passing of the week's supply considerations meant that traders were free to make their last trades of the day and head out for an **extended holiday weekend**. It's entirely possible that the robots and JV traders that remain in the office will keep the trend perfectly sideways through the close.

Subscribe to my newsletter online at: <http://mortgageratesupdate.com/tedrood>

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

