

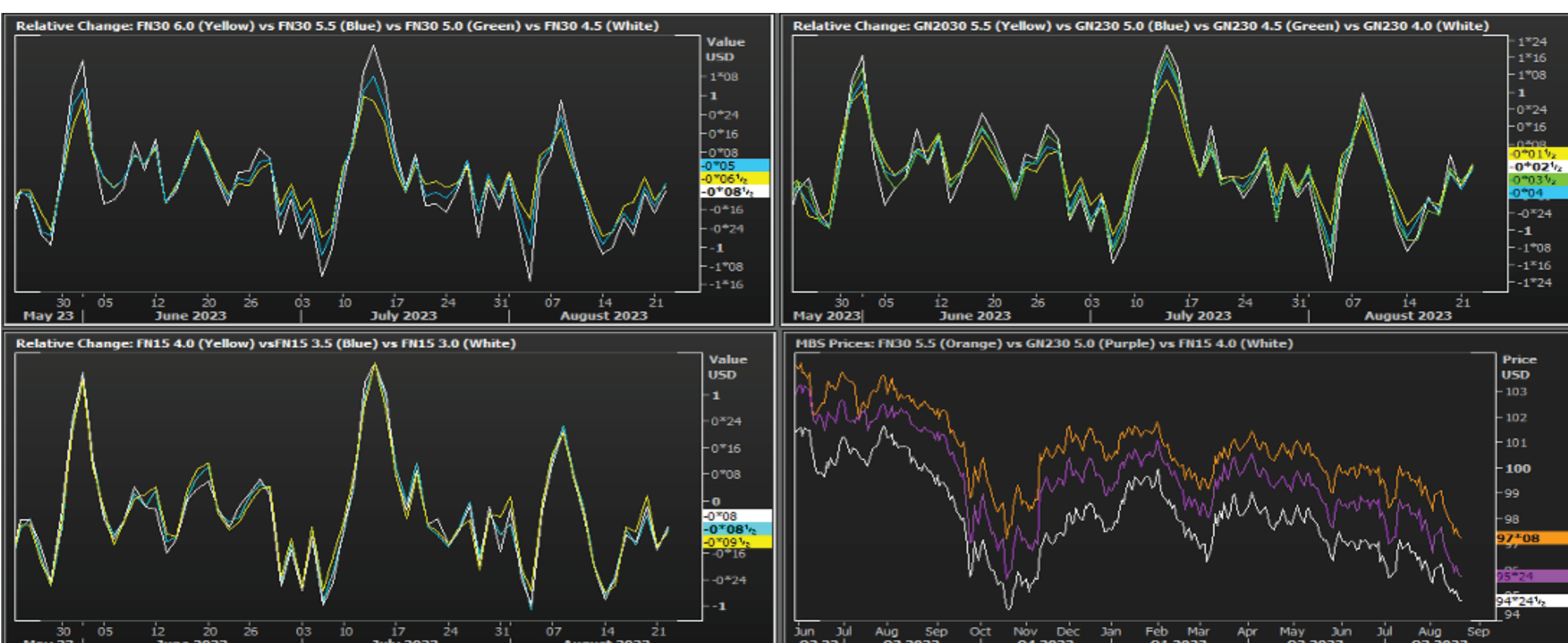
WEEKLY MARKET UPDATES
COMMENTARY FROM THE DENVER DESK...

The almost predictable slide in TBA's resumed this week with the coupon stack opening down about half a point before recovering to a modest quarter-point decline to close the Monday session. While there was no data directly related to US bond markets released Monday morning, the inertia from last week's reiteration of the "higher for longer" narrative from the FOMC's July minutes continued to cast a dour outlook through the remainder of the year and into next year, barring any dramatic downward change to the general US economic outlook. This week similar rhetoric is expected out of the annual Jackson Hole symposium as central bankers from around the world meet in Wyoming.

Overseas the Chinese property sector is coming back under the microscope as a potential source of global economic instability. Evergrande, the property developer that made headlines early last year as its stock tumbled amidst perceived financial stress, declared bankruptcy on Thursday. This filing, in conjunction with weak consumer spending and credit growth in China, has led to worries about the health of the world's second largest economy. Monday saw the People's Bank make a cut to the one-year lending rate while maintaining longer duration benchmark's as the central bank attempts to stimulate demand for credit while avoiding weakening the Yuan further than its current weakened position.

MARKET INDICATORS

BENCHMARK	FN30 CURRENT CPN	FN30 6.5	FN15 5.0	GN130 6.0	OBMMI 30-YR RATE
ONE WEEK AGO	6.224	101 5/32	97 31/32	99 23/32	7.125
CURRENT	6.278	100 22/32	97 25/32	99 7/32	7.274
DELTA	0.054	-0.469	-0.188	-0.500	0.149



BENCHMARK	SOFR	UST 2-YR. YIELD	UST 10-YR. YIELD	UST 30-YR. YIELD	10-YR./30-YR. SPREAD
ONE WEEK AGO	5.300	4.984	4.229	4.319	0.090
CURRENT	5.300	5.033	4.330	4.424	0.094
DELTA	0.000	0.049	0.101	0.105	0.004

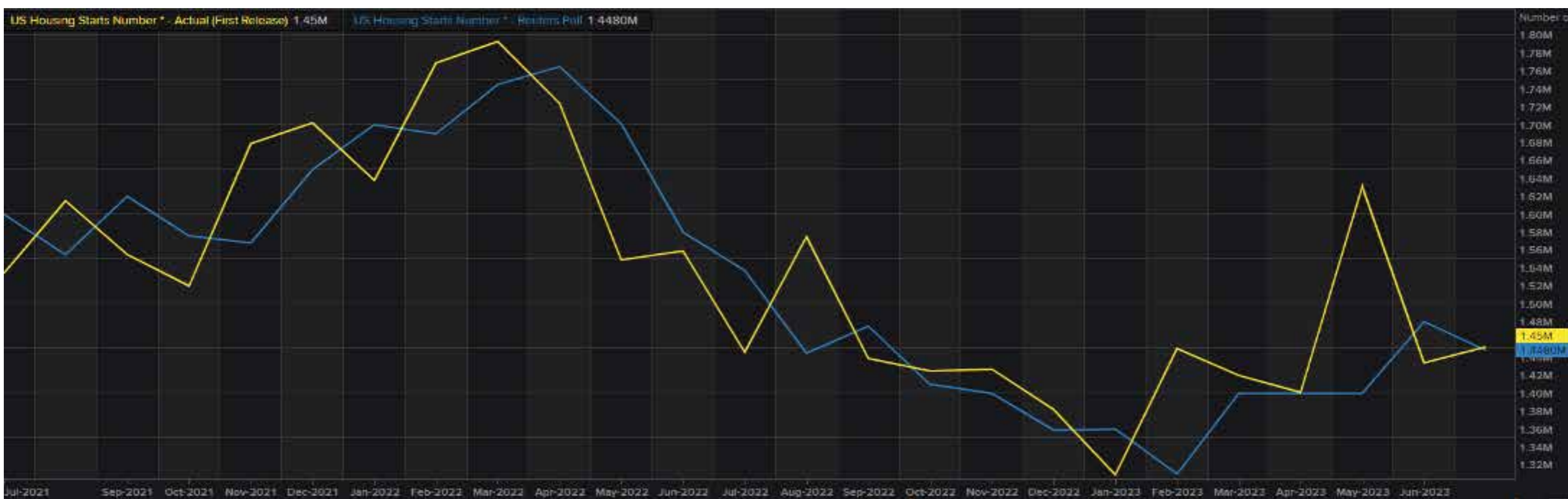


- Prices/Yields are current as of 11:00am EST on August 22, 2023 -

THOMSON REUTERS LIFECN

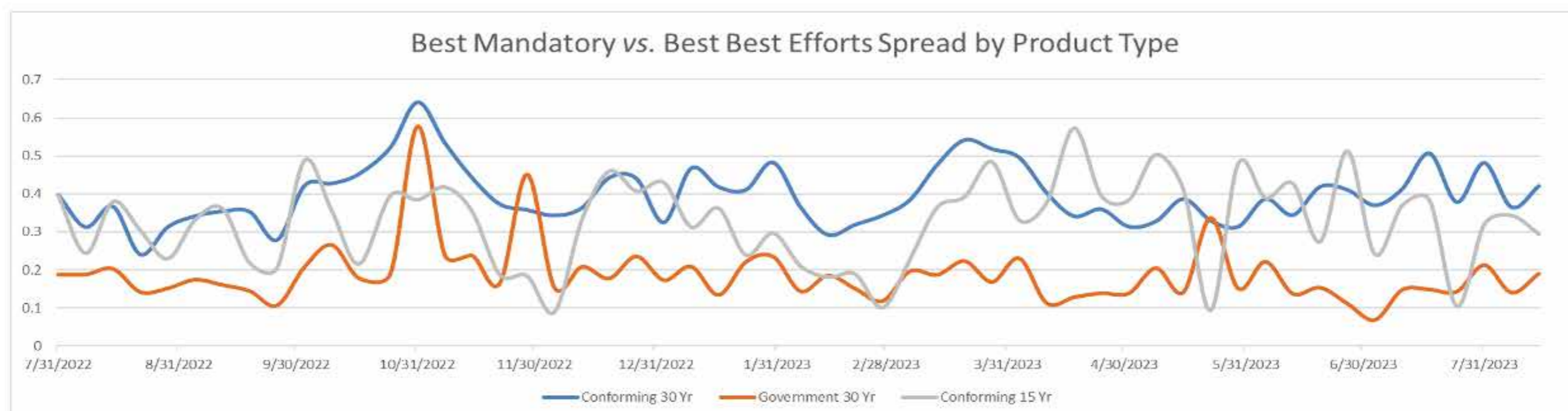
ECONOMIC DATA

Housing Starts	July	June	May	3-MO Moving Average	1-YR Moving Average
ACTUAL	1,452,000	1,434,000	1,631,000	1,505,667	1,445,250
EXPECTED	1,448,000	1,480,000	1,400,000		
CHANGE	18,000	(197,000)	211,000		



BEST EFFORTS - MANDATORY SPREAD INDEX

	Conforming 30-Year	Government 30-Year	Conforming 15-Year
Weekly	0.420	0.190	0.295
30 days	0.411	0.172	0.265
90 days	0.395	0.167	0.326
1 year	0.405	0.190	0.328



LIGHT READING

- [Bloomberg: US Existing-Home Sales Slide on Higher Rates, Lean Inventory](#)
- [Reuters: Wall St. Loses Steam as Higher Treasury Yields Weigh](#)

ECONOMIC CALENDAR: DATA and EVENTS

TIME (ET)	REPORT	PERIOD	ACTUAL	MEDIAN FORECAST	PREVIOUS
WEDNESDAY, AUG. 23					
9:45 AM	S&P flash U.S. services PMI	Aug.		1	1
9:45 AM	S&P flash U.S. manufacturing PMI	Aug.		0.49	0.49
10:00 AM	New home sales	July		703,000	697,000
THURSDAY, AUG. 24					
10:00 AM	Fed officials interviews from Jackson Hole summit				
8:30 AM	Initial jobless claims	Aug. 19		242,000	239,000
8:30 AM	Durable-goods orders	July		-4.00%	4.60%
8:30 AM	Durable-goods minus transportation	July			0.60%
FRIDAY, AUG. 25					
10:05 AM	Powell gives opening speech of Jackson Hole summit				
10:00 AM	U Mich consumer sentiment, final	Aug.		71.2%	71.2%
MONDAY, AUG. 28					
	None scheduled				
TUESDAY, AUG. 29					
9:00 AM	S&P Case-Shiller home price index (20 cities)	June			-1.7%
10:00 AM	Job openings	July			9.58 million
10:00 AM	Consumer confidence	Aug.			11700.0%