

WEEKLY MARKET UPDATES

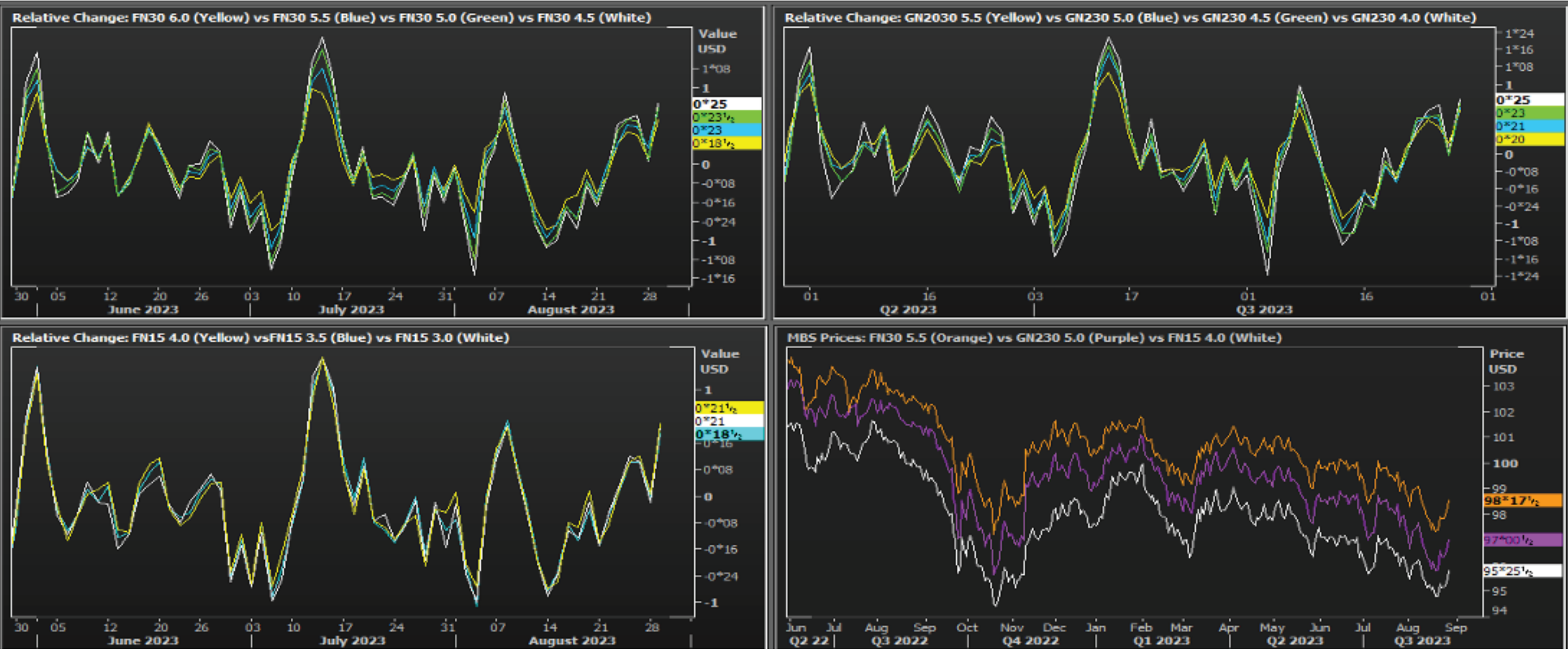
COMMENTARY FROM THE DENVER DESK...

Last week closed with all eyes on the opening of the Jackson Hole Economic Symposium and Federal Reserve Chair Jerome Powell's comments that came along with it. The buildup may have proved anticlimactic for some with TBA markets not moving radically day-over-day on Friday and ending just a few tics higher in the center of the stack. Powell's speech reiterated the Fed's current stance that, while inflation is slowing, work remains to be done and a period of higher rates should continue to be expected at least into the new year. That being said, a higher Fed Funds rate than is currently in place today is not currently expected according to the CME FedWatch tool.

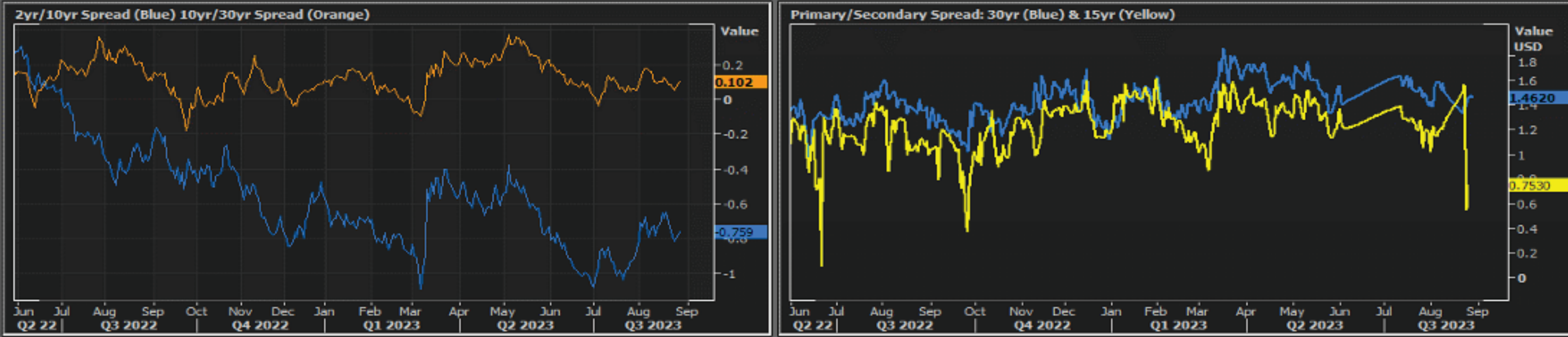
This week has seen a modest rally in TBA's so far as job openings and consumer confidence both disappointed Tuesday morning and questions arose of how long the current rate environment is sustainable should said environment tip the country into a recession. The change in consumer confidence erased two months of gains and was close to a recessionary indicator at 106.1 after a 117 reading in July. TBA's rallied a half to two-thirds of a point on the release. The remainder of the week brings PCE readings on Thursday and non-farm payrolls Friday morning - a disappointing non-farm reading would surely lead to a large rally Friday on the back of Tuesday's job openings.

MARKET INDICATORS

BENCHMARK	FN30 CURRENT CPN	FN30 6.5	FN15 5.0	GNI130 6.0	OBMMI 30-YR RATE
ONE WEEK AGO	6.278	100 22/32	97 25/32	99 7/32	7.274
CURRENT	6.028	101 11/32	98 16/32	100 4/32	7.207
DELTA	-0.250	0.656	0.719	0.906	-0.067



BENCHMARK	SOFR	UST 2-YR. YIELD	UST 10-YR. YIELD	UST 30-YR. YIELD	10-YR./30-YR. SPREAD
ONE WEEK AGO	5.300	5.033	4.330	4.424	0.094
CURRENT	5.300	4.909	4.149	4.248	0.099
DELTA	0.000	-0.124	-0.181	-0.176	0.005



– Prices/Yields are current as of 10:30am EST on August 29, 2023 –

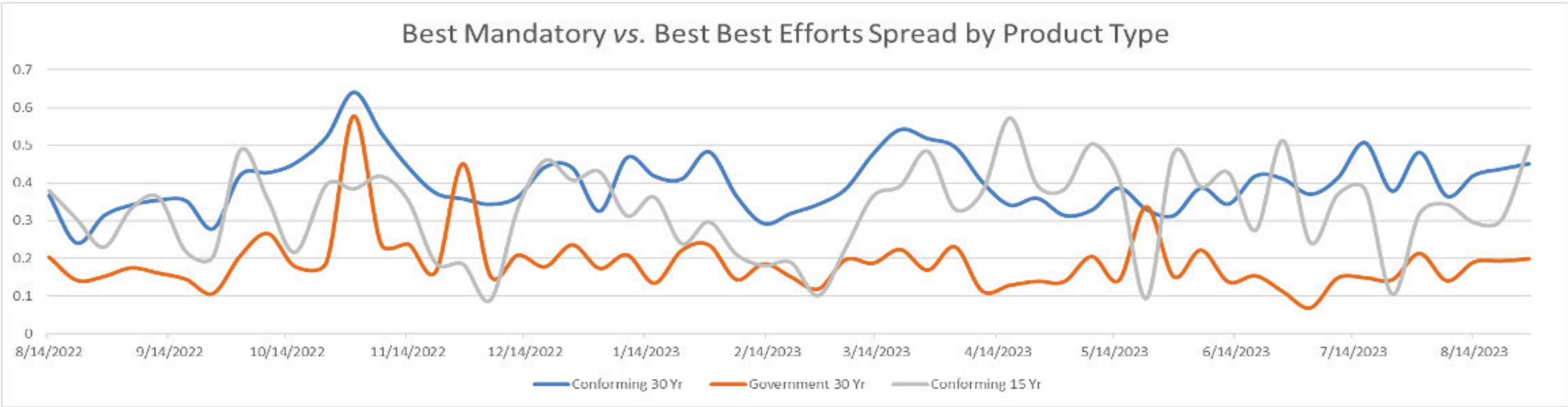
ECONOMIC DATA

New Home Sales	July	June	May	3-MO Moving Average	1-YR Moving Average
ACTUAL	714,000	697,000	763,000	724,667	668,833
EXPECTED	704,000	725,000	675,000		
CHANGE	10,000	(28,000)	88,000		



BEST EFFORTS – MANDATORY SPREAD INDEX

	Conforming 30-Year	Government 30-Year	Conforming 15-Year
Weekly	0.450	0.199	0.498
30 days	0.418	0.181	0.360
90 days	0.414	0.159	0.343
1 year	0.409	0.192	0.332



LIGHT READING

Market Watch: U.S. Consumer Confidence Retreats in August to Close to Levels Signaling Recession

ECONOMIC CALENDAR: DATA and EVENTS

TIME (ET)	REPORT	PERIOD	ACTUAL	MEDIAN FORECAST	PREVIOUS
<b>WEDNESDAY, AUG. 30</b>					
8:15 AM	ADP employment	Aug.		200,000	324,000
8:30 AM	GDP (revision)	Q2		0.02	0.02
8:30 AM	Advanced U.S. trade balance in goods	July		--	-\$88.8B
8:30 AM	Advanced retail inventories	July		--	0.01
8:30 AM	Advanced wholesale inventories	July		--	0.01
10:00 AM	Pending home sales	July		-0.01	0.00
<b>THURSDAY, AUG. 31</b>					
3:15 AM	Atlanta Fed President Raphael Bostic speaks in South Africa				
8:30 AM	Initial jobless claims	Aug. 26		235,000	230,000
8:30 AM	Personal income (nominal)	July		0.3%	0.3%
8:30 AM	Personal spending (nominal)	July		0.7%	0.5%
8:30 AM	PCE index	July		--	0.2%
8:30 AM	Core PCE index	July		0.2%	0.2%
8:30 AM	PCE (year-over-year)			--	3.0%
8:30 AM	Core PCE (year-over-year)			4.2%	4.1%
9:45 AM	Chicago Business Barometer	Aug.		4430.0%	4280.0%
10:00 AM					
<b>FRIDAY, SEPT. 1</b>					
8:30 AM	U.S. nonfarm payrolls	Aug.		170,000	187,000
8:30 AM	U.S. unemployment rate	Aug.		0	0
8:30 AM	U.S. hourly wages	Aug.		0.3%	0.4%
8:30 AM	Hourly wages year over year			4.4%	4.4%
9:45 AM	Cleveland Fed President Loretta Mester speaks				
9:45 AM	S&P U.S. manufacturing PMI (final)	Aug.		4700.0%	4700.0%
10:00 AM	ISM manufacturing	Aug.		46.6%	46.4%
10:00 AM	Construction spending	July		0.5%	0.5%