

WEEKLY MARKET UPDATES

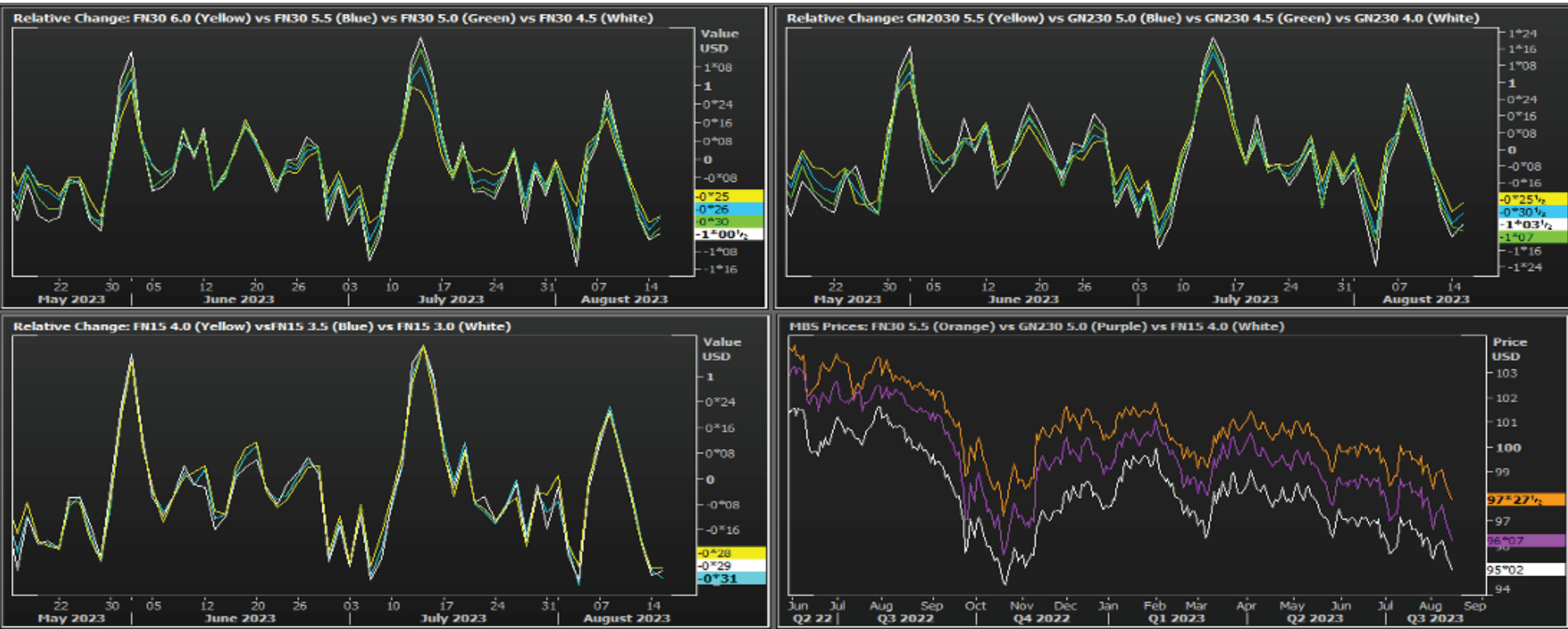
COMMENTARY FROM THE DENVER DESK...

This week began much as the last ended: with the selloff in bonds continuing to deepen. As of Tuesday, the TBA markets had closed lower five of the past six market days and were on track to do so again without a strong reversal in the markets. The par coupon rose above 6.0% for the first time late last week in the midst of this sell off. A gain on the day was given a fighting chance Tuesday morning as US retail sales came in at +0.7% - beating expectations by +0.3%. Cash, or perhaps more aptly credit cards, in the consumers pocket have shown the resilience in US growth post-pandemic and continue to add noise to the "higher for longer" rate market narrative that had begun to emerge early this summer. In all likelihood it will take more than this release and the about-at-expectation CPI release from last week to overturn the current upward momentum in rates.

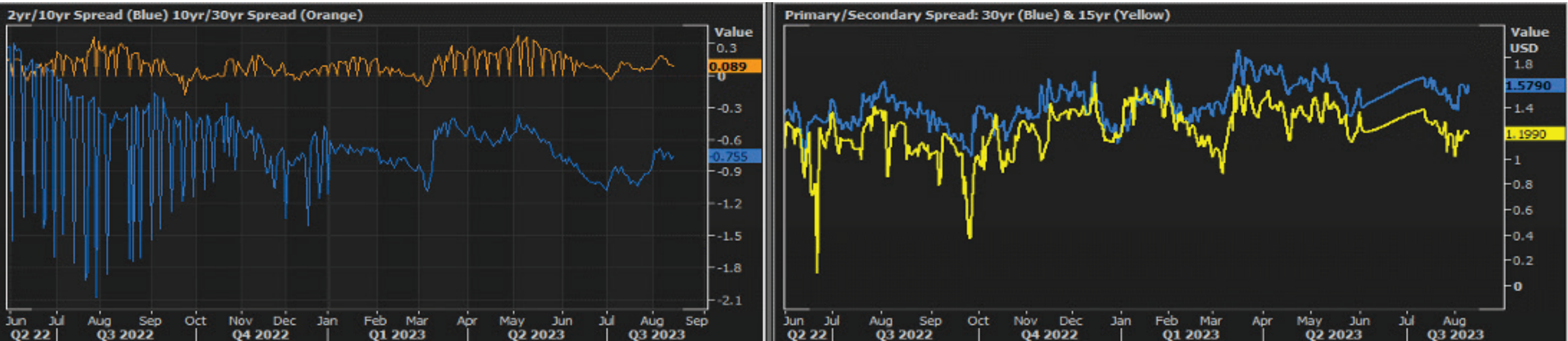
As a reminder to our clients, we will have representation at the Western Secondary conference in Dana Point, California, August 21-23. If you will be in attendance and have not yet scheduled a meeting, please reach out to your point of contact with Optimal Blue or Compass Point to schedule a time! We hope to see you there!

MARKET INDICATORS

BENCHMARK	FN30 CURRENT CPN	FN30 5.5	FN15 5.0	GNII30 5.5	OBMMI 30-YR RATE
ONE WEEK AGO	5.813	99 3/32	99 1/32	99 5/32	6.983
CURRENT	6.224	97 23/32	97 31/32	97 30/32	7.125
DELTA	0.411	-1.375	-1.063	-1.219	0.142



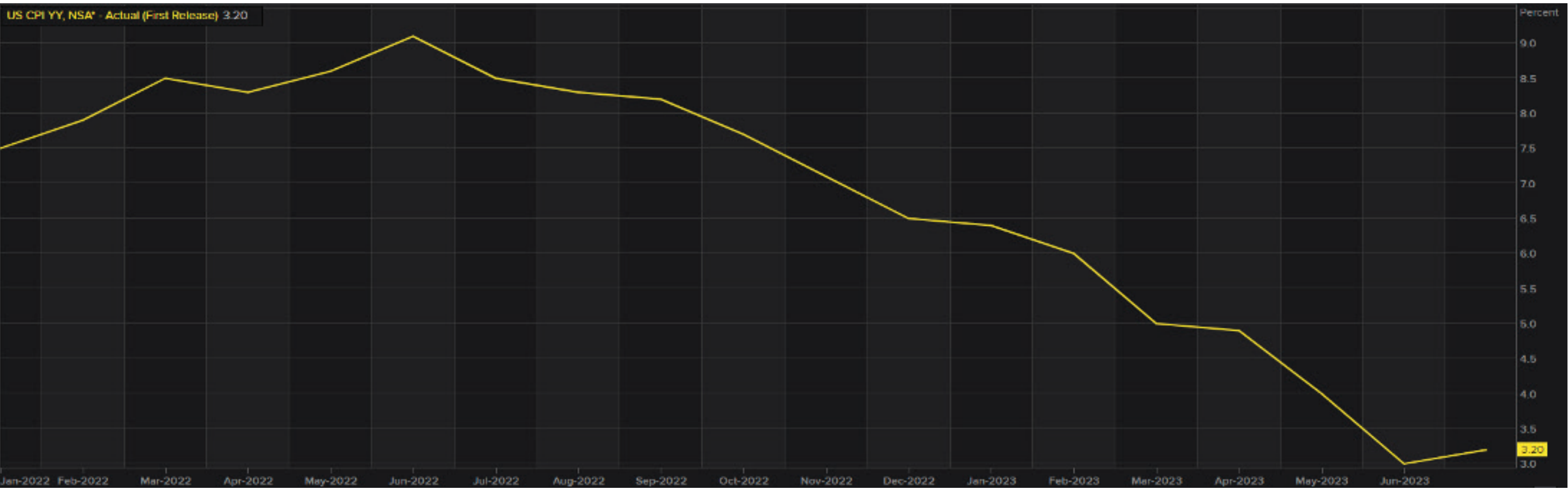
BENCHMARK	SOFR	UST 2-YR. YIELD	UST 10-YR. YIELD	UST 30-YR. YIELD	10-YR./30-YR. SPREAD
ONE WEEK AGO	5.300	4.777	4.002	4.176	0.174
CURRENT	5.300	4.984	4.229	4.319	0.090
DELTA	0.000	0.207	0.227	0.143	-0.084



– Prices/Yields are current as of 9:00am EST on August 15, 2023 –

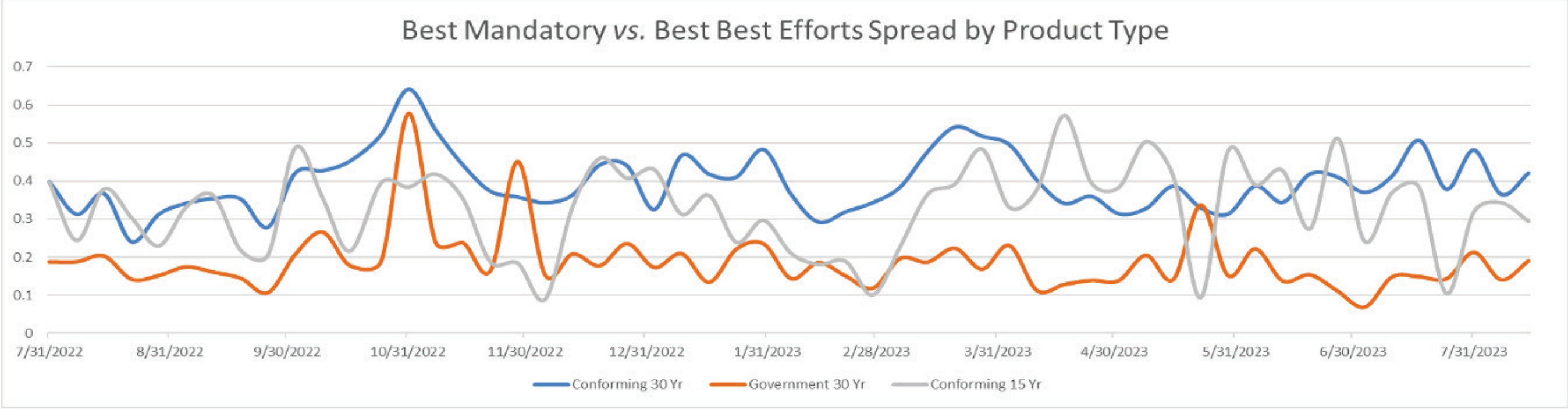
ECONOMIC DATA

Core CPI	July	June	May	3-MO Moving Average	1-YR Moving Average
ACTUAL	3.20%	3.00%	4.00%	3.40%	5.19%
EXPECTED	3.30%	3.10%	4.10%		
DIFFERENCE	-0.10%	-0.10%	-0.10%		



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

CNBC: Regional banks slide after Fed's Kashkari advocates 'significantly further' capital regulation

ECONOMIC CALENDAR: DATA and EVENTS

TIME (ET)	REPORT	PERIOD	ACTUAL	MEDIAN FORECAST	PREVIOUS
WEDNESDAY, AUG. 16					
8:30 AM	Housing starts	July		1.45 million	1.43 million
8:30 AM	Building permits	July		1.47 million	1.44 million
9:15 AM	Industrial production	July		0	0
9:15 AM	Capacity utilization	July		79.1%	78.9%
2:00 PM	FOMC minutes of July meeting				
THURSDAY, AUG. 17					
8:30 AM	Initial jobless claims	Aug. 12		240K	248K
8:30 AM	Philadelphia Fed manufacturing survey	Aug.		-10	-1350.00%
10:00 AM	U.S. leading economic indicators	July		(0)	(0)
FRIDAY, AUG. 18					
	None scheduled				
MONDAY, AUG. 21					
	None scheduled				
TUESDAY, AUG. 22					
10:00 AM	Existing home sales	July			4.2 million