

**WEEKLY MARKET UPDATES**

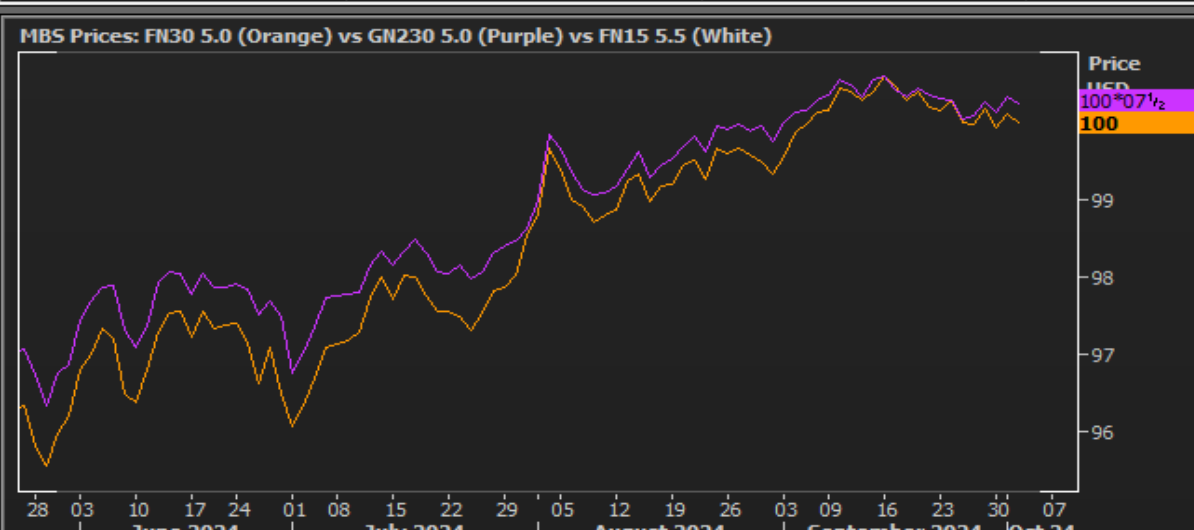
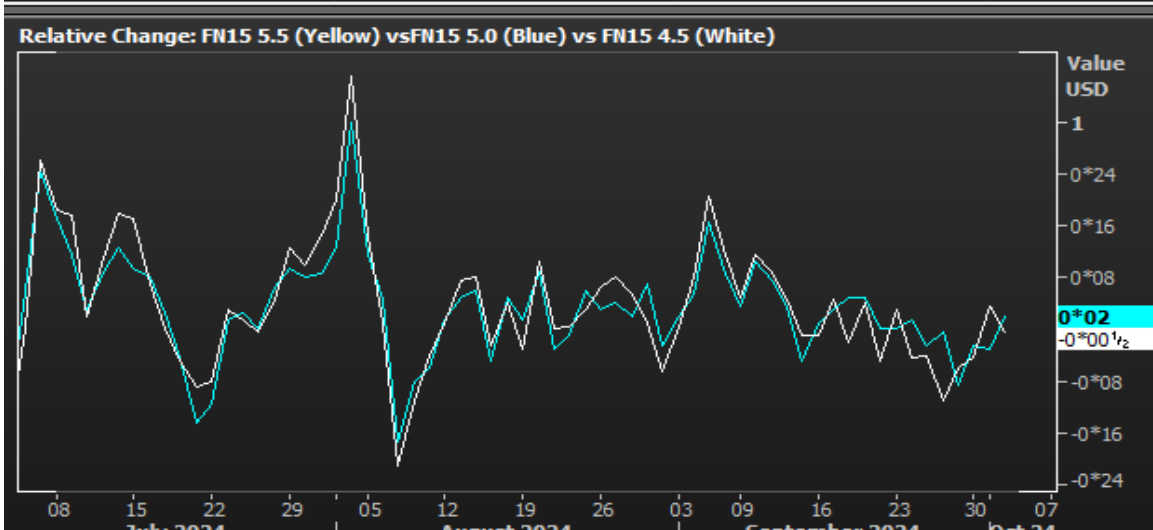
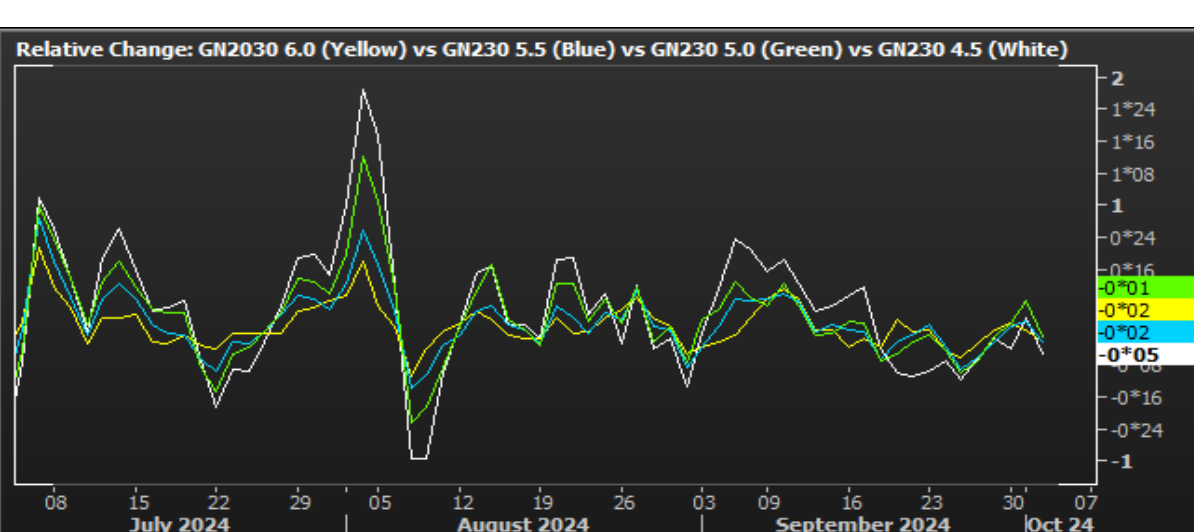
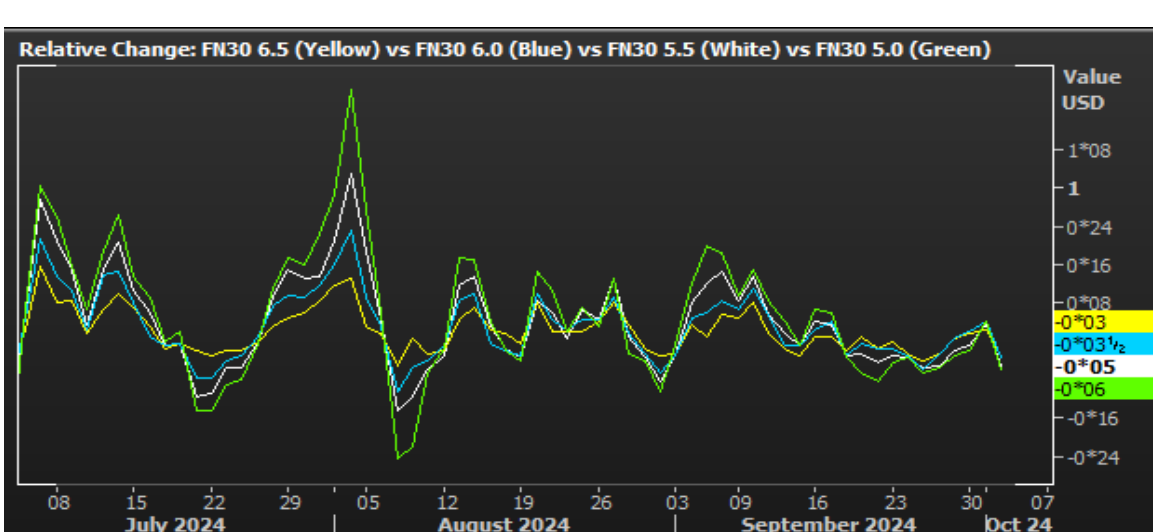
**COMMENTARY FROM THE DENVER DESK...**

The fourth quarter saw geopolitics return to center stage as the Middle East showed signs of expansion in conflict. Israel began operations in Lebanon and Iran retaliated with a missile barrage on Tuesday. This triggered a flight to safety in global markets with the S&P 500 falling about 1% and the 10-Year Treasury yield shedding about 8 basis-points before a slight recovery. So far this conflict escalation has been heavily communicated ahead of time; a sign that it is a continuation of the already established fit-for-tat nature of the violence. Escalation of any kind of course carries the risk of further escalation, including into fully open conflict, at any time.

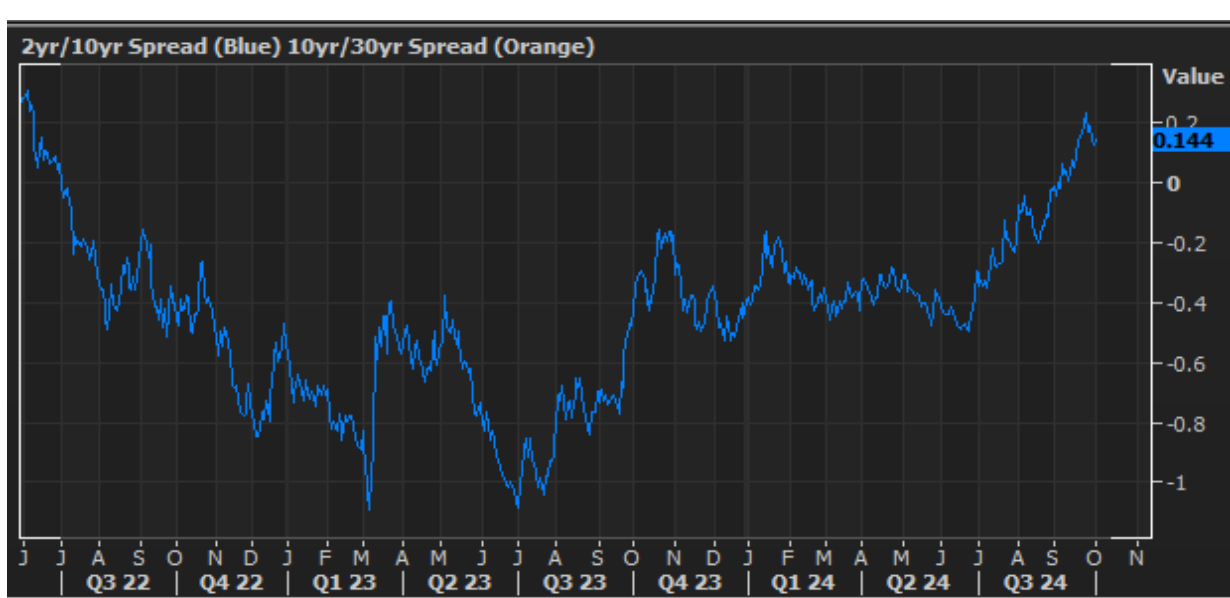
Domestically, we receive non-farm numbers this Friday; a key metric the Federal reserve is watching to determine the health of the economy as they shift from keeping inflation in check to keeping the health of the economy that has, so far, seemed to land softly. Expectations are similar to last month with 150K jobs as the goal line. A big miss here would set the stage for another aggressive rate cut in November. Powell, in a post FOMC conference reigned in aggressive cut expectations stating that their decision making remains data dependent. The wording was more hawkish than the market was expecting and saw 25-basis-points shift into the preferred seat for the November meeting.

**MARKET INDICATORS**

BENCHMARK	FN30 CURRENT CPN	FN30 5.0	FN15 4.5	GNI30 5.0	OBBMI 30-YR RATE
ONE WEEK AGO	4.929	100 7/32	100 20/32	100 8/32	6.107
CURRENT	5.000	100	100 10/32	100 7/32	6.082
DELTA	0.071	-0.219	-0.313	-0.031	-0.025



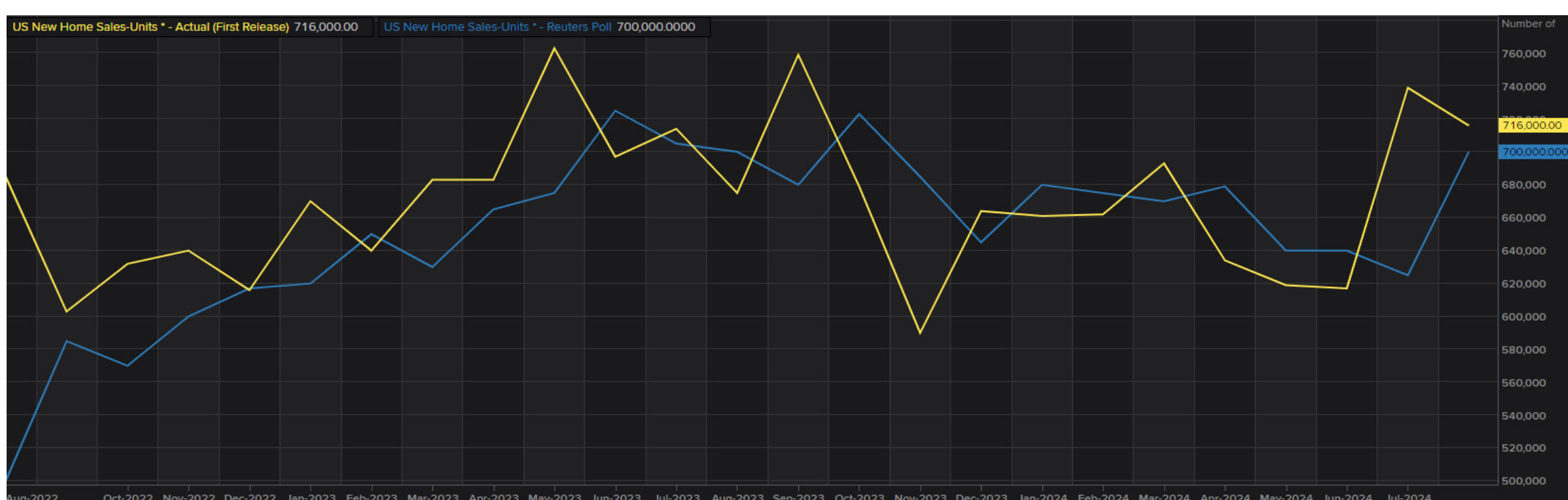
BENCHMARK	SOFR	UST 2-YR. YIELD	UST 10-YR. YIELD	UST 30-YR. YIELD	10-YR./30-YR. SPREAD
ONE WEEK AGO	4.830	3.557	3.745	4.098	0.353
CURRENT	5.050	3.637	3.779	4.127	0.348
DELTA	-0.220	0.080	0.034	0.029	-0.005



– Prices/Yields are current as of 4:30 PM EST on October 2, 2024 –

**ECONOMIC DATA**

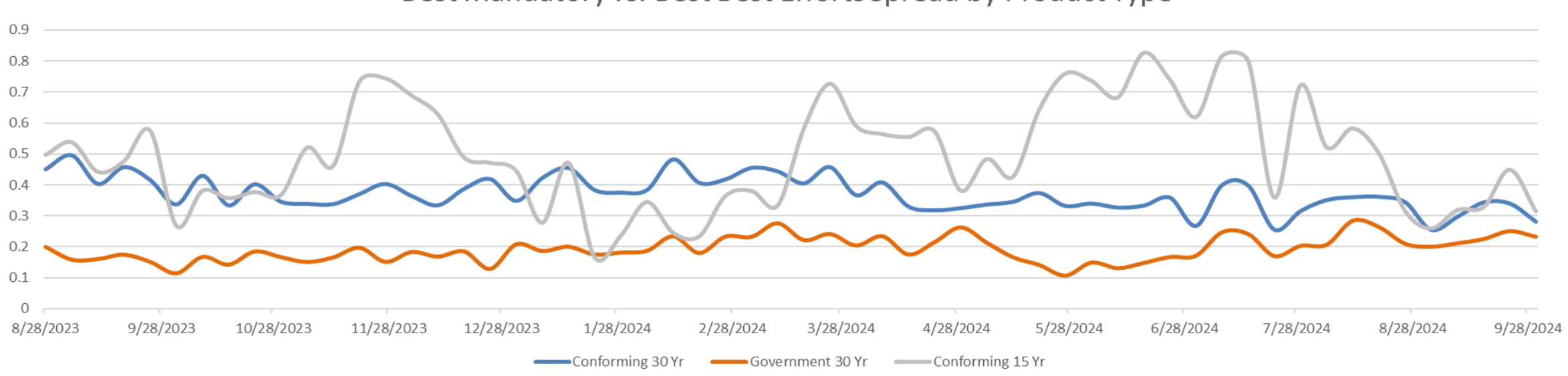
New Home Sales	May	April	March	3-MO Moving Average	1-YR Moving Average
ACTUAL	716,000	625,000	640,000	660,333	661,833
EXPECTED	700,000	739,000	617,000		
CHANGE	16,000	(114,000)	23,000		



**BEST EFFORTS – MANDATORY SPREAD INDEX**

	Conforming 30-Year	Government 30-Year	Conforming 15-Year
Weekly	0.281	0.231	0.315
30 days	0.316	0.229	0.353
90 days	0.331	0.225	0.484
1 year	0.363	0.197	0.506

**Best Mandatory vs. Best Best Efforts Spread by Product Type**



**LIGHT READING**

[Washington Post: How much do you know about buying a home?](#)

**ECONOMIC CALENDAR: DATA and EVENTS**

TIME (ET)	REPORT	PERIOD	ACTUAL	MEDIAN FORECAST	PREVIOUS
<b>WEDNESDAY, OCT. 2</b>					
8:15 AM	ADP employment	Sept.	143,000	128,000	103,000
9:00 AM	Cleveland Fed President Beth Hammack gives welcoming remarks				
10:05 AM	St. Louis Fed President Alberto Musalem gives opening remarks				
11:00 AM	Federal Reserve Governor Michelle Bowman speaks				
12:15 PM	Richmond Fed President Tom Barkin speaks				
<b>THURSDAY, OCT. 3</b>					
8:30 AM	Initial jobless claims	Sept. 28		220,000	218,000
9:45 AM	S&P final U.S. services PMI	Sept.		55	55
10:00 AM	ISM services	Sept.	51.80%	51.50%	51.50%
10:00 AM	Factory orders	Aug.		0.00%	5.00%
10:40 AM	Minneapolis Fed President Neel Kashkari moderates discussion with Atlanta Fed President Raphael Bostic				
<b>FRIDAY, OCT. 4</b>					
8:30 AM	U.S. nonfarm payroll	Sept.		150,000	142,000
8:30 AM	U.S. unemployment rate	Sept.		0	0
8:30 AM	U.S. hourly wages	Sept.		0.30%	0.40%
8:30 AM	Hourly wages year over year			0	0
9:00 AM	New York Fed President John Williams gives opening remarks				
<b>MONDAY, OCT. 7</b>					
3:00 PM	Consumer credit	Sep.			\$25.5B
6:30 PM	St. Louis Fed President Alberto Musalem speaks				
<b>TUESDAY, OCT. 8</b>					
6:00 AM	NFIB optimism index	Sept.			91
8:30 AM	U.S. trade deficit	Aug.			-\$78.8 B
12:45 PM	Atlanta Fed President Raphael Bostic speaks				