

WEEKLY MARKET UPDATES

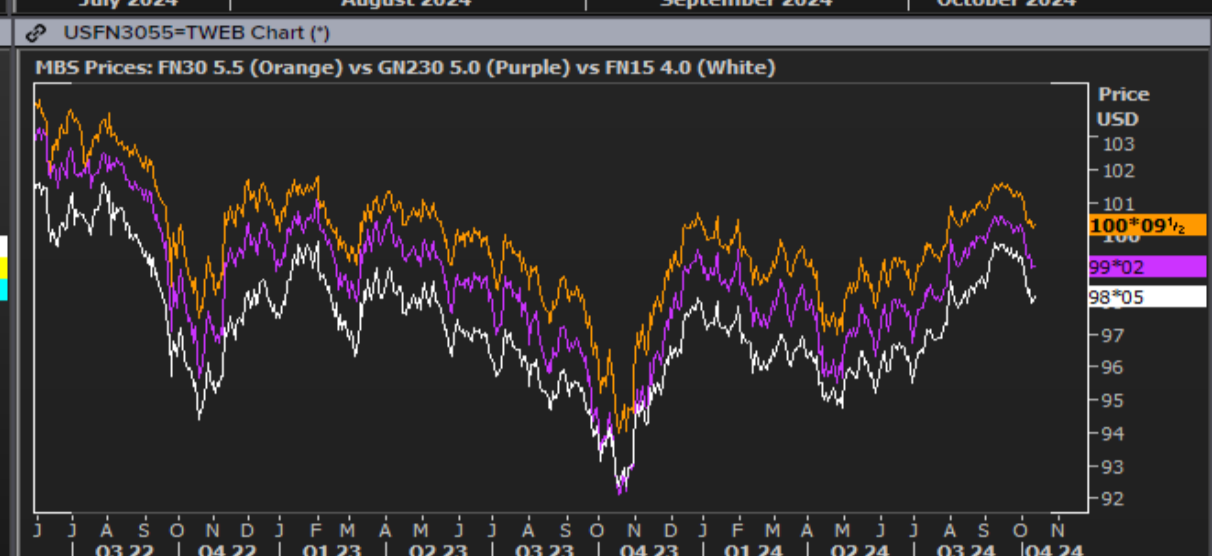
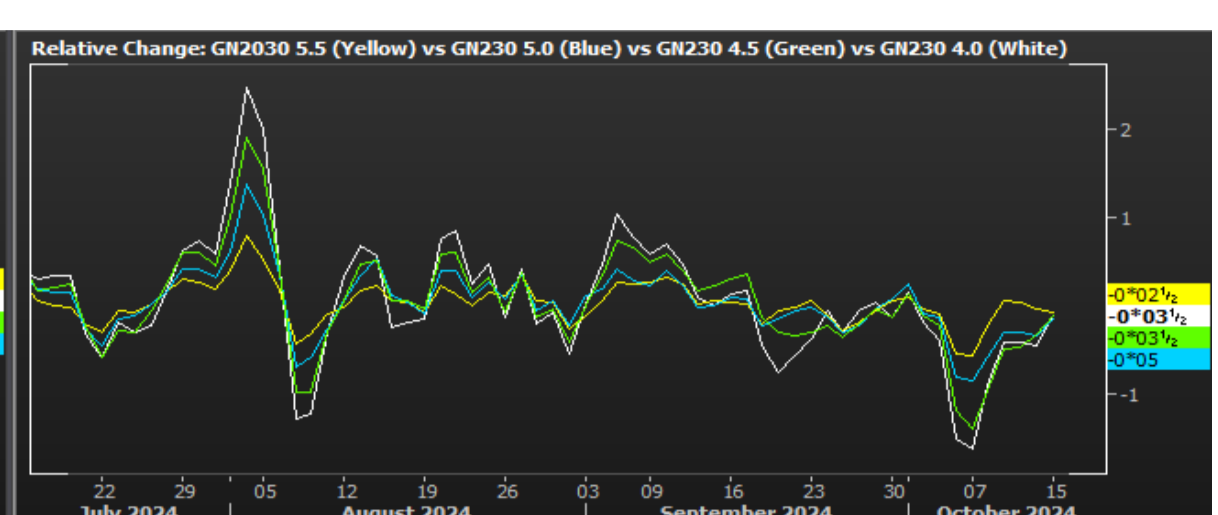
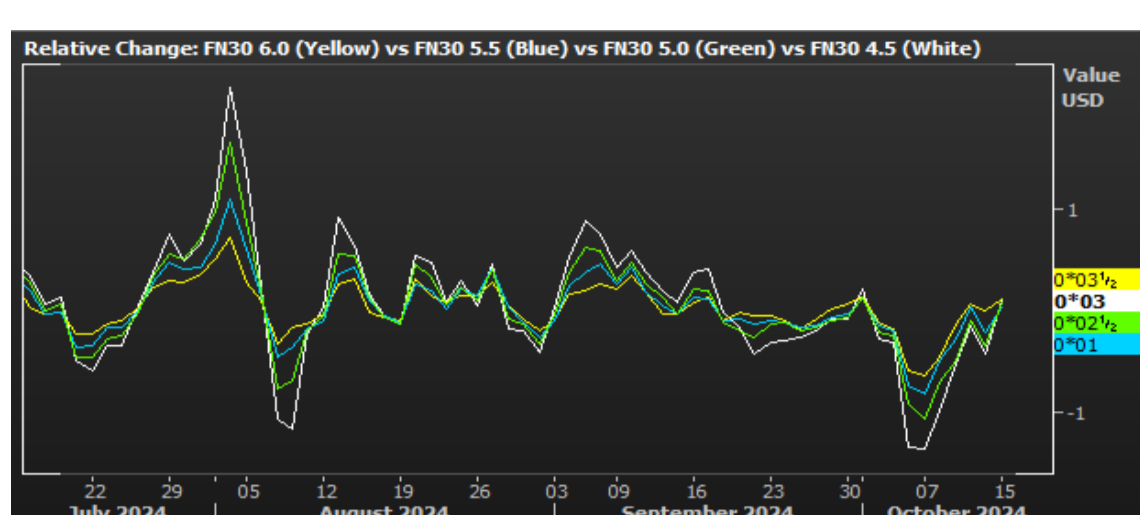
COMMENTARY FROM THE DENVER DESK...

Inflation results for September came in largely in line with expectations with CPI at 2.4% year-over-year realized against 2.3% expected. PPI numbers came in at a 0.1% beat in both the main and core indexes. The cost of goods dropped 0.2%, while services increased 0.2% for a net neutral release in the main PPI metric. These releases are not indicating a spike in inflation which continues to develop the narrative of a soft landing. Rate expectations for the two remaining FOMC meetings this year indicate an additional 50-basis-point cut is on the way; 25 per meeting at time of writing.

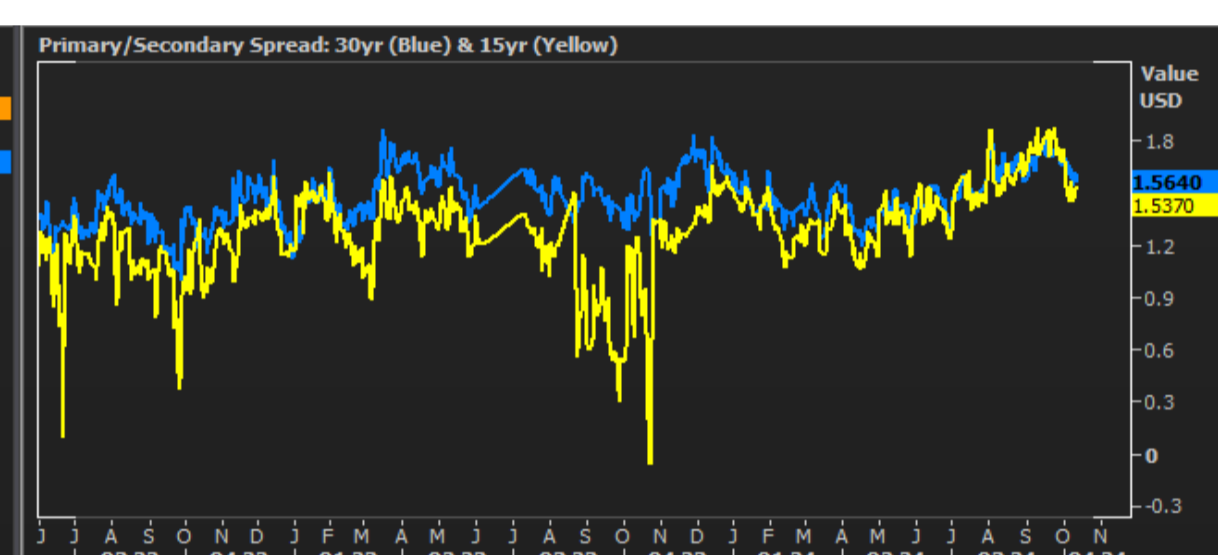
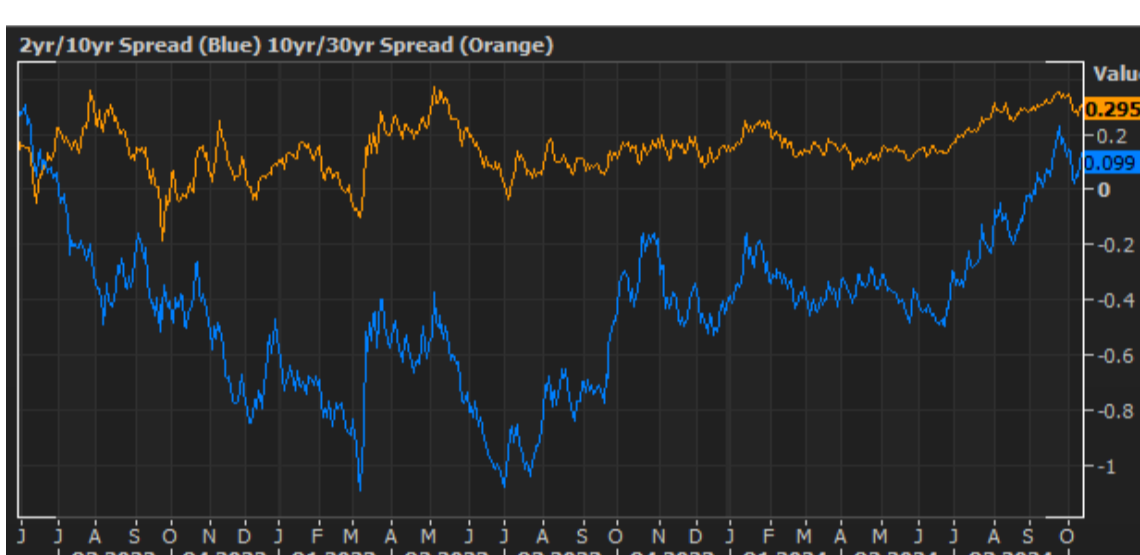
This week brings some housing specific data in the housing starts and permit spaces. Starts are expected at 1.35 million and permits are expected at 1.45 million. Housing starts over the past year remain subdued compared to mid-COVID, however they are above the average seen in the years leading up to the pandemic. Regardless, housing supply will continue to lag the demand needed nationwide for the foreseeable future. From a more economy-wide look retail sales on Thursday will give a hint to the strength of the consumer; which consumer confidence metrics this week indicated were slipping slightly.

MARKET INDICATORS

BENCHMARK	FN30 CURRENT CPN	FN30 5.0	FN15 4.5	GNI30 5.0	OBMMI 30-YR RATE
ONE WEEK AGO	5.384	98 27/32	99 12/32	99 12/32	6.33
CURRENT	5.400	98 24/32	99 16/32	99 5/32	6.417
DELTA	0.016	-0.094	0.125	-0.208	0.087



BENCHMARK	SOFR	UST 2-YR. YIELD	UST 10-YR. YIELD	UST 30-YR. YIELD	10-YR./30-YR. SPREAD
ONE WEEK AGO	4.830	3.975	4.035	4.322	0.287
CURRENT	4.810	3.945	4.049	4.346	0.297
DELTA	0.020	-0.030	0.014	0.024	0.010

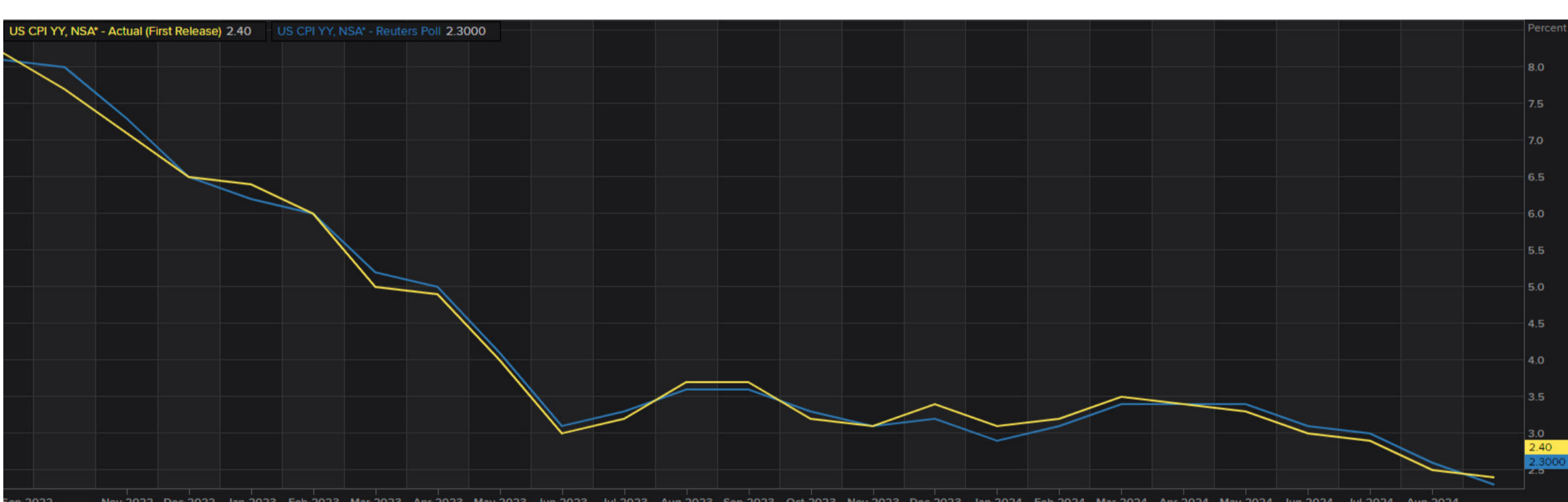


- Prices/Yields are current as of 11:00 AM EST on October 15, 2024 -

THOMSON REUTERS EIKON

ECONOMIC DATA

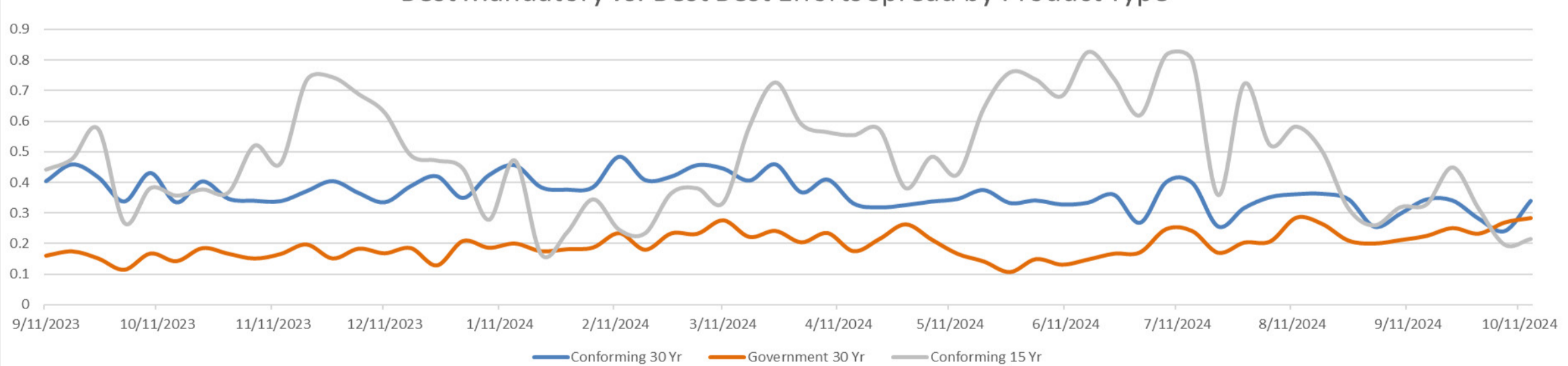
CPI Y/Y	September	August	July	3-MO Moving Average	1-YR Moving Average
ACTUAL	2.50%	2.90%	3.00%	2.60%	3.07%
EXPECTED	2.30%	2.60%	3.00%		
DIFFERENCE	0.20%	0.00%	0.10%		



BEST EFFORTS - MANDATORY SPREAD INDEX

	Conforming 30-Year	Government 30-Year	Conforming 15-Year
Weekly	0.339	0.282	0.216
30 days	0.300	0.258	0.294
90 days	0.314	0.230	0.392
1 year	0.361	0.201	0.496

Best Mandatory vs. Best Best Efforts Spread by Product Type



LIGHT READING

[Forbes: How To Prevent The 'Great Stay' From Turning Into The 'Great Stagnation'](#)

ECONOMIC CALENDAR: DATA and EVENTS

TIME (ET)	REPORT	PERIOD	ACTUAL	MEDIAN FORECAST	PREVIOUS
WEDNESDAY, OCT. 16					
8:30 AM	Import price index	Sept.		(0)	(0)
8:30 AM	Import price index minus fuel	Sept.		--	-0.10%
THURSDAY, OCT. 17					
8:30 AM	Initial jobless claims	Oct. 12		260,000	258,000
8:30 AM	U.S. retail sales	Sept.		0.30%	0.10%
8:30 AM	Retail sales minus autos	Sept.		0.10%	0.10%
9:15 AM	Philadelphia Fed manufacturing index	Sept.		3.00	1.70
9:15 AM	Industrial production	Sept.		-0.20%	0.80%
9:15 AM	Capacity utilization	Sept.		77.80%	78.00%
10:00 AM	Business inventories	Aug.		0.30%	0.40%
10:00 AM	Home builder confidence index	Oct.		42.00	41.00
FRIDAY, OCT. 18					
8:30 AM	Housing starts	Sept.		1.35 million	1.36 million
8:30 AM	Building permits	Sept.		1.45 million	1.48 million
12:10 PM	Federal Reserve Governor Christopher Waller speaks				
MONDAY, OCT 21					
8:55 AM	Dallas Fed President Lorie Logan speaks				
10:00 AM	U.S. leading economic indicators	Sept.			-0.20%
TUESDAY, OCT. 22					
10:00 AM	Philadelphia Fed President Harker speaks				