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UPCOMING EVENTS

2025 Destination Seminar

Austin, TX
May 8, 2025

Banks

Webinars:

Q1 Investment Strategies
Jan 8, 2025

Seminars:

IA Seminar
Jun 17, 2025

CUs

Webinars:

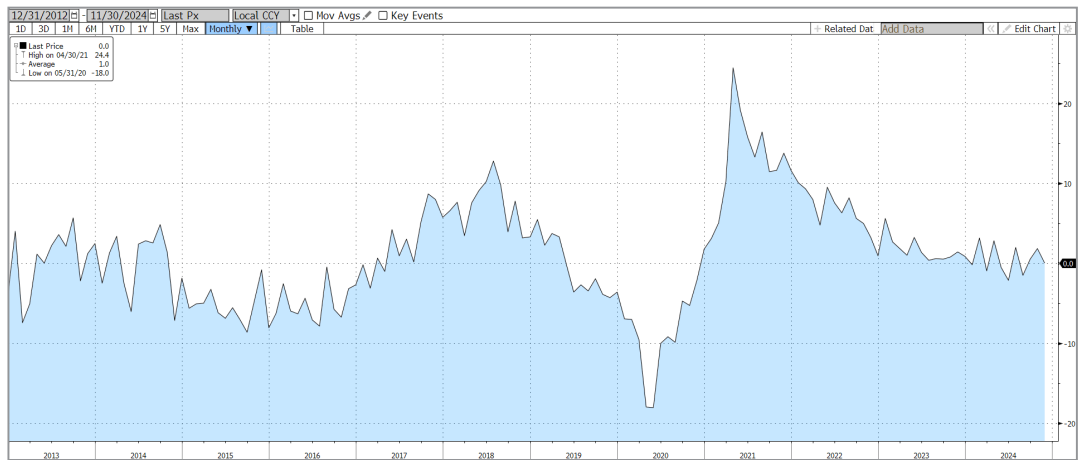
Q1 Strategies
Jan 9, 2025

It was a slow week for economic data with markets being closed for the Christmas Holiday, and with little data being reported, volatility was muted as well. The 10yr Treasury started the week at 4.58 and was trading around 4.61 as of the time of this writing. On Monday, the US Census Bureau released its Durable Goods Orders survey. Headline Durable Goods Orders declined -1.1% (est -0.3%) with much of the decline being driven by the volatile transportation sector. At the same time, New Orders for non-defense capital goods excluding aircraft, which is a proxy for future business investment rose 0.7% (est 0.1%). On a year-over-year basis, business investment has been trending lower, but this recent report may suggest improving business sentiment with more certainty following recent elections and pro-business policies such as deregulation and tax cuts.

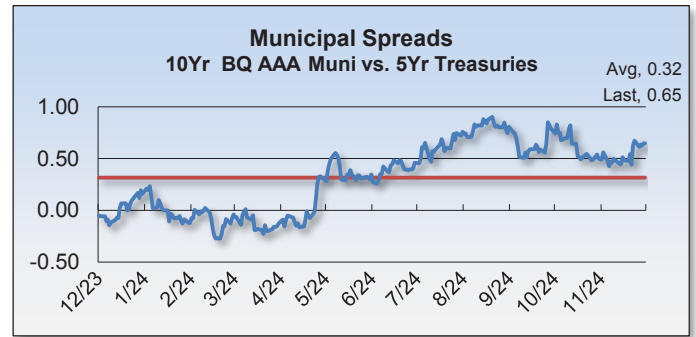
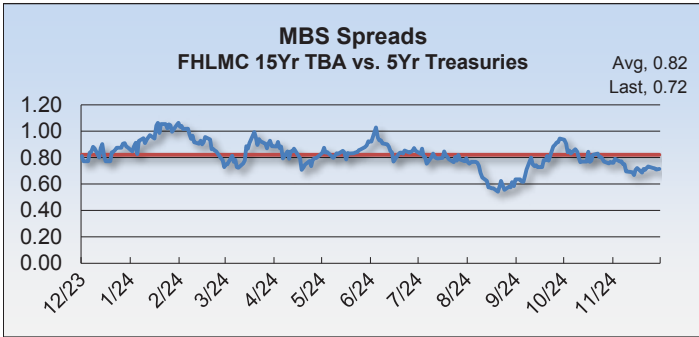
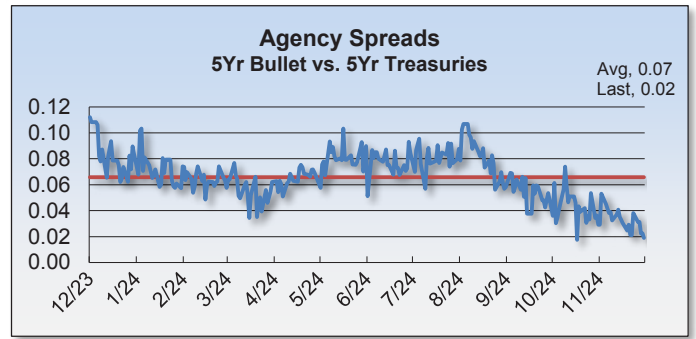
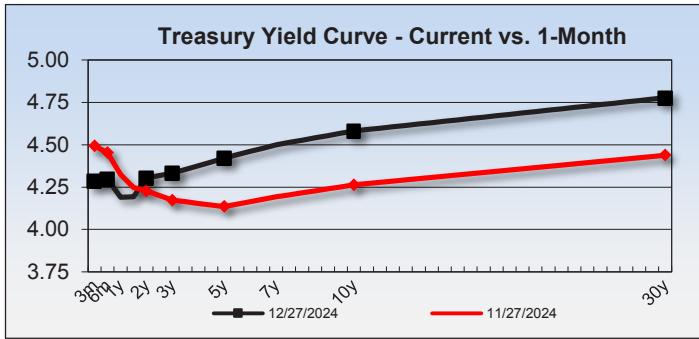
US Consumer Confidence also came out on Monday and was at a 5-month low, below analysts' expectations. Ironically, consumers cited politics as a reason for the decline in confidence as uncertainty around tariffs and the potential impact on inflation weighed on consumers.

Initial Jobless claims remain relatively low coming in at 219k (est. 223k) suggesting that layoffs remain subdued against a cooler labor market. Continuing Claims spiked to the highest level in 3 years as unemployed workers are having more difficulty finding work. Furthermore, the duration of unemployment has increased to 10.5 weeks in November from 9 weeks a year prior. All-in-all the report tells us that layoffs remain low but once employees have been laid off, it appears that they're having a harder time finding new work.

Next week is going to be light on data as well, but we'll get a look at Pending Home Sales, the Dallas Fed's Regional Manufacturing Survey, and the ISM Manufacturing Index. Have a great weekend!



Source: Bloomberg, L.P.



Treasury Market -- Historical						Fixed Rate Market											
Maty	Current	1Wk Change	Historical			Maty /AL	N-Call Agency	US Swap	AAA BQ Muni		Tax Muni	Agency Calls - Euro					
			1 Mo	6 Mo	1 Yr				C-Corp ²	S-Corp ³		Mty	3Mo	6mo	1Yr	2Yr	
3mo	4.28	(0.04)	4.50	5.37	5.40	2yr	4.30	4.14	3.95	4.20	4.46	2Yr					
6mo	4.30	0.00	4.46	5.34	5.26	3yr	4.33	4.11	3.93	4.19	4.50	3Yr					
1yr	4.19	(0.06)	4.33	5.11	4.78	5yr	4.42	4.09	4.02	4.28	4.58	5Yr					
2yr	4.31	(0.01)	4.23	4.71	4.24	7yr	4.50	4.09	4.09	4.35	4.76	7Yr					
3yr	4.33	0.02	4.17	4.49	4.09	10yr	4.72	4.11	4.31	4.59	4.96	10Yr					
5yr	4.42	0.04	4.14	4.30	3.80	15yr	4.94	4.15	4.61	4.90	5.09		January TBA MBS				
7yr	4.50	0.05	4.20	4.29	3.82	20yr	5.17	4.13	5.10	5.42	5.40	Cpn	15Yr -Yld/AL		30Yr -Yld/AL		
10yr	4.58	0.06	4.26	4.29	3.80	25yr	5.39	4.05	5.29	5.63	5.46	3.00	5.55	5.0y	5.47		
30yr	4.78	0.06	4.44	4.43	3.95	30yr		3.96	5.49	5.84	5.51	3.50	5.30	4.9y			
												4.00	5.08	5.0y	5.50	9.3y	
												4.50	5.04	5.2y	5.55	9.5y	
												5.00			5.63	8.7y	
												5.50			5.77	7.5y	

* Interpolated

Key Market Indices					
Index	Current	1Wk Change	Historical		
			1 Mo	6 Mo	1 Yr
Fed Funds	4.50	--	4.75	5.50	5.50
Primary Discount	4.50	--	4.75	5.50	5.50
2ndary Discount	5.00	--	5.25	6.00	6.00
Prime Rate	7.50	--	7.75	8.50	8.50
Sec. O.N. Finance	4.53	0.23	4.58	5.34	--
1 Month LIBOR	4.96	(0.01)	5.31	5.44	5.43
3 Month LIBOR	4.85	(0.08)	5.28	5.56	5.66
6 Month LIBOR	4.68	(0.08)	5.14	5.65	5.90
1 Year LIBOR	6.04	0.12	5.73	5.48	3.62
6 Month CD	4.37	0.01	4.49	5.41	5.33
1 Year CMT	4.23	(0.05)	4.37	5.13	4.83
REPO O/N	4.58	(0.12)	4.64	5.34	5.35
REPO 1Wk	4.67	0.29	4.63	5.37	5.52
CoF Federal	3.767	--	3.834	3.956	3.848
11th D. CoF (Oct)	3.105	--	3.213	3.198	3.085

FHLB Fixed Advance Rates			
Maturity	Chicago	Boston	Topeka
3mo	4.48	4.52	4.57
6mo	4.44	4.46	4.49
1yr	4.38	4.38	4.49
2yr	4.41	4.45	4.50
3yr	4.44	4.48	4.53
4yr	4.50	4.55	4.59
5yr	4.55	4.60	4.63
7yr	4.73	4.79	4.81
10yr	4.88	4.97	4.96
5yr Am	4.15		4.62
10yr Am	4.21		4.83

Fed Fund Futures		
Maturity	Rate	
Dec-24	4.475	
Jan-25	4.325	
Feb-25	4.300	
Mar-25	4.265	
Apr-25	4.195	
May-25	4.160	
Jun-25	4.120	
Jul-25	4.070	
Aug-25	4.035	
Sep-25	4.020	
Oct-25	3.995	

Weekly Economic Calendar						
This Week & Next						
Date	Release	Per.	Est.	Actual	Prior	Revised
12/23	Building Permits	Nov F	--	1493k	1505k	--
12/23	Building Permits MoM	Nov F	--	5.2%	6.1%	--
12/23	Chicago Fed Nat Activity Index	Nov	-0.2	-0.1	-0.4	-0.5
12/23	Durable Goods Orders	Nov P	-0.3%	-1.1%	0.3%	0.8%
12/23	Durables Ex Transportation	Nov P	0.3%	-0.1%	0.2%	--
12/23	Cap Goods Orders Nondef Ex Air	Nov P	0.1%	0.7%	-0.2%	-0.1%
12/23	Cap Goods Ship Nondef Ex Air	Nov P	0.2%	0.5%	0.3%	0.4%
12/23	New Home Sales	Nov	669k	664k	640k	627k
12/23	New Home Sales MoM	Nov	9.7%	5.9%	-17.3%	-14.8%
12/23	Conf. Board Consumer Confidence	Dec	113.2	104.7	111.7	112.8
12/23	Conf. Board Present Situation	Dec	--	140.2	140.9	141.4
12/23	Conf. Board Expectations	Dec	--	81.1	92.3	93.7
12/24	Philadelphia Fed Non-Manufacturing Ac	Dec	-2.4	-6.0	-5.9	--
12/24	Richmond Fed Manuf. Index	Dec	-10.0	-10.0	-14.0	--
12/24	Richmond Fed Business Conditions	Dec	--	14.0	10.0	--
12/24	U.S. Sells USD70 Bln 5-Year Notes; Hig	1/0	0.0	0.0	0.0	0.0
12/26	Initial Jobless Claims	12/21	223k	219k	220k	--
12/26	Continuing Claims	12/14	1881k	1910k	1874k	1864k
12/26	U.S. Sells USD75 Bln 4-Week Bills; High	1/0	0.0	0.0	0.0	0.0
12/26	U.S. Sells USD70 Bln 8-Week Bills; High	1/0	0.0	0.0	0.0	0.0
12/26	U.S. Sells USD44 Bln 7-Year Notes; High	1/0	0.0	0.0	0.0	0.0
12/26	U.S. Sells USD64 Bln 17-Week Bills; High	1/0	0.0	0.0	0.0	0.0
12/27	Advance Goods Trade Balance	Nov	-\$101.2b	-\$102.9b	-\$99.1b	-\$98.3b
12/27	Wholesale Inventories MoM	Nov P	0.1%	-0.2%	0.2%	0.1%
12/27	Retail Inventories MoM	Nov	0.3%	0.3%	0.1%	--
12/30	MNI Chicago PMI	Dec	42.8	--	40.2	--
12/30	Pending Home Sales MoM	Nov	0.9%	--	2.0%	--
12/30	Pending Home Sales NSA YoY	Nov	7.9%	--	6.6%	--
12/30	Dallas Fed Manf. Activity	Dec	-1.5	--	-2.7	--
12/30	U.S. To Sell USD84 Bln 13-Week Bills	1/0	0.0	0.0	0.0	0.0
12/30	U.S. To Sell USD72 Bln 26-Week Bills	1/0	0.0	0.0	0.0	0.0
12/30	U.S. To Sell USD75 Bln 42-Day CMB	1/0	0.0	0.0	0.0	0.0
12/31	FHFA House Price Index MoM	Oct	0.5%	--	0.7%	--
12/31	S&P CoreLogic CS 20-City MoM SA	Oct	0.2%	--	0.2%	--
12/31	S&P CoreLogic CS 20-City YoY NSA	Oct	4.1%	--	4.6%	--
12/31	S&P CoreLogic CS US HPI YoY NSA	Oct	--	--	3.9%	--
12/31	Dallas Fed Services Activity	Dec	--	--	9.8	--
1/2	S&P Global US Manufacturing PMI	Dec F	48.3	--	48.3	--
1/2	Construction Spending MoM	Nov	0.3%	--	0.4%	--
1/2	U.S. To Sell 4-Week Bills	1/0	0.0	0.0	0.0	0.0
1/2	U.S. To Sell 8-Week Bills	1/0	0.0	0.0	0.0	0.0
1/2	U.S. To Sell 17-Week Bills	1/0	0.0	0.0	0.0	0.0
1/3	ISM Manufacturing	Dec	48.3	--	48.4	--
1/3	ISM Prices Paid	Dec	--	--	50.3	--
1/3	ISM New Orders	Dec	--	--	50.4	--
1/3	ISM Employment	Dec	--	--	48.1	--
1/3	Wards Total Vehicle Sales	Dec	16.50m	--	16.50m	--

MBS Prepayments ⁴						
3-Month CPR						
Type	3.0	3.5	4.0	4.5	5.0	5.5
FN 10y	14.3	13.9	14.0	14.1	20.7	22.9
FH/FN 15y	7.6	8.5	12.0	19.6	18.7	51.7
GN 15y	16.8	20.4	26.6	36.9	79.1	44.3
FH/FN 20y	6.6	7.1	8.0	10.0	14.1	19.4
FH/FN 30y	5.2	6.0	6.1	5.0	7.8	8.7
GN 30y	6.1	4.7	5.2	6.5	6.7	6.7
CPR Projections						
Type	3.0	3.5	4.0	4.5	5.0	5.5
FN 10y	11.8	12.2	11.4	11.5	13.0	14.7
FH/FN 15y	7.4	8.1	9.3	11.0	12.0	21.5
GN 15y	7.4	7.6	7.9	9.3	8.8	9.3
FH/FN 20y	7.3	8.2	9.0	10.1	11.3	15.2
FH/FN 30y	5.8	6.0	6.9	7.5	8.3	9.5
GN 30y	5.4	5.5	5.6	6.9	6.8	7.4

Other Markets					
Index	Current	1Wk Chng	Historical		
			1 Mo	6 Mo	1 Yr
Currencies					
Japanese Yen	157.85	1.54	151.09	160.76	141.83
Euro	1.04	0.00	1.06	1.07	1.11
Dollar Index	107.96	(0.45)	106.08	105.91	100.99
Major Stock Indices					
Dow Jones	43,227	885	44,722	39,164	37,657
S&P 500	5,989.9	122.8	5,998.7	5,482.9	4,781.6
NASDAQ	19,775.9	403	19,060.5	17,858.7	15,099.2
Commodities					
Gold	2,630.2	22.1	2,639.9	2,336.6	2,093.1
Crude Oil	70.51	0.60	68.72	81.74	74.11
Natural Gas	3.76	0.18	3.20	2.69	2.62
Wheat	540.8	7.8	537.8	559.8	623.0
Corn	454.0	13.3	415.8	413.8	476.5

Notes

- 1 Call Agy = Maturity at left w/ a 1-Year Call at Par
- 2 Muni TEY (21% Fed, 0.75% CoF)
- 3 S-Corp TEY Muni (29.6%, no TEFERA)
- 4 MBS Prepayments are provided by Bloomberg

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