



2Y	4.054 +0.010	-16.9100 -0.1759	3.8863 +0.0080
3Y	4.034 +0.011	-21.1757 -0.1115	3.8251 +0.0106
4Y	4.080 +0.010	-25.5420 -0.1020	3.8155 +0.0111
5Y	4.103 +0.012	-28.2500 -0.0893	3.8225 +0.0122
7Y	4.219 +0.018	-36.3000 -0.0100	3.8558 +0.0158
10Y	4.322 +0.023	-41.1250 -0.2135	3.9111 +0.0196
20Y	4.659 +0.032	-64.6250 -0.4195	4.0140 +0.0275
30Y	4.623 +0.029	-73.3601 +0.1543	3.8900 +0.0307

Source: Bloomberg, LLP | 9:30 AM NY Rates Snapshot

## CHART 2: SOFR SWAP RATES DRIFT HIGHER AHEAD OF FOMC RATE ANNOUNCEMENT

SOFR swap rates ticked higher this morning as a jittery market awaits tomorrow's FOMC rate announcement. Better-than-forecasted Housing Starts and a higher-than-expected Import Price Index helped nudge swap rates higher this morning. There is a lot happening at the moment for the market to digest including US economic and trade policy "changes", heightened geopolitical tensions and a shifting US economy. Those factors will remain a primary focus for the market, but the "big show" this week is definitely tomorrow's FOMC rate decision.

I expect intra-day rate volatility to remain elevated. *The market will be "headline" driven for the foreseeable future, given the uncertain path forward.* The market wants *clarity* and will be reacting to headlines real-time. *There is definitely the potential for more of the "whip-saw" trading patterns we have seen recently as market participants sort out what is next for rates.*

## CHART 2: SOFR Swap Rates Tick Higher, As A Jittery Market Awaits The FOMC Rate Decision



Source: Bloomberg, LLP | 1Y (white), 2Y (blue) & 3Y (orange) SOFR SWAP RATES – PRIOR (10) TRADING SESSIONS

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