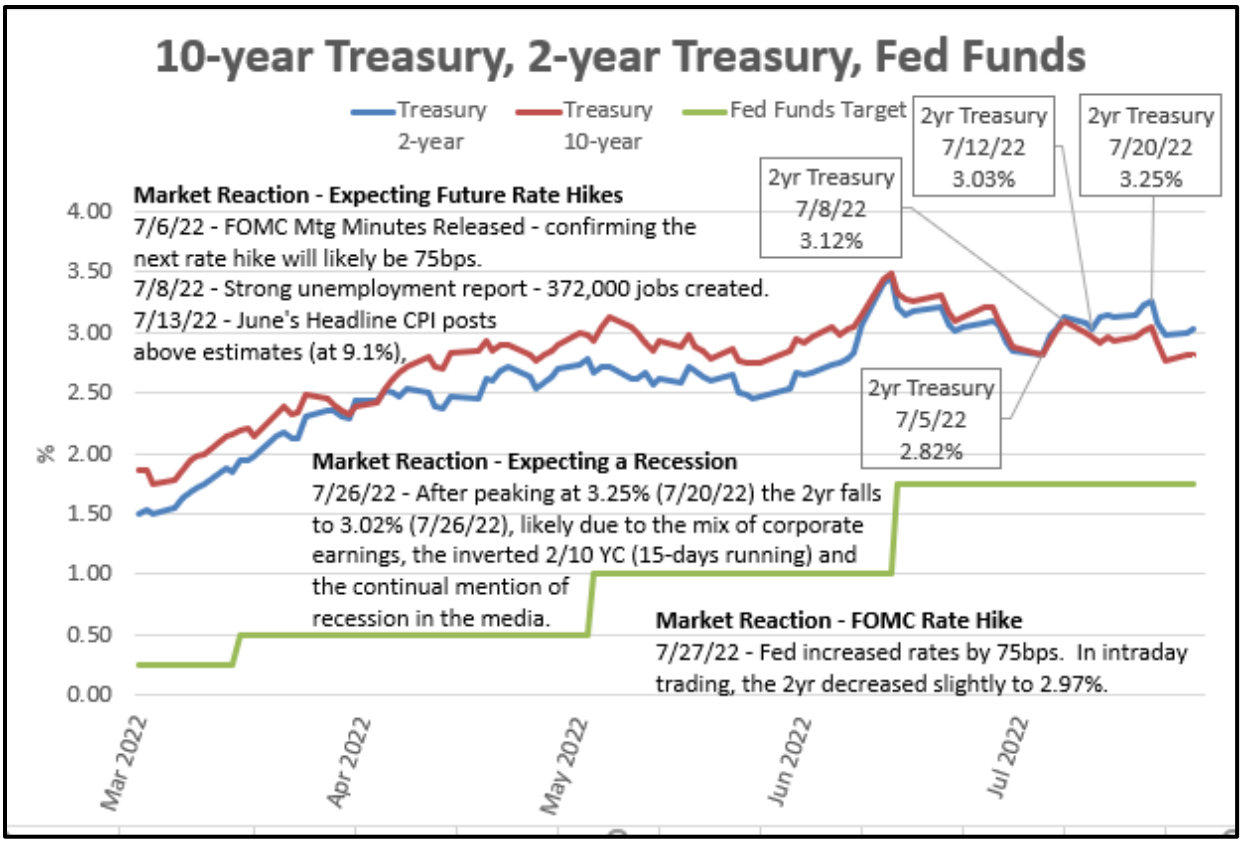
10-year Treasury, 2-year Treasury, Fed Funds
Treasury 2-year
Treasury 10-year
Fed Funds Target
2yr Treasury 7/12/22 3.03%
2yr Treasury 7/20/22 3.25%
2yr Treasury 7/8/22 3.12%
2yr Treasury 7/5/22 2.82%
Market Reaction - Expecting Future Rate Hikes
7/6/22 - FOMC Mtg Minutes Released - confirming the next rate hike will likely be 75bps.
7/8/22 - Strong unemployment report - 372,000 jobs created.
7/13/22 - June's Headline CPI posts above estimates (at 9.1%),
Market Reaction - Expecting a Recession
7/26/22 - After peaking at 3.25% (7/20/22) the 2yr falls to 3.02% (7/26/22), likely due to the mix of corporate earnings, the inverted 2/10 YC (15-days running) and the continual mention of recession in the media.
Market Reaction - FOMC Rate Hike
7/27/22 - Fed increased rates by 75bps. In intraday trading, the 2yr decreased slightly to 2.97%.
%
4.00
3.50
3.00
2.50
2.00
1.50
1.00
0.50
0.00
Mar 2022
Apr 2022
May 2022
Jun 2022
Jul 2022