



I have been away for a spell. The real me. The one who writes about life, humanity, the “real” stuff that makes life worth living. Yes, I enjoy opining on the economy, the Fed, interest rates. But what really drives me is talking about what is important in our lives: relationships and how we treat each other.

This week the bond market was more volatile as CPI (inflation) data came in slightly higher than expected. This caused a sell-off which brought the 10-year yield over 4.50% for a time. This morning we are seeing the opposite – a rally due to fears of a wider war in the Middle East. The 10-year yield is sitting just below 4.50% at time of writing, but more importantly is the fear I’m sure those living in Israel, Gaza, Iran, and here in the USA are feeling.

When we see war footage it is always in some far-off land, away from our morning lattes or errands, or work – away from our lives. This war is different because it involves an area of the world important to many Americans. War is the worst of us. We cannot seem to let go of that urge to dominate or harm others in a feeble attempt to control more of this world in which we live. It is usually driven by very secular things like land, money, resources, or just plain hatred of those who are different from us. I am not naïve; I know we cannot prevent events like this from happening. But I do hope someday we demonstrate more appreciation for the limited time we have and how precious life should be – especially those lives who are different from us.

I’d really love to be able to help our customers navigate this volatility and sure I could do my best. But today, my job is less important than being a good human. Rest assured though, all is not lost, all is not hopeless. Last night we celebrated the retirement of a man who has made such a positive impact on our department over the last 39 years. To witness how touched he was as those around him shared how much of a difference he made in their lives, especially his family, filled me with a greater appreciation of what is “real” in this life.

Best to you and your families!

Matthew Maggi | Senior Vice President | Commerce Bank – Capital Markets Group (CMG)
800 548-2663 matthew.maggi@commercebank.com



NEW ISSUE MUNICIPAL CALENDAR			
Date	Amount (\$)	Description	Maturity
04/16/2024	5,915,000	City of Valley Center, KS GO BQ (/AA-)	2025 - 2044

Economic Release	Data Period	Date	Survey	Actual	Prior
NY Fed 1-Yr Inflation Expectations	Mar	04/08/2024	NA	3.00%	3.04%
MBA Mortgage Applications	Apr 5	04/10/2024	NA	0.1%	-0.6%
CPI MoM	Mar	04/10/2024	0.3%	0.4%	0.4%
CPI YoY	Mar	04/10/2024	3.4%	3.5%	3.2%
PPI Final Demand MoM	Mar	04/11/2024	0.3%	0.2%	0.6%
PPI Final Demand YoY	Mar	04/11/2024	2.2%	2.1%	1.6%
Initial Jobless Claims	Apr 6	04/11/2024	215k	211k	222k (rev up)
Continuing Claims	Mar 30	04/11/2024	1,800k	1,817k	1,789k (rev down)
U. of Mich. Sentiment	Apr (P)	04/12/2024	79.0	77.9	79.4
U. of Mich. 1 Yr Inflation	Apr (P)	04/12/2024	2.9%	3.1%	2.9%

KEY INDICES				MUNI AA-BQ	
	Current	Last Month	One Year Ago		
Prime Rate	8.50	8.50	8.00	3 Mo.	3.53
Discount Rate	5.50	5.50	5.00	6 Mo.	3.69
Fed Funds Rate	5.33	5.33	4.83	1-Year	3.39
Interest on Reserve Bal.	5.40	5.40	4.90	2-Year	3.16
SOFR	5.31	5.31	4.80	3-Year	2.98
11th Dist COFI (ECOFC)	3.16	3.15	2.41	5-Year	2.77
1-Yr. CMT	5.13	4.95	4.67	7-Year	2.74
Dow	37,983.90	39,005.49	33,646.50	10-Year	2.79
NASDAQ	16,175.09	16,265.64	11,929.34	30-Year	4.27
S&P 500	5,123.41	5,175.27	4,091.95		
Bond Buyer	3.76	3.52	3.32		

Treasuries & New Issue Agencies (Spread to Treasuries)						CMO Spreads to Treasuries		
	Treasuries	Bullets	NC-6 Mo.	NC-1 Year	NC- 2 Year		PAC	Vanilla
3 Mo. Bill	5.38					1-Year	N/A	+50
6 Mo. Bill	5.33					2-Year	60	70
1-Year Bill	5.12					3-Year	85	110
2-Year Note	4.89	3	81	80		5-Year	105	120
3-Year Note	4.72	5	82	81	80			
5-Year Note	4.54	4	97	94	89			
7-Year Note	4.53	12	104	98	88			
10-Year Note	4.50	26	119	110	99			
20-Year Bond	4.72							
30-Year Bond	4.60							

MBS Current Coupon Yields		
GNMA 30 Yr.		5.86%
FNMA 30 Yr.		5.97%
FNMA 15 Yr.		5.42%

If you no longer wish to receive this weekly review, please send an email to CapitalMarketsGroup@commercebank.com

The Weekly Review is a publication of the Capital Markets Group of Commerce Bank.

The opinions expressed herein reflect that of the author and are not a complete analysis of every material fact respecting any company, industry, or security. The author's opinions do not necessarily reflect that of Commerce Bank or its affiliates. Information contained herein is from sources deemed reliable but cannot be guaranteed. Prices and/or yields are subject to change and investments are subject to availability. CDs are direct financial obligations of the issuing financial institution and are not, either directly or indirectly, an obligation of Commerce Bank. The information provided is not an official trade confirmation or account statement. The Capital Markets Group (CMG) of Commerce Bank is not acting as your 'municipal advisor' within the meaning of Section 15B of the Securities Exchange Act, and does not act in a fiduciary capacity. CMG does not provide tax advice; please refer to your tax professional. Investments in securities are NOT FDIC Insured; NOT Bank-Guaranteed and May Lose Value.



commercebank.com