

Baker Market Update

Week In Review

April 17, 2026



Carson Francis
Financial Analyst

April is Community Banking Month

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UPCOMING EVENTS

Banks

Seminars:

[TX Seminar](#)
May 7, 2026

[IA Seminar](#)
Jun 15, 2026

[IL Seminar](#)
Aug 3, 2026

[Dallas Seminar](#)
Aug 28, 2026

[OK Seminar](#)
Oct 14-16, 2026

Webinars:

[Bond Education Series](#)
May 12, 14, 19, and 21, 2026

Schools:

[ALM School](#)
Apr 23-24, 2026

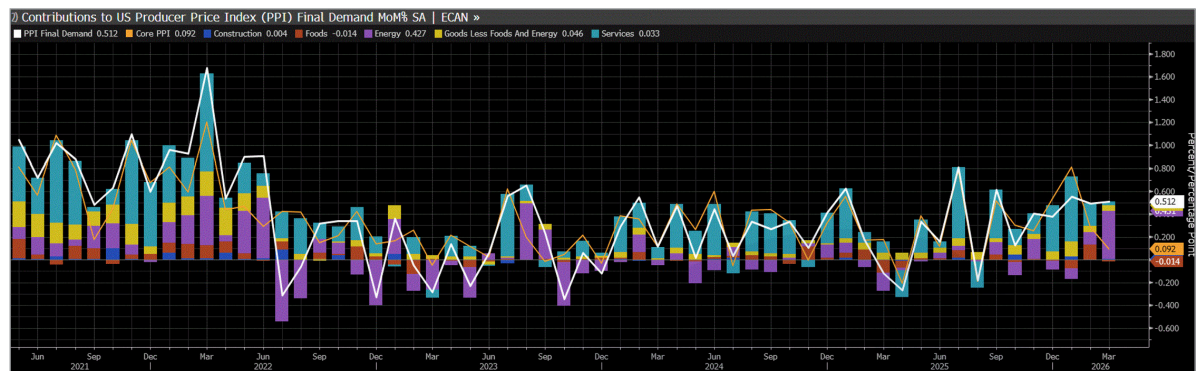
[Bond School](#)
Nov 5-6, 2026

There were not a lot of fireworks on the economic calendar this week. That said, the geopolitical picture remained anything but quiet, with the Iran conflict now entering week seven. Following this past weekend's fruitless peace talks in Islamabad, on Monday the 13th, the US Navy implemented a blockade that would prohibit all ships entering or exiting Iranian ports along the Persian Gulf and Gulf of Oman. The Strait of Hormuz handles roughly 20% of all global oil shipments, and unsurprisingly, US Energy Secretary Chris Wright expressed concerns about rising oil prices until a meaningful resolution is realized. Against that backdrop, diplomatic efforts have continued to inch forward. The Pakistan-brokered ceasefire is quietly running out of road, but Friday morning brought at least one piece of good news, as Iranian officials declared the Strait of Hormuz fully open for the remainder of the truce. Domestic markets responded favorably, with US Treasuries and broad equity indices both catching a bid on the headline Friday morning.

Although the economic calendar was lighter than usual this week, we did receive some encouraging news on the inflation front. The Producer Price Index (PPI) for final demand came in below both the prior month's reading and survey expectations. Final demand goods prices rose 0.5% in March, meaningfully below the expected 1.1% increase and February's reading of 0.7%. The services component, which has historically been the stickiest segment of PPI in the post-COVID inflation environment, increased by just 0.03% in March. The bulk of the month's increase was concentrated in energy, which could see meaningful relief should peace talks in the Middle East continue to progress.

Much like the services component of inflation, domestic bond yields have begun to find some relief as well. At the time of writing, the 2-year US Treasury yield has fallen approximately 15 basis points since Monday, reflecting a meaningful shift in market sentiment over the course of a single week. Expectations for the benchmark federal funds rate have also nudged slightly more to the downside, as short-term inflation expectations have begun to moderate in tandem with energy prices, which have continued to retreat from their March highs.

Next week, we will receive data regarding the health of the retail and manufacturing sectors, as well as a look into consumer confidence as measured by the University of Michigan Consumer Sentiment survey. Have a good weekend everyone!

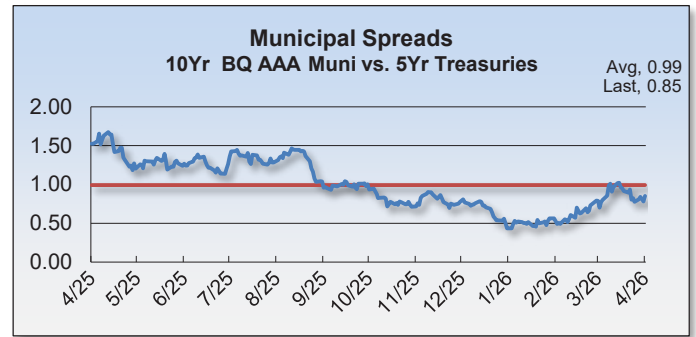
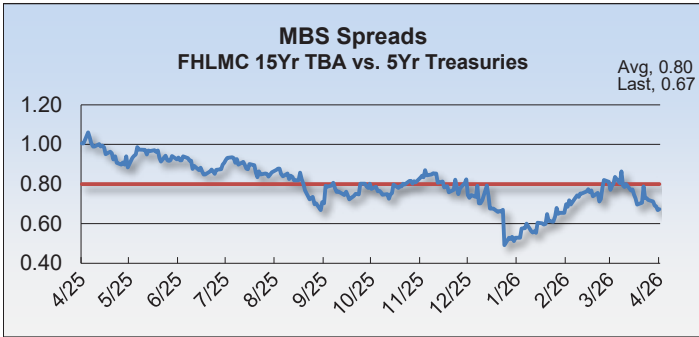
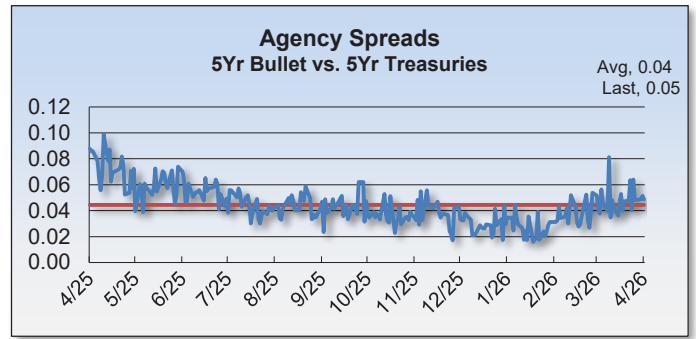
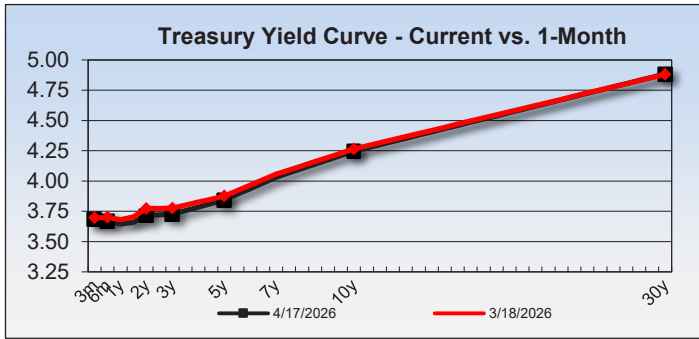


Source: Bloomberg

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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	3.68	0.00	3.69	3.92	4.32	2yr	3.78	3.59	3.23	3.44	3.84	2Yr					
6mo	3.67	(0.03)	3.68	3.80	4.20	3yr	3.78	3.55	3.30	3.52	3.89	3Yr					
1yr	3.64	(0.04)	3.62	3.56	3.98	5yr	3.91	3.60	3.54	3.77	4.04	5Yr					
2yr	3.71	(0.08)	3.68	3.46	3.80	7yr	4.13	3.70	3.77	4.01	4.29	7Yr					
3yr	3.73	(0.10)	3.68	3.47	3.85	10yr	4.39	3.86	4.13	4.40	4.62	10Yr					
5yr	3.84	(0.10)	3.79	3.59	3.94	15yr	4.66	4.07	4.70	5.01	4.81		May TBA MBS				
7yr	4.03	(0.09)	3.98	3.78	4.12	20yr	4.93	4.17	5.50	5.86	5.51	Cpn	15Yr -Yld/AL		30Yr -Yld/AL		
10yr	4.25	(0.07)	4.20	4.01	4.33	25yr	5.20	4.18	5.77	6.14	5.58	3.50	4.58	4.1y	4.85		
30yr	4.88	(0.03)	4.84	4.61	4.80	30yr		4.15	6.03	6.42	5.64	4.00	4.49	4.0y			
												4.50	4.52	4.5y	5.03	8.3y	
												5.00	4.57	3.7y	5.08	7.1y	
												5.50			5.12	5.1y	
												6.00			4.97	3.4y	

* Interpolated

Key Market Indices					
Index	Current	1Wk Change	Historical		
			1 Mo	6 Mo	1 Yr
Fed Funds	3.75	--	3.75	4.25	4.50
Primary Discount	3.75	--	3.75	4.25	4.50
2ndary Discount	4.25	--	4.25	4.75	5.00
Prime Rate	6.75	--	6.75	7.25	7.50
Sec. O.N. Finance	3.67	0.10	3.70	4.30	--
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	3.80	(0.01)	3.80	3.81	4.28
1 Year CMT	3.69	0.01	3.64	3.54	3.96
REPO O/N	3.67	--	3.68	4.21	4.38
REPO 1Wk	3.68	0.00	3.67	4.16	4.38
CoF Federal	3.455	--	3.465	3.685	3.666
11th D. CoF (Feb)	2.726	--	2.736	2.956	2.937

FHLB Fixed Advance Rates			
Maturity	Chicago	Boston	Topeka
3mo	3.83	--	3.88
6mo	3.84	--	3.85
1yr	3.77	--	3.89
2yr	3.82	--	3.94
3yr	3.84	--	3.96
4yr	3.91	--	4.02
5yr	3.96	--	4.07
7yr	4.21	--	4.32
10yr	4.46	--	4.57
5yr Am	3.99	--	4.05
10yr Am	4.30	--	4.35

Fed Fund Futures		
Maturity	Rate	
Apr-26	3.643	
May-26	3.640	
Jun-26	3.635	
Jul-26	3.625	
Aug-26	3.600	
Sep-26	3.585	
Oct-26	3.565	
Nov-26	3.540	
Dec-26	3.510	
Jan-27	3.500	
Feb-27	3.485	

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Weekly Economic Calendar						
This Week & Next						
Date	Release	Per.	Est.	Actual	Prior	Revised
4/13	Existing Home Sales	Mar	4.05m	3.98m	4.09m	4.13m
4/13	Existing Home Sales MoM	Mar	-0.7%	-3.6%	1.7%	2.7%
4/14	NFIB Small Business Optimism	Mar	97.9	95.8	98.8	--
4/14	ADP Weekly Employment Change	3/28	--	39,250k	26,000k	--
4/14	PPI Final Demand MoM	Mar	1.1%	0.5%	0.7%	0.5%
4/14	PPI Ex Food and Energy MoM	Mar	0.4%	0.1%	0.5%	0.3%
4/14	PPI Ex Food, Energy, Trade MoM	Mar	0.4%	0.2%	0.5%	--
4/14	PPI Final Demand YoY	Mar	4.6%	4.0%	3.4%	--
4/14	PPI Ex Food and Energy YoY	Mar	4.1%	3.8%	3.9%	3.8%
4/14	PPI Ex Food, Energy, Trade YoY	Mar	3.8%	3.6%	3.5%	--
4/15	MBA Mortgage Applications	4/10	--	1.8%	-0.8%	--
4/15	Empire Manufacturing	Apr	0.0	11.0	-0.2	--
4/15	Import Price Index MoM	Mar	2.3%	0.8%	1.3%	0.9%
4/15	Import Price Index ex Petroleum MoM	Mar	0.3%	0.1%	1.2%	0.9%
4/15	Import Price Index YoY	Mar	4.4%	2.1%	1.3%	1.0%
4/15	Export Price Index MoM	Mar	1.5%	1.6%	1.5%	1.9%
4/15	Export Price Index YoY	Mar	4.8%	5.6%	3.5%	3.8%
4/15	NAHB Housing Market Index	Apr	37	34	38	--
4/15	Total Net TIC Flows	Feb	--	\$184.5b	-\$25.0b	-\$38.4b
4/15	Net Long-term TIC Flows	Feb	--	\$58.6b	\$15.5b	\$2.4b
4/16	New York Fed Services Business Activity	Apr	-20.0	-14.0	-22.6	--
4/16	Initial Jobless Claims	4/11	213k	207k	219k	218k
4/16	Initial Claims 4-Wk Moving Avg	4/11	--	209,75k	209,50k	209,25k
4/16	Philadelphia Fed Business Outlook	Apr	10.0	26.7	18.1	--
4/16	Continuing Claims	4/4	1810k	1818k	1794k	1787k
4/16	Industrial Production MoM	Mar	0.1%	-0.5%	0.2%	0.7%
4/16	Manufacturing (SIC) Production	Mar	0.1%	-0.1%	0.2%	0.4%
4/16	Capacity Utilization	Mar	76.3%	75.7%	76.3%	76.1%
4/21	Philadelphia Fed Non-Manufacturing Activity	Apr	--	--	-23.9	--
4/21	Retail Sales Advance MoM	Mar	1.3%	--	0.6%	--
4/21	Retail Sales Ex Auto MoM	Mar	1.3%	--	0.5%	--
4/21	Retail Sales Ex Auto and Gas	Mar	0.2%	--	0.4%	--
4/21	Retail Sales Control Group	Mar	0.2%	--	0.5%	--
4/21	Business Inventories	Feb	0.3%	--	-0.1%	--
4/21	Pending Home Sales MoM	Mar	0.8%	--	1.8%	--
4/21	Pending Home Sales NSA YoY	Mar	--	--	-0.6%	--
4/23	Chicago Fed Nat Activity Index	Mar	--	--	-0.11	--
4/23	S&P Global US Manufacturing PMI	Apr P	52.7	--	52.3	--
4/23	S&P Global US Services PMI	Apr P	50.3	--	49.8	--
4/23	S&P Global US Composite PMI	Apr P	50.5	--	50.3	--
4/23	Kansas City Fed Manf. Activity	Apr	--	--	11.0	--
4/24	U. of Mich. Sentiment	Apr F	48.0	--	47.6	--
4/24	U. of Mich. Current Conditions	Apr F	--	--	50.1	--
4/24	U. of Mich. Expectations	Apr F	--	--	46.1	--
4/24	U. of Mich. 1 Yr Inflation	Apr F	--	--	4.8%	--
4/24	U. of Mich. 5-10 Yr Inflation	Apr F	--	--	3.4%	--
4/24	Kansas City Fed Services Activity	Apr	--	--	15.0	--

MBS Prepayments ⁴						
3-Month CPR						
Type	3.5	4.0	4.5	5.0	5.5	6.0
FN 10y	15.8	12.4	18.6	21.8	29.6	29.8
FH/FN 15y	9.9	12.4	15.9	15.0	16.4	22.3
GN 15y	23.7	28.1	6.8	100.0	-2.3	76.3
FH/FN 20y	7.6	8.7	9.4	13.4	24.4	27.0
FH/FN 30y	5.7	4.4	3.7	4.3	5.4	22.7
GN 30y	4.3	5.1	5.9	7.1	7.1	7.5

CPR Projections						
Type	3.5	4.0	4.5	5.0	5.5	6.0
FN 10y	12.5	13.7	16.7	18.6	20.4	21.8
FH/FN 15y	10.1	11.8	18.6	21.5	--	31.5
GN 15y	8.1	14.8	14.2	14.4	28.1	31.0
FH/FN 20y	8.5	10.1	11.9	15.6	19.5	19.5
FH/FN 30y	7.0	8.3	9.5	11.3	15.7	20.3
GN 30y	6.7	7.4	8.6	8.8	9.2	12.9

Other Markets					
Index	Current	1Wk Chng	Historical		
			1 Mo	6 Mo	1 Yr
Currencies					
Japanese Yen	158.21	(1.06)	159.12	150.61	142.58
Euro	1.18	0.01	1.15	1.17	1.14
Dollar Index	97.75	(0.91)	99.58	98.43	99.38
Major Stock Indices					
Dow Jones	49,130	1,214	46,993	46,191	39,142
S&P 500	7,041.3	224.4	6,716.1	6,664.0	5,282.7
NASDAQ	24,356.7	1,454	22,479.5	22,680.0	16,286.5
Commodities					
Gold	4,879.7	117.8	5,008.2	4,189.9	3,308.7
Crude Oil	83.98	(12.59)	96.21	57.54	64.68
Natural Gas	2.64	(0.01)	3.03	3.01	3.25
Wheat	589.3	18.3	589.8	503.8	548.8
Corn	445.8	4.8	454.0	422.5	482.3

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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Source for the aforementioned indices, rates, descriptions, & economic indicators: Bloomberg, L.P. This report was printed as of: 04/17/2026 8:55AM



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