Macro Roundup Artcile

Headline: Another Yield High as US 10-Year Jumps Above Key 4.5% Level in Post-Fed Bond Rout

Article Link: https://www.bloomberg.com/news/articles/2023-09-22/another-yield-high-as-us-10-year-jumps-above-key-4-5-level-in-post-fed-rout?sref=U3dOGIDF

Author(s)	Garfield Reynolds and Ruth Carson
Publication	Bloomberg
Publication Date	September 22, 2023

Tweet: The 10-year Treasury yield went above 4.5% for the first time since 2007. The 30-year yield is at the highest level since 2011.

Summary: Treasury 10-year yields rose above 4.5% for the first time since 2007 as a more hawkish Federal Reserve adds to concern the bonds face a toxic mix of large US fiscal deficits and persistent inflation. Bill Ackman of Pershing Square Capital Management says he remains short bonds because he expects long-term rates to rise further. “The long-term inflation rate plus the real rate of interest plus term premium suggests that 5.5% is an appropriate yield for 30-year Treasurys.” The yield on 30-year debt climbed as much as one basis point Friday to 4.59%, adding to the 13 basis-point jump on Thursday that took it to the highest since 2011. Related: 31% of All US Government Debt Outstanding Matures within 12 Months and Is a U.S. Debt Crisis Looming? Is it Even Possible? and US Fiscal Alarm Bells Are Drowning Out a Deeper Problem

Primary Topic: Financial Markets

Topics: Financial Markets, GDP, News article

Permalink: https://www.edwardconard.com/macro-roundup/the-10-year-treasury-yield-went-above-4-5-for-the-first-time-since-2007-the-30-year-yield-is-at-the-highest-level-since-2011?view=detail

Featured Image Link: https://www.edwardconard.com/wp-content/uploads/2023/09/10-Year-Yield.png