



# Linda's Mortgage Update

*The fastest, simplest, most convenient way home!*

**Week of  
June 28,  
2009**

**Mortgage  
Market  
Commentary**

Mortgage rates held fairly steady last week. The Federal Reserve left its interest rates untouched and indicated that it expected to leave rates exceptionally low "for an extended period." Markets also breathed a sigh of relief as the most recent, and exceptionally massive, treasury auction ended with healthy demand. GDP was also notched slightly higher for the first quarter of the year at 5.5%. While any increase is welcome, the first quarter was still a dismal quarter of economic performance.

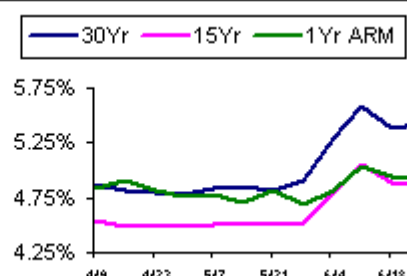
We may see mortgage rates slowly ticking back downward this week after last week's events and the likely reminders of our economic situation that are due this week. While improved Consumer Confidence numbers may provide some hope for the future, both the ISM Manufacturing Index and the Labor Department's employment data will remind markets that we are still mired in a very deep recession. Markets are unlikely to be surprised by a slightly worse than expected unemployment rate, but a decrease in the ISM, when an increase is expected, could push rates down a bit quicker.

## Mortgage Rates

### Freddie Mac's Primary Mortgage Market Survey

	June 25		6/18/09
30 Year Fixed	5.42%	▲	5.38%
15 Year Fixed	4.87%	▼	4.89%
One Year ARM	4.93%	▼	4.95%

For more information visit [www.FreddieMac.com](http://www.FreddieMac.com)



### Rates & Indexes

1 Yr T-Bill	0.510%
12 Mn Libor	1.591%
6 Mo Libor	1.095%
11 <sup>th</sup> D. COFI	1.380%
Prime	3.250%
Fed Fund	0.250%

## Economic Snapshot

### Gross Domestic Product

29-May ▲ %pt Chg  
-5.5% 0.8  
*Economy Shrinking*

### Consumer Confidence

26-May ▲ pt Chg  
54.9 14.1  
*Confidence Improving*

### Housing Starts

16-Jun ▲ % Chg  
532K 17.2%  
*Slowing Growth*

### Dow Jones

8,438.39

### NASDAQ

1,838.22

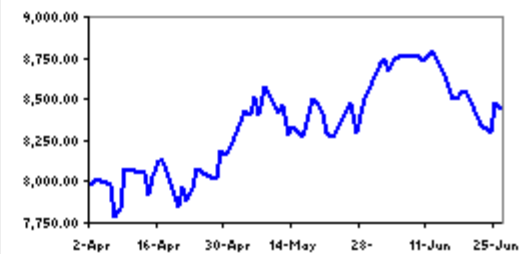
### NYSE

5,906.96

### S&P 500

918.90

Dow Jones



### Unemployment Rate

5-Jun ▲ %pt Chg  
9.4% 0.5  
*Unemployment Growing*

### US Retail Sales

11-Jun ▲ % Chg  
340.0b 0.5%  
*Slowing Growth*

### Existing Home Sales

23-Jun ▲ % Chg  
4.77m 2.4%  
*Slowing Growth*

### Leading Indicators (LEI)

18-Jun ▲ % Chg  
100.2 1.2  
*Slowing Growth*

### Manufacturing Activity

1-Jun ▲ pt Chg  
42.8 2.7  
*Manufacturing Contracting*

### New Home Sales

24-Jun ▼ % Chg  
342K 0.6%  
*Slowing Growth*

## Worth Remembering



We're so busy watching out for what's just ahead of us that we don't take time to enjoy where we are.

Bill Watterson

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