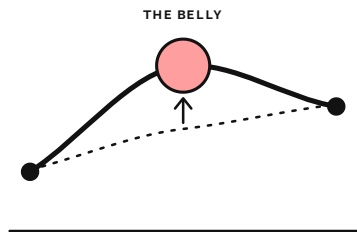




The curve's middle rose into Fed day.

The Fed's two-day meeting starts today with the 10-year Treasury at 5.00%, unchanged on Monday. **The middle of the curve and the 6-month bill rose instead.** The 5-year breakeven slipped after two days up.

As of Oct. 27, 2026 • About a 4-minute read



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FRONT PAGE • RATES

The ends held. *The middle moved.*

The Federal Reserve's two-day meeting starts today, with the decision due Wednesday, Oct. 28. The target range has been 3.75% to 4.00% since a quarter-point increase on Sept. 17, and the effective rate printed 3.88% on Friday, Oct. 23, the New York Fed reported. This meeting carries no Summary of Economic Projections; the Dec. 8-9 meeting does.

Monday's curve did not move as one piece. On Treasury's par curve, the 10-year closed at 5.00%, unchanged from Friday. The 2-year slipped 1 basis point to 4.68%, and the 30-year fell 2, to 5.31%. In between, the 3-year rose 4 basis points to 4.79% and the 5-year rose 2, to 4.84%. The 2s10s spread widened by 1, to 32 basis points.

Federal Reserve (FOMC calendar) • Federal Reserve (target range) • New York Fed

U.S. Treasury

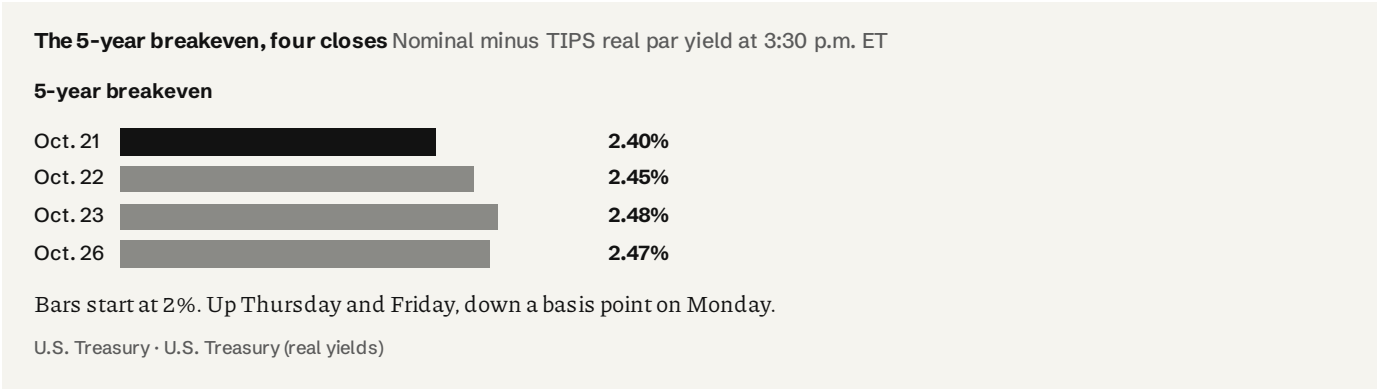


Some bills moved more. The 6-month bill yield rose 5 basis points to 4.35% and the 1-year rose 3, to 4.47%, while the 3-month held at 4.22%. The 6-month now sits **35 basis points above the top of the target range**.

U.S. Treasury • Federal Reserve (target range)

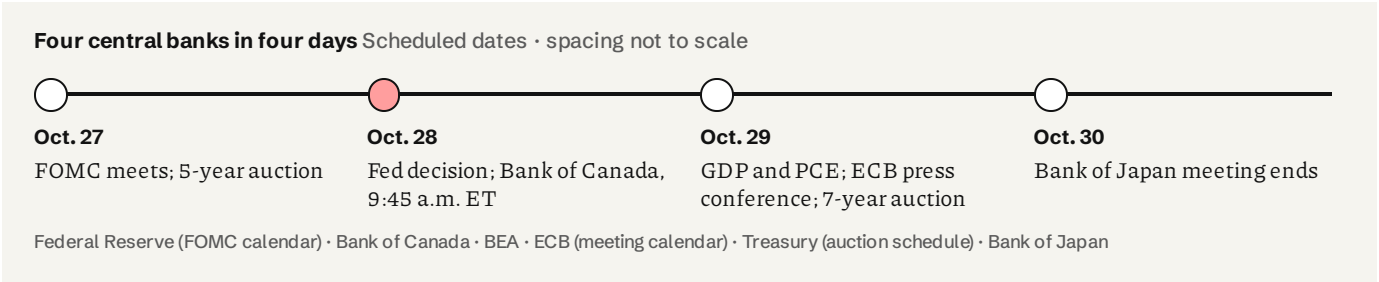
Inflation pricing paused. The 5-year TIPS real yield rose 3 basis points to 2.37%, one more than the nominal 5-year, so the 5-year breakeven slipped to 2.47% from 2.48%. It had risen on Thursday and Friday, from 2.40% on Oct. 21. At 10 years the breakeven held at 2.34%. By this issue's arithmetic, Monday's rise in the middle of the curve came through real yields, not inflation compensation.

U.S. Treasury • U.S. Treasury (real yields)



Treasury sells 5-year notes today, the second of three note auctions this week, along with 6-week and 52-week bills. Census publishes its advance durable goods report at 8:30 a.m. and new residential sales at 10 a.m. The euro's ECB reference rate was \$1.1188 on Monday, from \$1.1193 on Friday.

Treasury (auction schedule) • Census Bureau • ECB



TODAY'S NUMBERS

The tape before the open

As of the Monday, Oct. 26 close unless shown. Treasury yields are 3:30 p.m. ET par curve quotes; changes are from Friday, Oct. 23.

MARKET	LEVEL	CHANGE	AS OF • SOURCE
2-year Treasury	4.68%	-1 bp	3:30 p.m. ET, Oct. 26 • U.S. Treasury
5-year Treasury	4.84%	+2 bp	3:30 p.m. ET, Oct. 26 • U.S. Treasury
10-year Treasury	5.00%	0 bp	3:30 p.m. ET, Oct. 26 • U.S. Treasury
30-year Treasury	5.31%	-2 bp	3:30 p.m. ET, Oct. 26 • U.S. Treasury
6-month bill	4.35%	+5 bp	3:30 p.m. ET, Oct. 26 • U.S. Treasury
2s10s spread	32 bp	+1 bp	3:30 p.m. ET, Oct. 26 • U.S. Treasury
5-year breakeven	2.47%	-1 bp	3:30 p.m. ET, Oct. 26 • U.S. Treasury • U.S. Treasury (real yields)
Fed funds effective	3.88%	0 bp	Oct. 23 • New York Fed
EUR/USD (ECB)	1.1188	-0.0005	ECB reference rate, Oct. 26 • ECB

The breakeven is this issue's arithmetic: Treasury's 5-year nominal par yield minus its 5-year real par yield. Fed funds is Friday's rate. Oil, gold and stock indexes are left out: no source this issue could use under its access rules gave a timed Monday settlement.

The morning in four

1 • RATES

The belly led.

The 3-, 5- and 7-year yields rose 4, 2 and 2 basis points on Monday while the 10-year held at 5.00%, on Treasury's par curve.

U.S. Treasury

2 • CURRENCIES

The euro eased again.

The ECB's dollar reference rate for the euro was 1.1188 on Monday, from 1.1193 on Friday and 1.1234 on Oct. 21.

ECB

3 • ECONOMY

GDP and PCE land Thursday.

BEA publishes the advance third-quarter GDP estimate and September personal income and outlays at 8:30 a.m. on Oct. 29.

BEA

4 • WORLD

Three more central banks.

The Bank of Canada announces Wednesday at 9:45 a.m. ET, with its Monetary Policy Report. The ECB meets Wednesday and Thursday; the Bank of Japan Thursday and Friday.

Bank of Canada • ECB (meeting calendar) • Bank of Japan

THE DAY AHEAD • TUESDAY, OCT. 27

What to watch

ALL DAY

The FOMC meets

Day one of the Oct. 27-28 meeting. The decision comes Wednesday.

8:30 A.M.

Durable goods

Census's advance report on durable goods manufacturers' shipments, inventories and orders.

10 A.M.

New home sales

Census's new residential sales report.

AUCTIONS

5-year notes and two bills

Treasury auctions 5-year notes, settling Nov. 2, and 6-week and 52-week bills, settling Oct. 29. The 7-year follows Thursday.

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