

US CURVES : Buy either a US 5-30 or 10-30 steepener! The stop is cheap. These curves FINALLY seem to be HOLDING, as we gain MORE confirmation of long-term lower yields. BULL STEEPENERS.

We continue to edge flatter BUT now at a slower RATE.

All monthly durations have MULTI year over sold signals its just that we have lacked a similar formation on the daily charts.

At some stage this will steepen but do think it has something to do with the US 5yr re entering the multi year channel 2.7687.

I still think this will be a BULL STEEPENER, correlation isn't great having made this statement BUT preciously it took time to change the yield direction.

US 2-5 curve monthly : We have nudged through the 76.4% ret 20.817 but the RSI is reasonably low. Hopefully we can recover above this level.



02/07/2018

US 2-5 curve daily : We are holding the bottom of the trend channel so hopefully can hold.



US 2-10 monthly : We are through the 2000 trend line 45.4487! We may find support soon in the form of the 76.4% ret 26.550.



02/07/2018

US 2-10 daily : The RSI is low but do need to hold the 161.8% ret 30.202.



02/07/2018

US 2-30 monthly : The RSI is at 2006 extensions but not fully confident in the steepening YET. Lets see if we hit the 76.4% ret 34.923.



02/07/2018

US 2-30 daily : Many opportunities to steepen BUT the TREND flatter has remained!



US 5-10 monthly : A more encouraging long-term chart as the RSI is even more dislocated, however THAT BASE is alluding us.



US 5-10 daily : We may have based given the downside pierce last week.



US 5-30 monthly : A MORE encouraging chart as we are hitting the 76.4% ret 21.776 and the RSI is at 2006 lows! This is a VERY tidy chart formation for a POSITION.



US 5-30 daily : We have set up a sizeable PIERCE from Friday so would be keen to put on a steepener here with a stop sub the 176.4% ret 20.643.



US 10-30 monthly : We haven't yet hit the 76.4% ret 7.545 BUT might JUST be basing. Again worth a position as the stop is tight.



US 10-30 daily : Given we have held this 0.0% ret 11.550 three times now it warrants a trade, ADD above the 23.6% ret 16.885 and stop sub 10.00.



US 5yr monthly : Again we are not going to escape the RSI, it is as high as 1981 with CHANNEL resistance. We are back in the channel and see disappointment in the front end being the necessity BEFORE curves steepen. Am convinced "HISTORY WILL EVENTUALLY" repeat itself.



This research was prepared by Chris Williams. He is a self-employed contractor with Astor Ridge. A history of his research can be provided upon request in compliance with the European Commission's Market Abuse Regulation.

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