

**US CURVES : We have now HIT most of the MULTI YEAR 76.4% retracements so time to look at STEEPENERS AGAIN.**

**These have been a pain to trade, despite the historically dislocated RSI and inability to HOLD-FIND a LOW. It now looks like we are finally close, nearly ALL monthly charts are hitting or hit MULTI year 76.4% ret dating back to 2000!**

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

**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 now reasonably low. Next support is the previous low 10.624. This does need the front end DISAPPOINTMENT before it can steepen.



US 2-5 curve daily : The RSI has been low previously but we are sitting on the 138.2% ret 13.571.



20/07/2018

US 2-10 monthly : We are testing the 76.4% ret 26.550 with an RSI comparable to 2006 and 2016.



US 2-10 daily : The RSI has been low before but has made little impression on the flattening trend.



20/07/2018

US 2-30 monthly : The RSI is at 2006 extensions and we have hit the 76.4% ret 34.923 ON THE NOSE. Lets see!?



20/07/2018

US 2-30 daily : Many opportunities to steepen BUT the TREND flatter has remained! The RSI has little to offer.



20/07/2018

US 5-10 monthly : The RSI is low but we have yet to hit the 76.4% ret 3.507, unlike the previous charts.





US 5-10 daily : At least this looks to be holding price wise so COULD BE A BASE, above 10.860 will help.



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 : Yet another daily chart lacking major tension and RSI dislocation but we have the semblance of a BASE.



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 : Again a neutral RSI but could be a BASE.



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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