

US CURVES AHEAD OF THE FED : EXPECT THE UNEXPECTED!

ALL US curves have BASICALLY HELD in some way shape or form, that despite various outright shifts. We continue to have significantly extended LOW RSI's and HOLD the MULTI YEAR 76.4% retracements.

The FED should give us the next set of clarity but FORM a situation where CURVES generally steepen?

**** BIG question is, the charts are looking for a BASE and SUSTAINED steepeners, DOES that mean yields have to head LOWER?! Chart 14.**

It is a TOUGH call on market direction BUT the TECHNICAL CURVE STEEPENER seems likely!

The BACK END US CURVE seems the most OPTOMISTIC for a steepener so ADDING 2 new positions.

****Buy US 2-30 curve at 36.418, sell stop 26.00 and ADD above 51.00** NOW 39.939.**

****Buy US 10-30 curve at 14.426, sell stop 11.00 and ADD above 21.00** NOW 13.275.**

US 2-5 curve monthly : We have FINALLY held the previous low 10.624 and the next big level to signal a BASE is ABOVE the 76.4% ret 20.817.



25/09/2018

US 2-5 curve daily : A small recovery but realistically we need to breach the 123.6% ret 21.048 before a TOTAL steepening occurs.



25/09/2018

US 2-10 curve monthly : Key post the FED is to breach the multi year 76.4% ret 26.832 aided by the LOW RSI.



US 2-10 curve daily : This is attempting to BASE and a close above the 150% ret 33.749 will confirm that.



25/09/2018

US 2-30 curve monthly : This has to be the BEST OPPORTUNITY, IF IT WORKS OUT.
 The HIT of the 76.4% ret 34.887 was near perfect and that substantiated by an RSI not seen since 2006. We need to HOLD down here.



US 2-30 curve daily : I did mention this CURVE as the one to OWN for those who have MISSED the back end recommendations. The stop remains cheap at 26.00 and ADD above 51.00. We are holding but need to perform soon.



US 5-10 curve monthly : This does not have a level and the RSI doesn't warrant a technical trade.



US 5-10 curve daily : The further out the curve the MORE we have proof of a HOLD and STEEPENING bias. That said this one is a struggle as the latest prices action is a RANGEY.



US 5-30 curve monthly : Another MULTI YEAR hold of the 76.4% ret 21.776 with an RSI for compliment. We should steepen from here.



US 5-30 curve daily : The back end curves have more of a “CUSHION” as the BASE is already confirmed. Hopefully we hold here and this MAYBE a good place to enter a steepener as the stop need only be 18.00. We are holding the RANGE and the LOW.



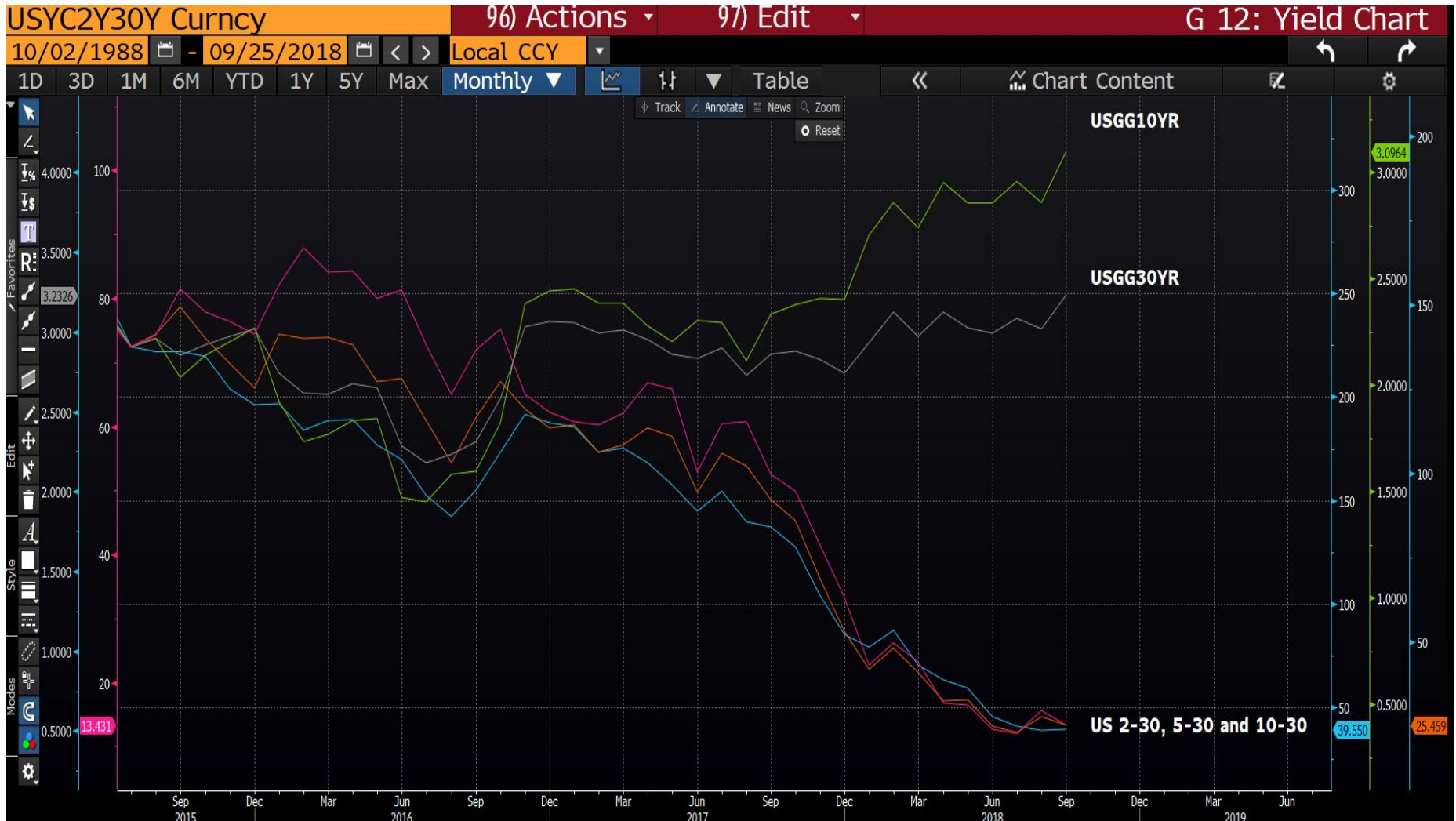
US 10-30 curve monthly : We stopped SHY of the retracement but the RSI is the lowest EVER so BANG for your BUCK the REBOUND here could be the ONE!



US 10-30 curve daily : Again we have a good “CUSHION” so still time to enter a steepener.
 Stop any steepeners sub 11.00 and ADD significantly above 21.00. We have suffered on the
 yield higher move but HOLDING.



US curves overlay US yields : BIG question is, the previous charts are looking for a BASE and SUSTAINED steepeners, DOES that mean yields have to head LOWER?!



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.

Astor Ridge takes no proprietary trading risk, has no market making facilities, and has no position in any security we discuss in this e-mail. The views in this e-mail are those of the author(s) and are subject to change, and Astor Ridge has no obligation to update its opinions or the information in this publication. If this e-mail contains recommendations, those recommendations reflect solely and exclusively those of the author, and such opinions were prepared independently of any other interests, including those of Astor Ridge and/or its affiliates.

This publication does not constitute personal investment advice or take into account the individual financial circumstances or objectives of the clients who receive it. The securities discussed herein may not be suitable for all investors. Astor Ridge recommends that investors independently evaluate each issuer, security or instrument discussed herein, and consult any independent advisors they believe necessary.

The value of and income from any investment may fluctuate from day to day as a result of changes in relevant economic markets (including changes in market liquidity). The information herein is not intended to predict actual results, which may differ substantially from those reflected. Past performance is not necessarily indicative of future results.

You should not use or disclose to any other person the contents of this research, nor take copies. This is not a representation or warranty and is not intended nor should it be taken to create any legal relations, contractual or otherwise. This research and any files transmitted with it are confidential, may be legally privileged, and are for the sole use of the intended recipient. Copyright in this research and any accompanying document created by Astor Ridge LLP is owned by Astor Ridge LLP.

Astor Ridge LLP is regulated by the Financial Conduct Authority (FCA): Registration Number 579287

Astor Ridge LLP is Registered in England and Wales with Companies House: Registration Number OC372185

Astor Ridge NA LLP is a member of FINRA/SIPC: CRD Number 282626

Astor Ridge NA LLP is Registered in England and Wales with Companies House: Registration Number OC401796