

**TECHNICAL VIEW of US vs AUD swaps and Europe vs US UPDATE : Initial send 8th November 2018.
Some good returns from the inception location and it looks like we are about to capitalise on that.**

Previous comment.

**I have looked at US verses AUD and we have some decent extensions and previous levels to work from.
Interestingly there are many FAMILIAR RSI extensions dating back to 1997 and 2006 AGAIN.
The 5yr AUD-US looks the most attractive technically.**

**I have also included the US versus EU swaps, they don't have the same extensions but helps the
argument for the US being the opportunity.**

**The only FLAW in the argument is the EVER trending market and LAME weekly RSI's, BUT an EXTREME
and REVERSAL are close.**

USGG2 GACGB2 yr monthly : Can we further this rejection? We neatly failed the 1997 high (Inception level 0.8756) aided by the RSI. We should continue lower especially if we replicate the 2006 failure.



USGG2 GACGB2 yr weekly : We look ready to roll over again, the RSI is high and we have the 50% ret 0.7474 rejection. Sub the 38.2% ret 0.7083 will be full confirmation.



USSW2 ADSW2 yr monthly : We stalled ahead of the 1997 high (Inception 0.8928) and look poised to head a lot lower, hopefully emulating 2006.



08/01/2019

USGG5 GACGB5 yr monthly : This is a near perfect top from the 0.7739 inception and should be the start of a major move lower. Significant room left in the RSI.



08/01/2019

USSW5 ADSW5 yr monthly : We stalled close to the 2000 high and the inception level of 0.6290. Again the RSI has the mileage to head lower.



USGG10 GACGB10 yr monthly : Less of a drop in this idea from the inception at 0.4640 but the RSI remains high.



USSW10 ADSW10 yr monthly : The RSI is the highest ever but we are struggling with further progress since inception at 0.3494.



08/01/2019

ADFS0505 USFS0505 monthly : Another RARE RSI dislocation that has hit the MULTI YEAR 23.6% ret -0.0522 on the nose. This could turn out to be a very MAJOR MULTI YEAR hold, recovering well from the -0.0034 inception.



- **This next section is US versus EU swaps to highlight the opportunity remains firmly with the US.**

USGG2 GDBR2 yr monthly : We have formed a top however the RSI has lost some of its momentum since inception at 3.5320.



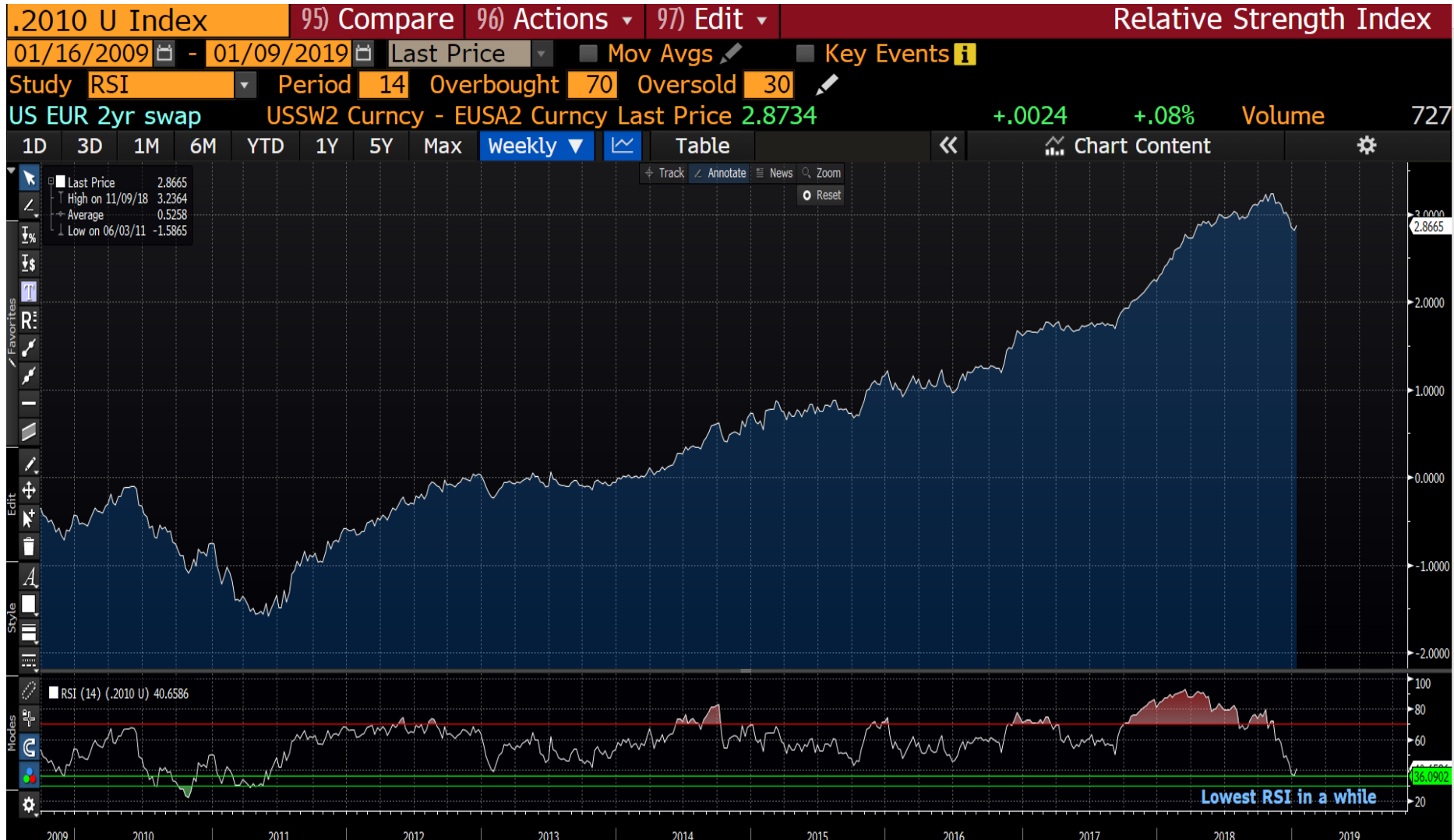
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USSW2 EUSA2 yr monthly : A reasonable top is now in play and the RSI still has room.



08/01/2019

USSW2 EUSA2 yr weekly : A decent dip since inception at 3.2505 but again it has FORCED the RSI into a VERY oversold state.



08/01/2019

USGG5 GDBR5 yr monthly : We now have a nice top rejection against the 123.6% ret 3.1109 and inception at 3.21250. We should head lower overall.



USSW5 EUSA5 yr monthly : We peaked well at the 123.6% ret 2.7570 and inception 2.8185, lets see if we can capitalise on this.



USGG10 GDBR10 yr monthly : The top looks to be in from the inception at 2.7660, sub the 100% ret 2.3540 will help.



USGG10 GDBR10 yr weekly : Again issues where the RSI is now low post the dip.



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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