

**BOND YIELD (SHORT-TERM) UPDATE : THERE REMAINS TIME FOR YIELDS TO FALL GIVEN MONTH END APPROACHES AND QUARTERLY CHARTS STRUGGLING AGAINST HISTORICAL MOVING AVERAGE RESISTANCE!**

**The best contract to highlight KEY resistance across all maturities is US 5yr yields, failing MOST moving averages.**

**It does feel we will have a concentration of activity around a month end!**

**Yields will need to fail into month end OR the BIGGER YIELD call lower will “PAUSE”.**

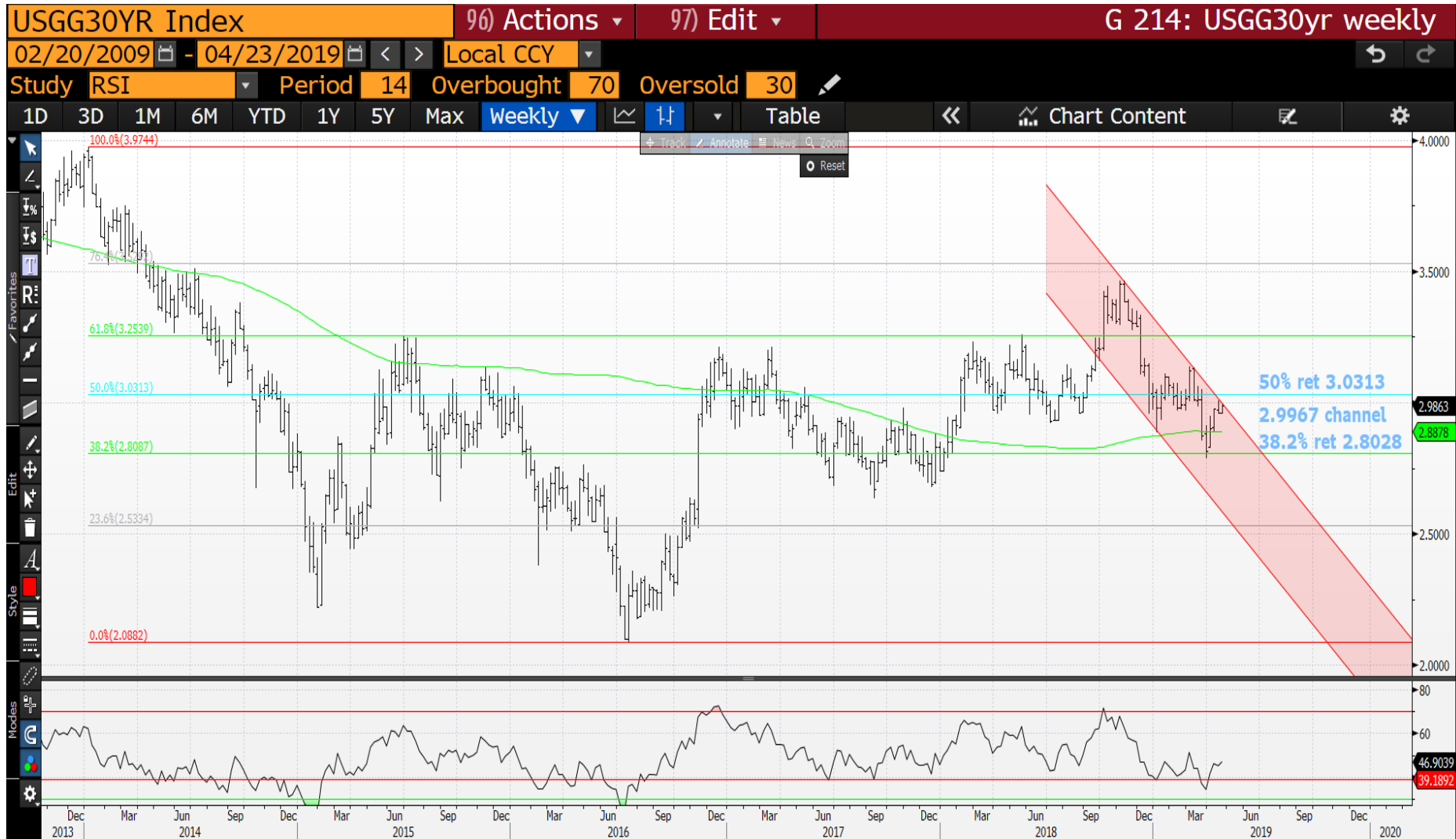
**This has been a quiet month given the recent volume liquidation.**

**The LONGTERM charts remain unaffected BUT the recent daily volumes indicate significant profit taking especially in Germany.**

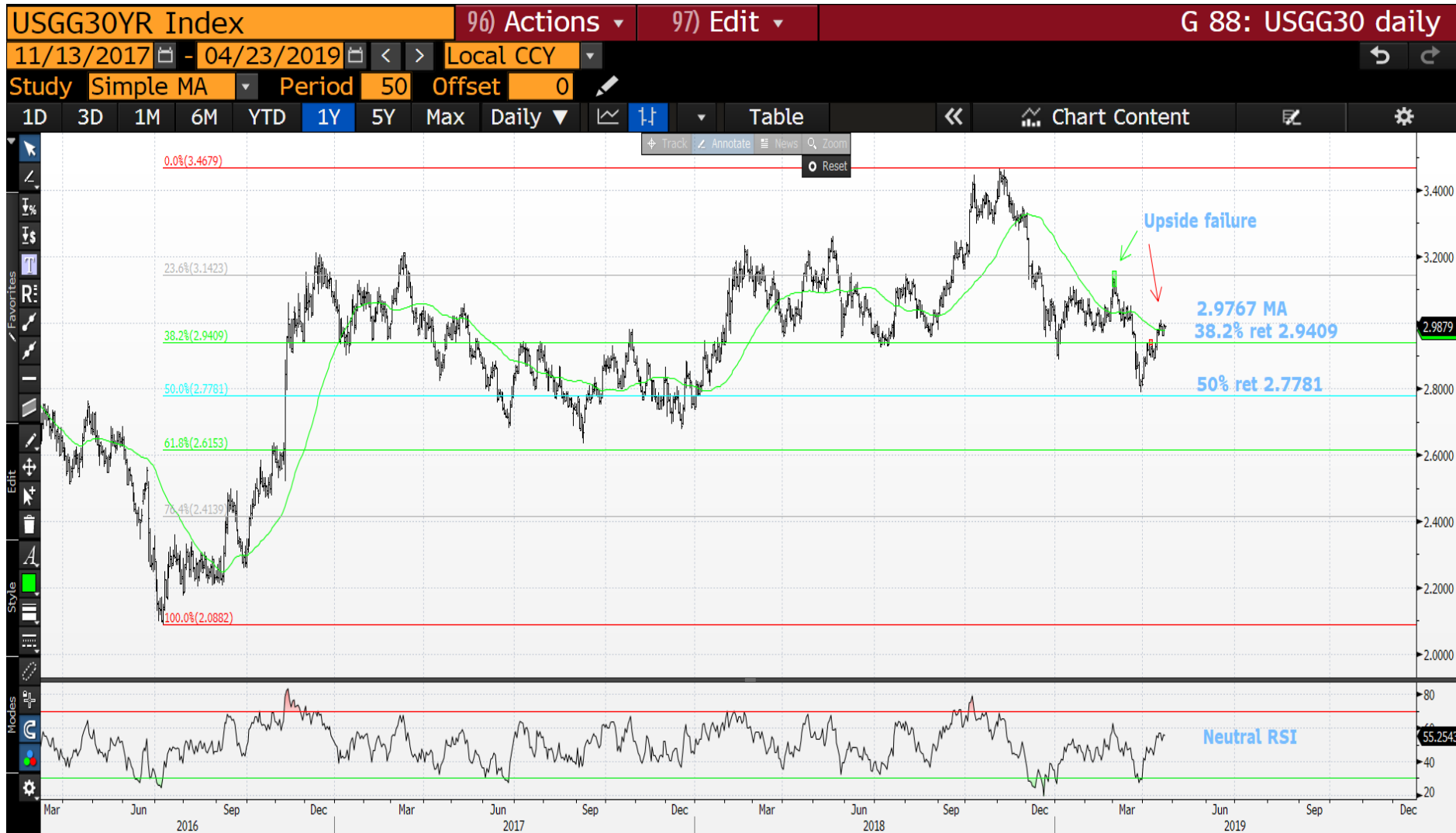
USGG30yr monthly : Although the RSI is neutral the HISTORICAL representation remains for LOWER yields.



USGG30yr weekly : The RSI is off the lows but we need to fail the CHANNEL 2.9967. The weekly close needs to be lower.

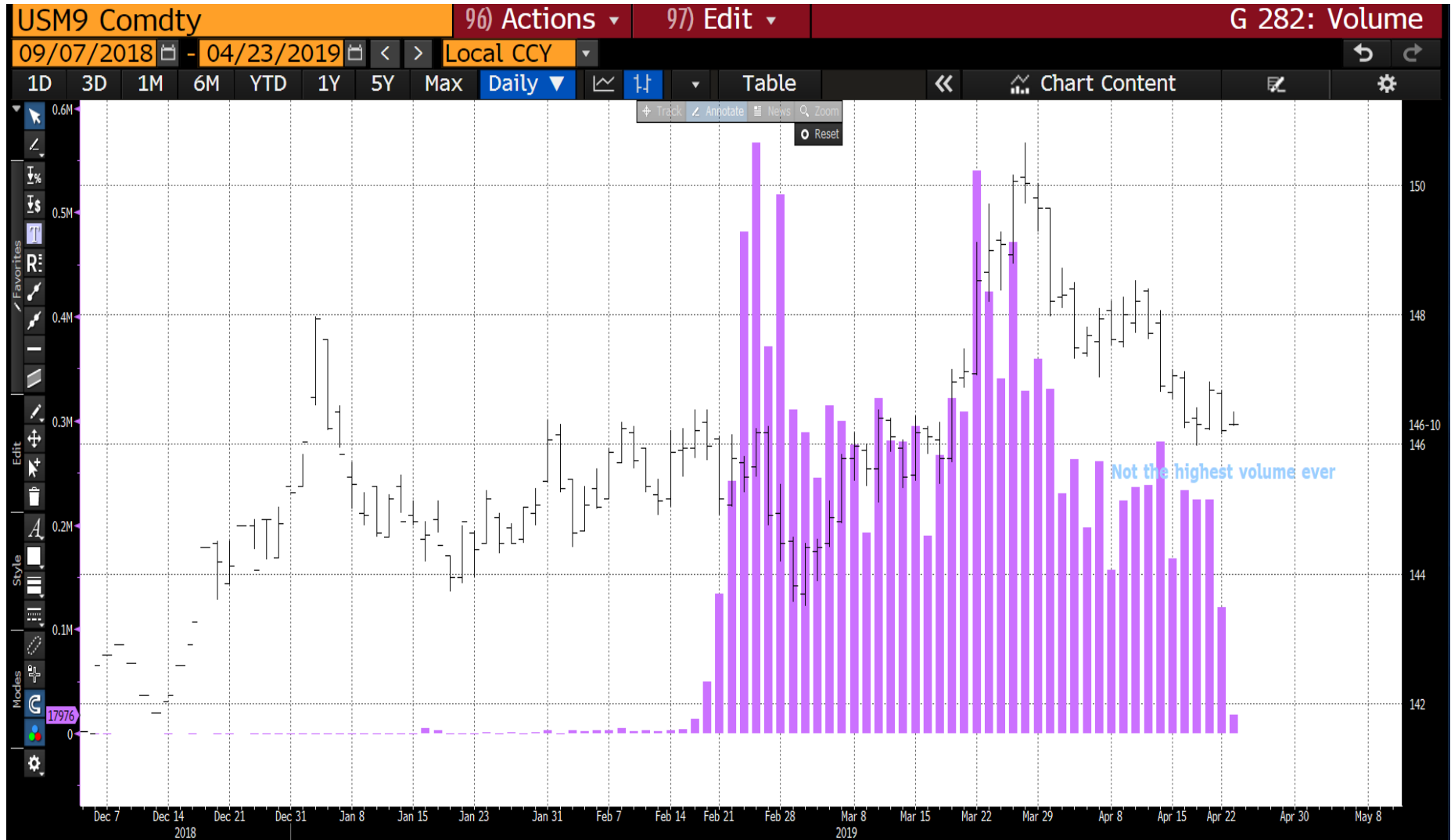


USGG30yr yield daily : Decision time, we continue to TEASE the 2.9767 moving average BUT need to head lower.



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US 30yr futures : The futures volume certainly picked up on the 12<sup>th</sup> of April but of late has been poor, highlighting indecision.



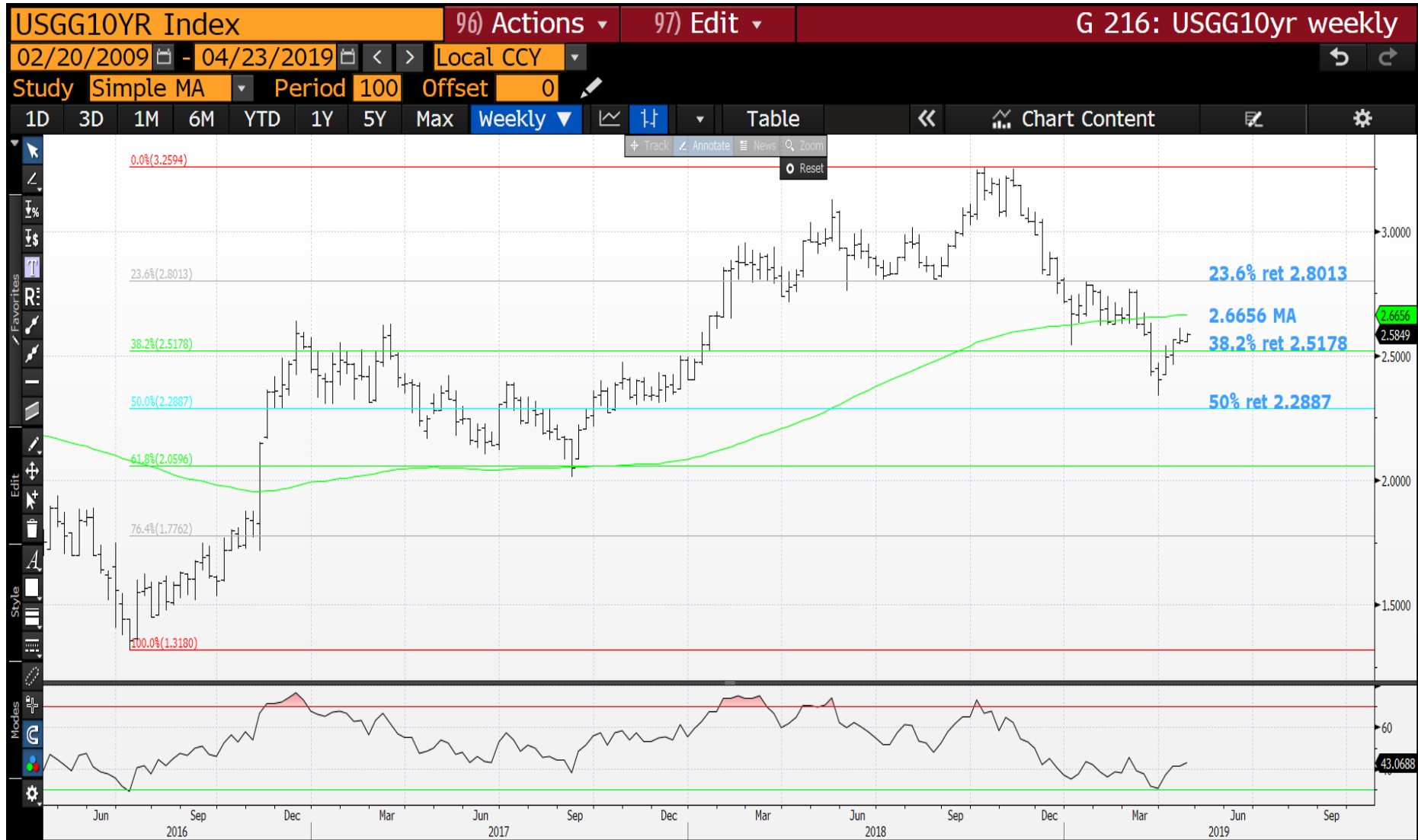
US 10yr yield quarterly : Whilst sub the 2.7352 moving average “history repeats itself”.



US 10yr yield monthly : We are in “no mans land” at the moment post the PERFECT moving average HIT.



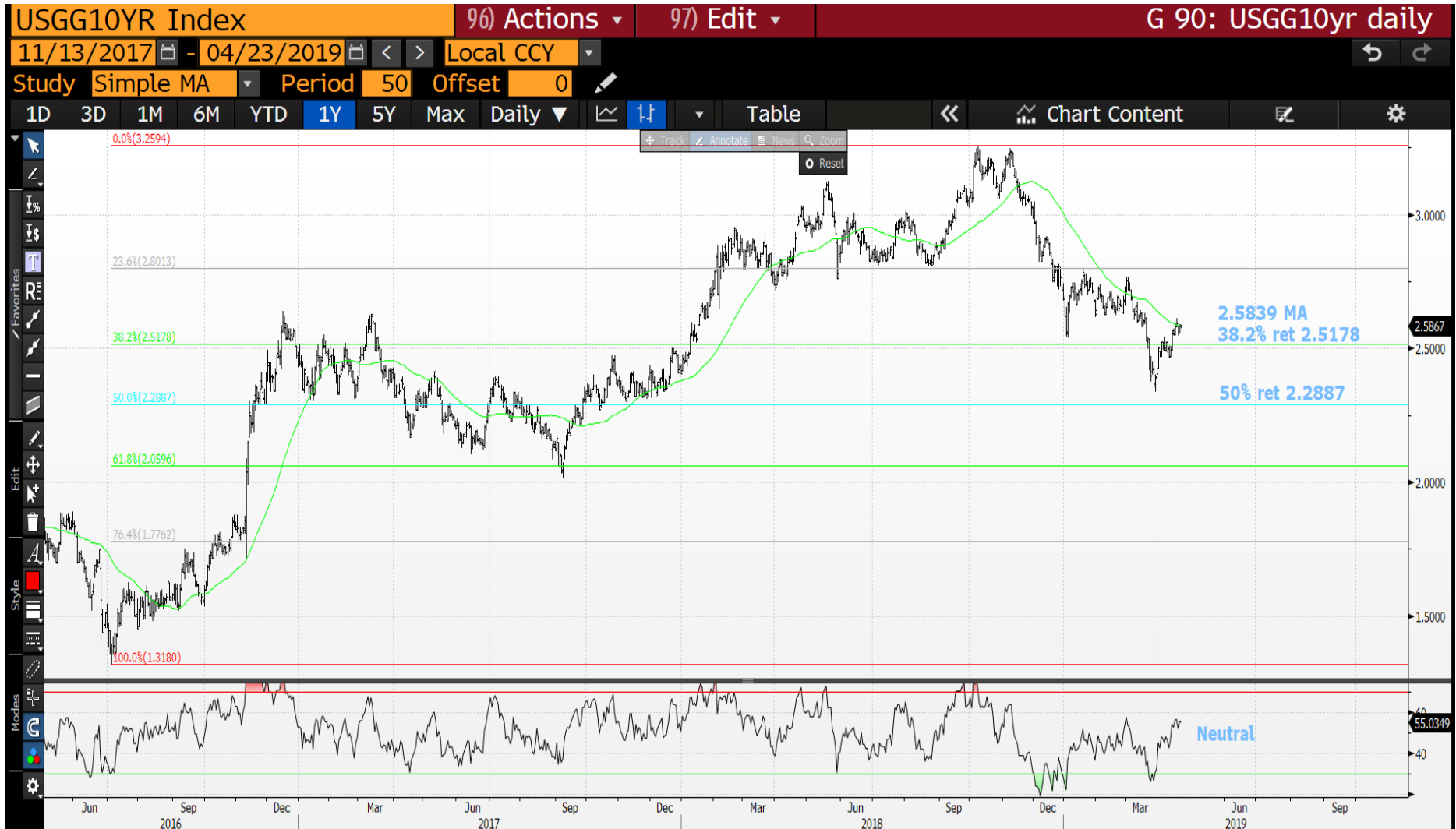
USGG10yr weekly : The RSI is off the lows BUT we continue to remain sub the 2.6656 moving average, thus predicting lower yields.



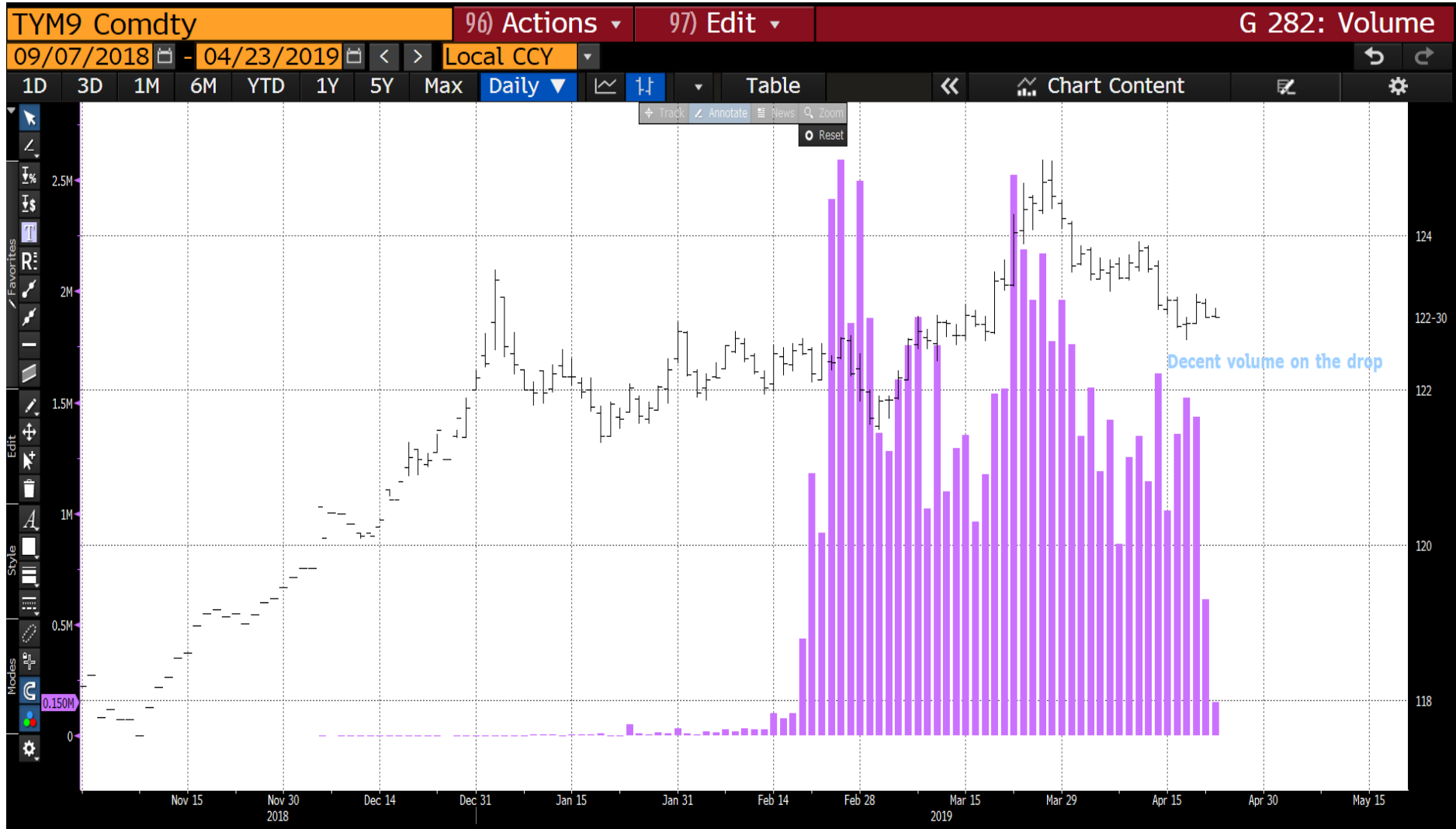
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USGG10yr daily : The RSI is neutral BUT we are FAILING the 2.5839 moving average, KEY we head sub the 38.2% ret 2.5178 by the week end.



# US 10yr futures : Again DECENT VOLUME and liquidation, lets see if futures hold OR go lower again!



USGG5yr quarterly : We are well on the way to testing the 1.9986 50 period moving average but the “clincher” is the RSI, it is at 1981 proportions! Historically it is telling me peoples perceptions on rate expectations have gotten ahead of reality.



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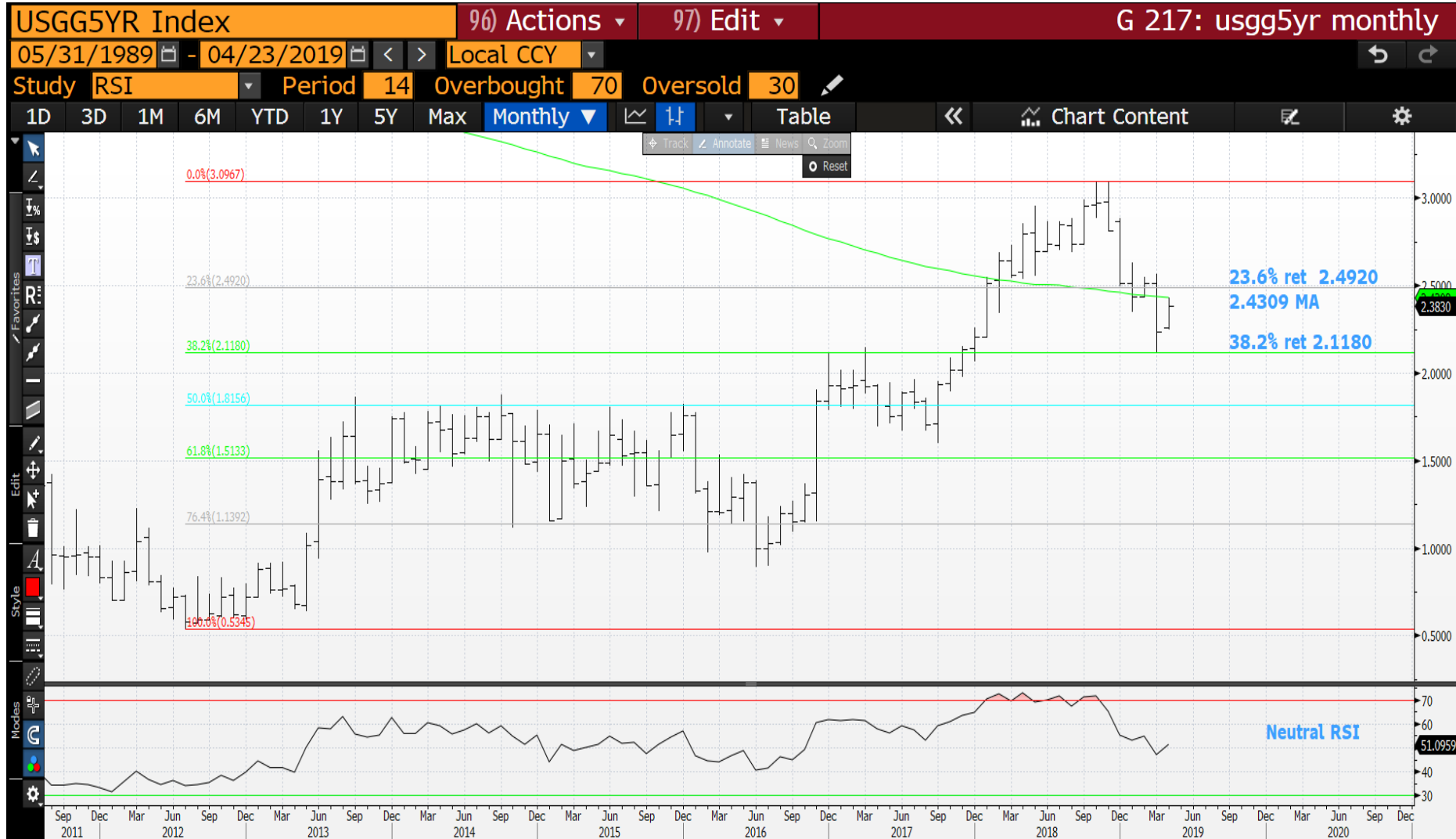
USG5yr monthly : The RSI is neutral, hopefully we can fail the 2.4309 moving average.



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USGG5yr monthly : A “blow up” of the previous chart to highlight the IMPORTANCE of failing this 2.4309 moving average.



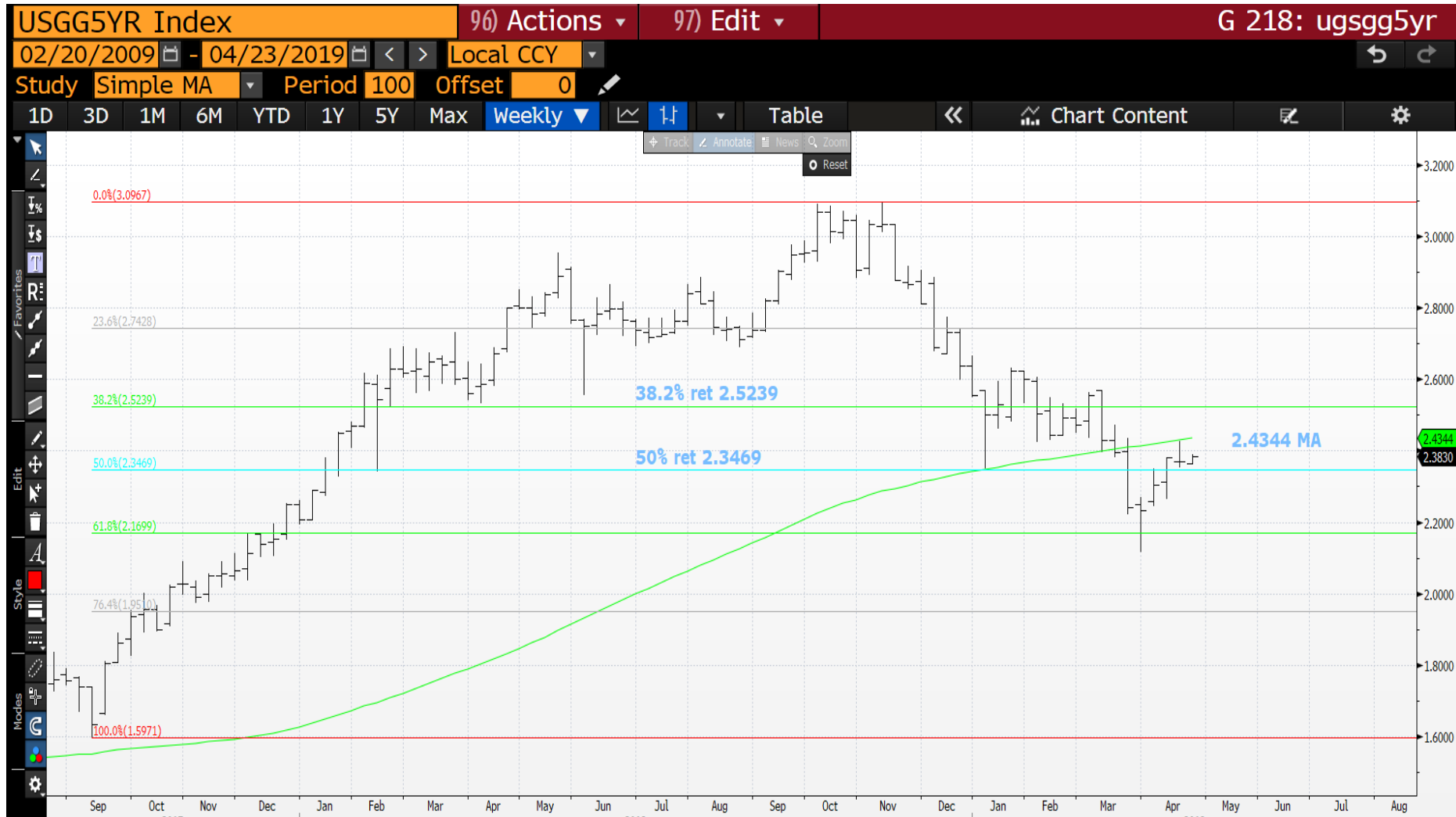
USGG5yr weekly : Again a FURTHER endorsement of the reliable moving average, this time we need to remain sub 2.4344.



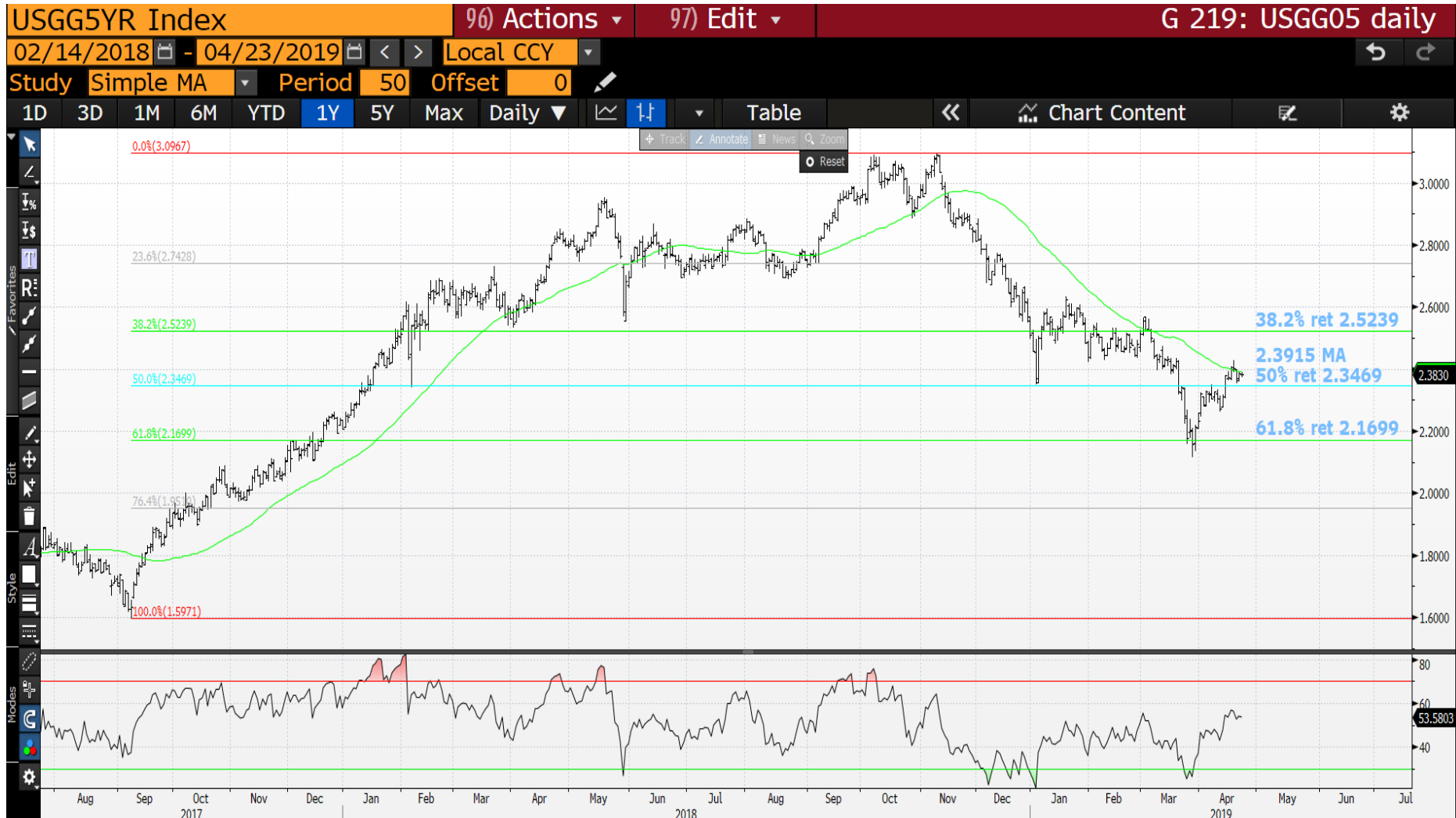
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USGG5yr weekly : Another “blow up” highlighting the weekly moving average resistance coming in at 2.4344. A close sub the 50% ret 2.3469 on the week will be helpful.



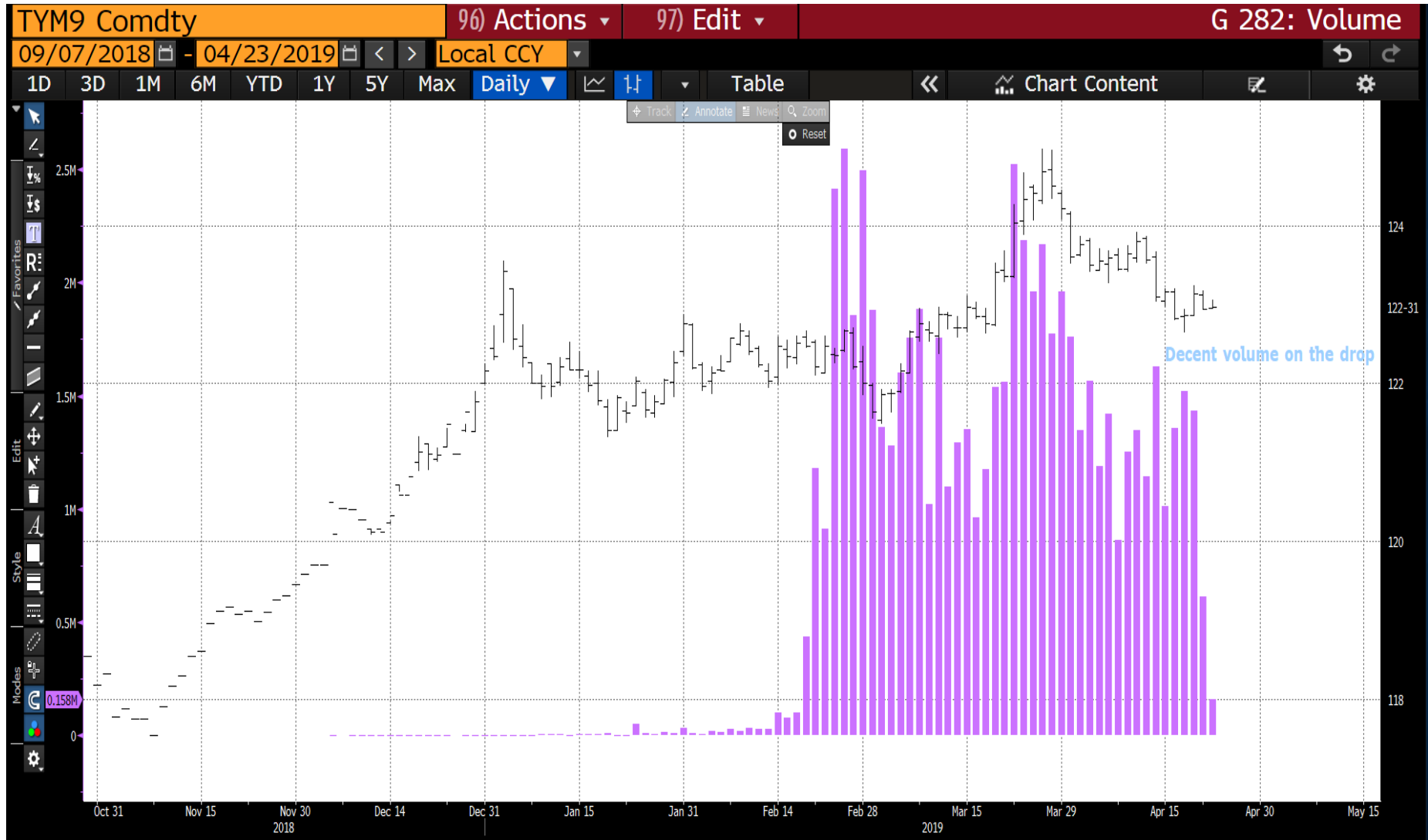
USGG5yr daily : We are stalling nicely against the 2.3915 moving average, a close sub the 50% ret 2.3469 will be ideal.



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US 5yr futures : No major volume here but ideally need to hold the LOWS of last week.

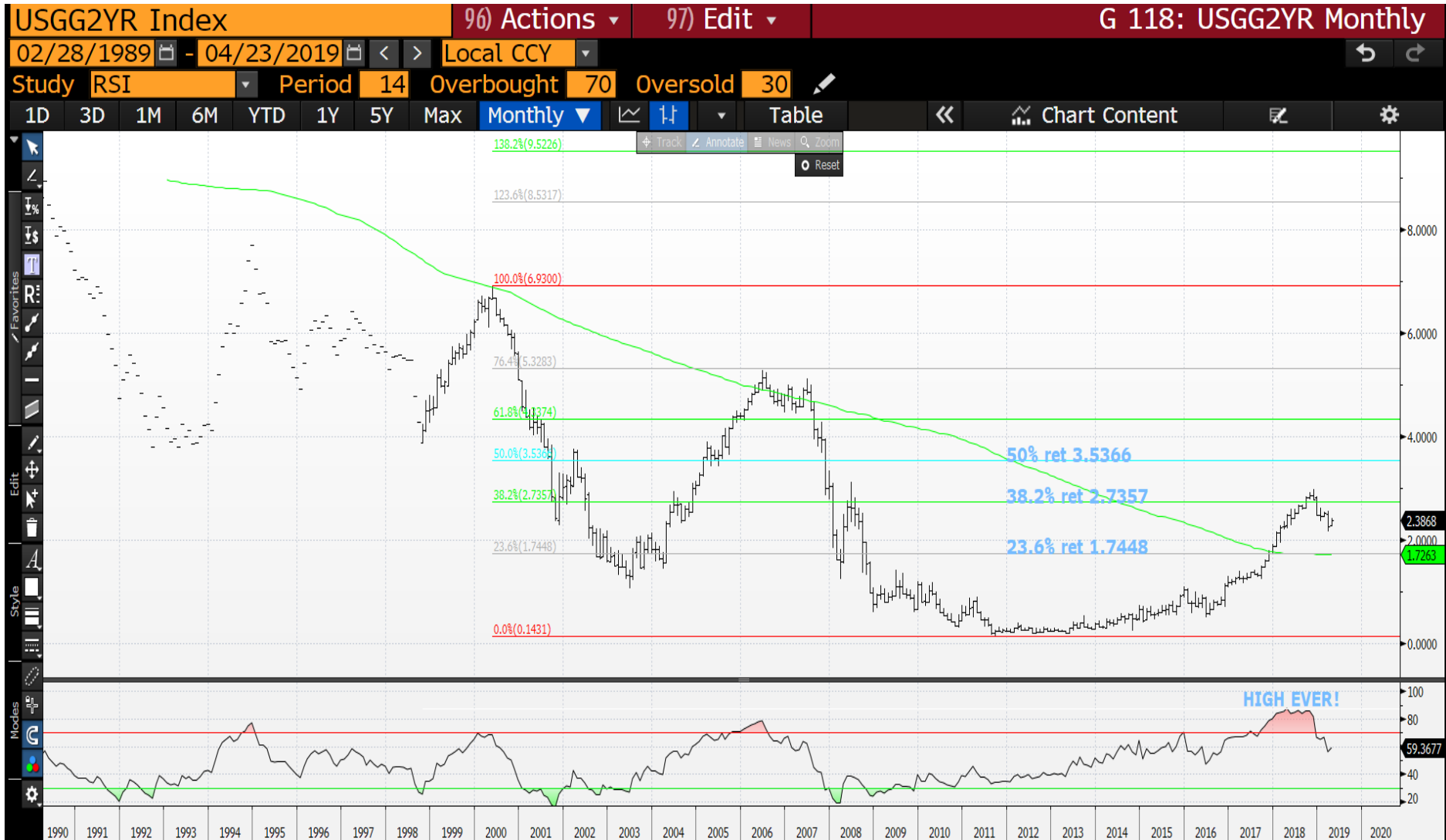


USGG2yr quarterly : This chart is very clean and clear in its representation, we have hit a rare 100 period 2.9032 with an RSI dislocation matching that of 1980. It is worth noting that since 1980 we have had other event miles-stones that failed to really influence the RSI, as NOW.

This tells me there is a lot of positions and expectation on this bet for higher rates!



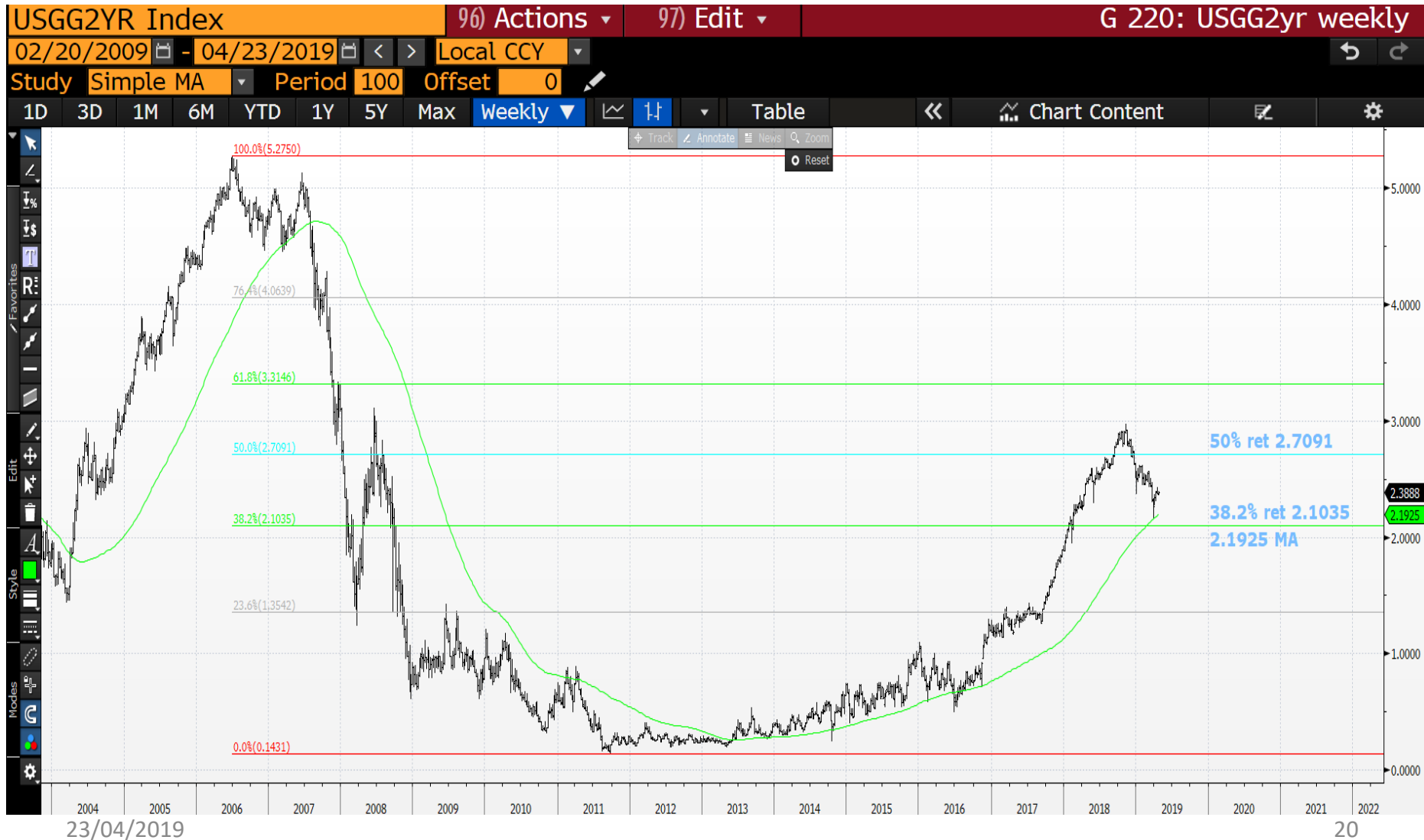
USGG2yr monthly : We need a decision here.



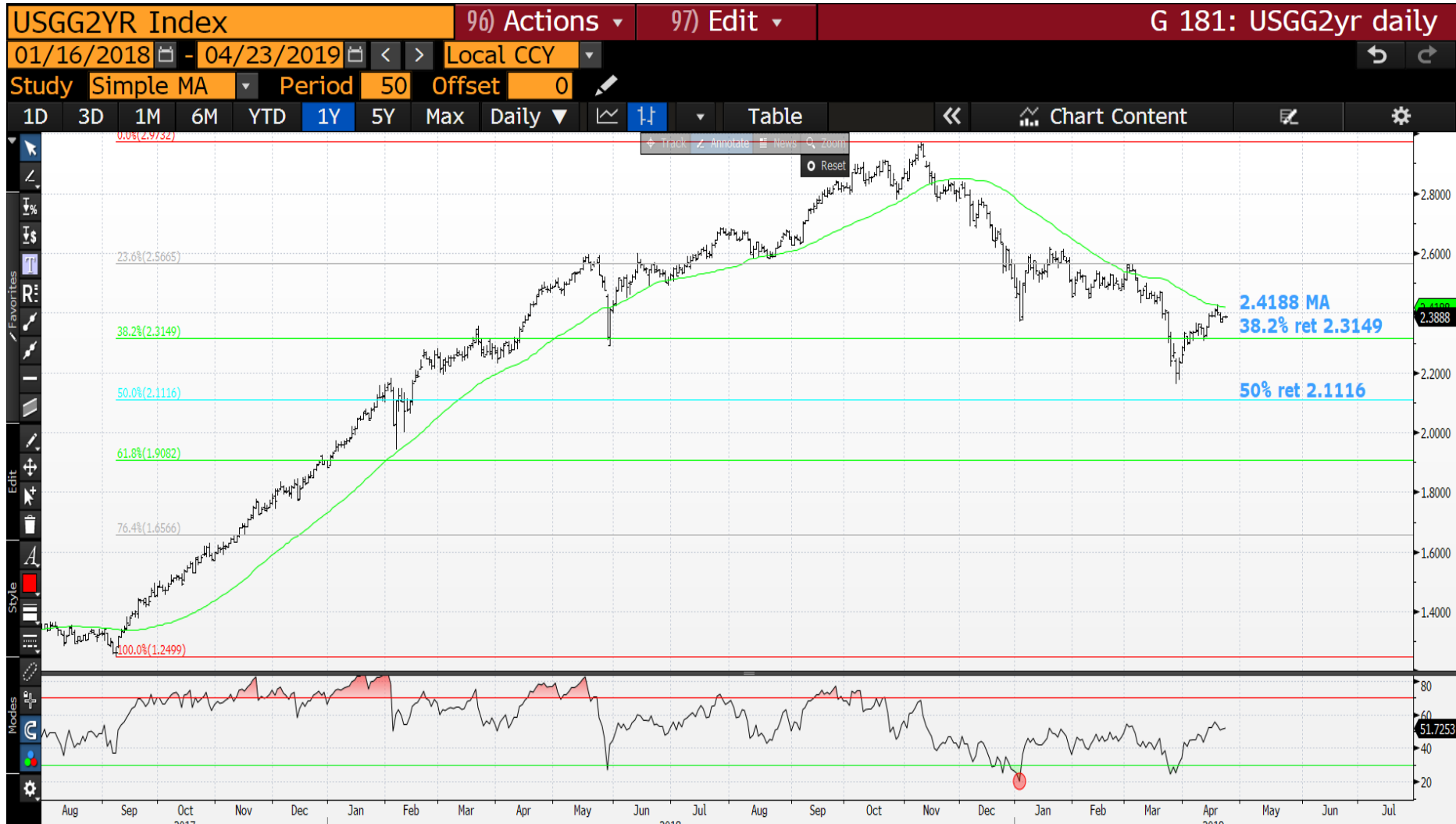
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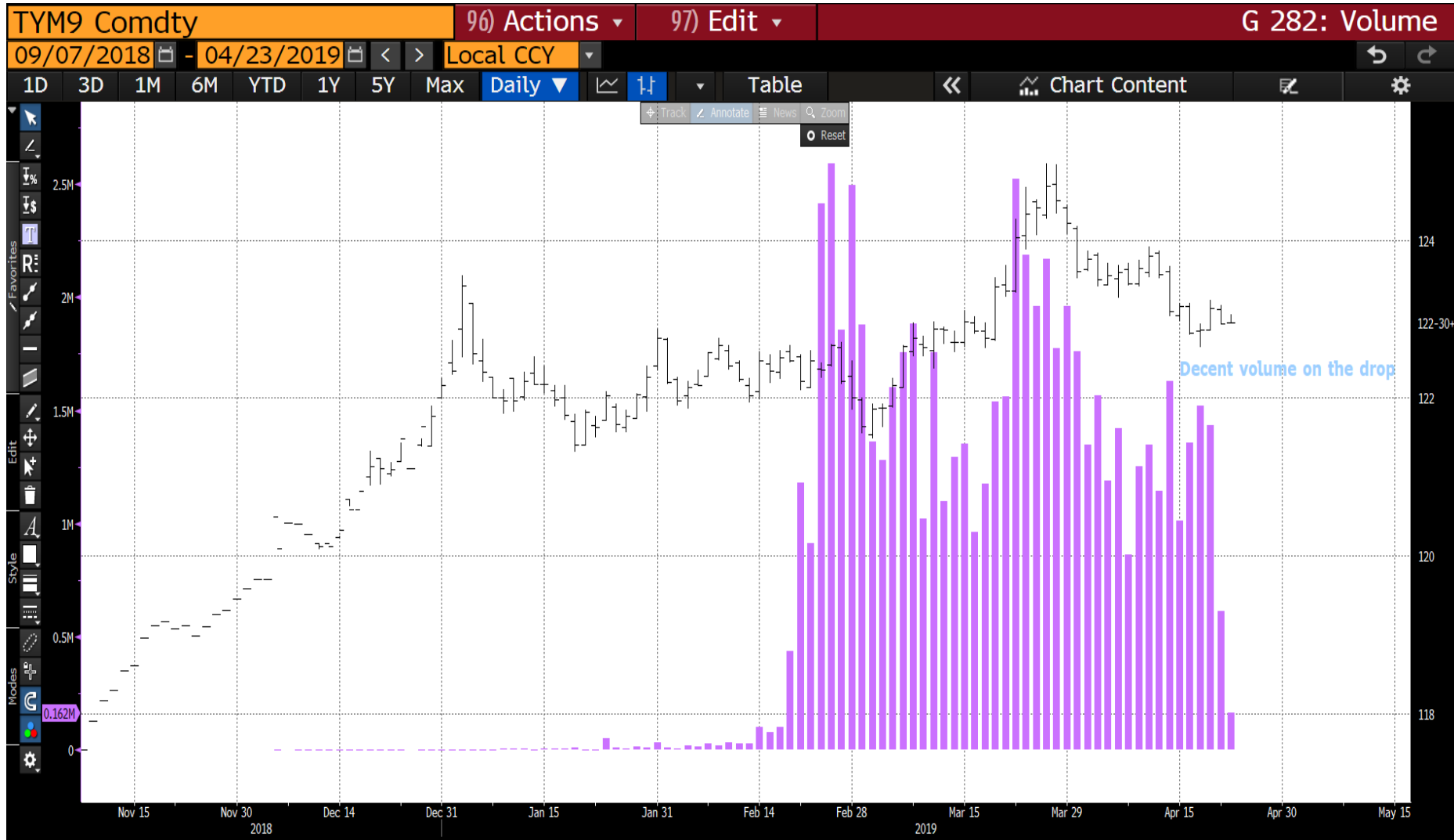
USGG2yr weekly : This seems to be a decent hit of the 100 period moving average 2.1701 and thus a level to subsequently breach.



USGG2yr daily : The RSI is off its lows and ideally we remain sub the 2.4188 moving average.  
A close sub the 38.2% ret 2.3149 will be VERY helpful.



US 2yr futures : A decent VOLUME drop last week but indecision here and now.



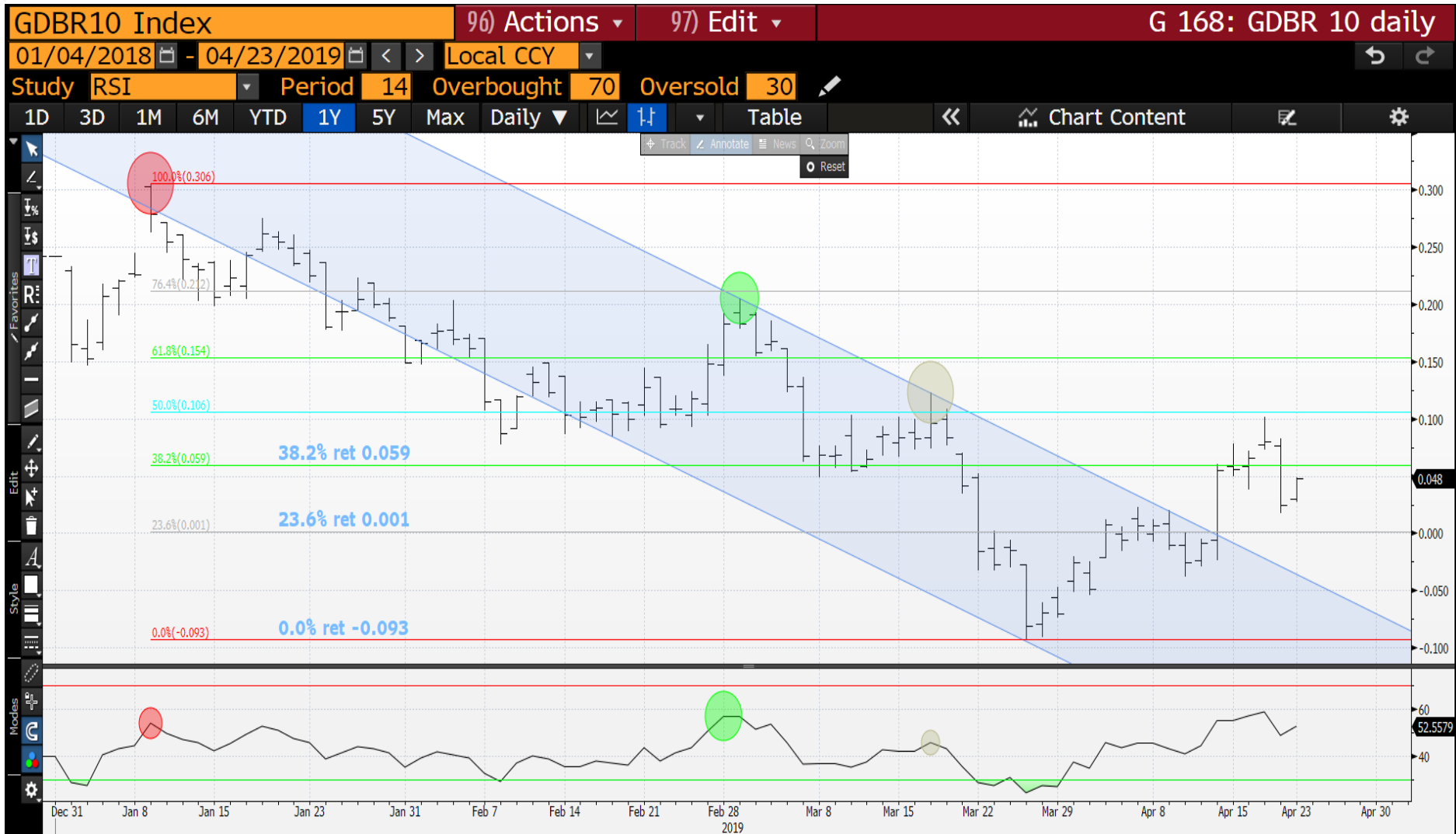
Generic German 10yr quarterly : We have snuck outside the channel but hopefully close the quarter inside it.



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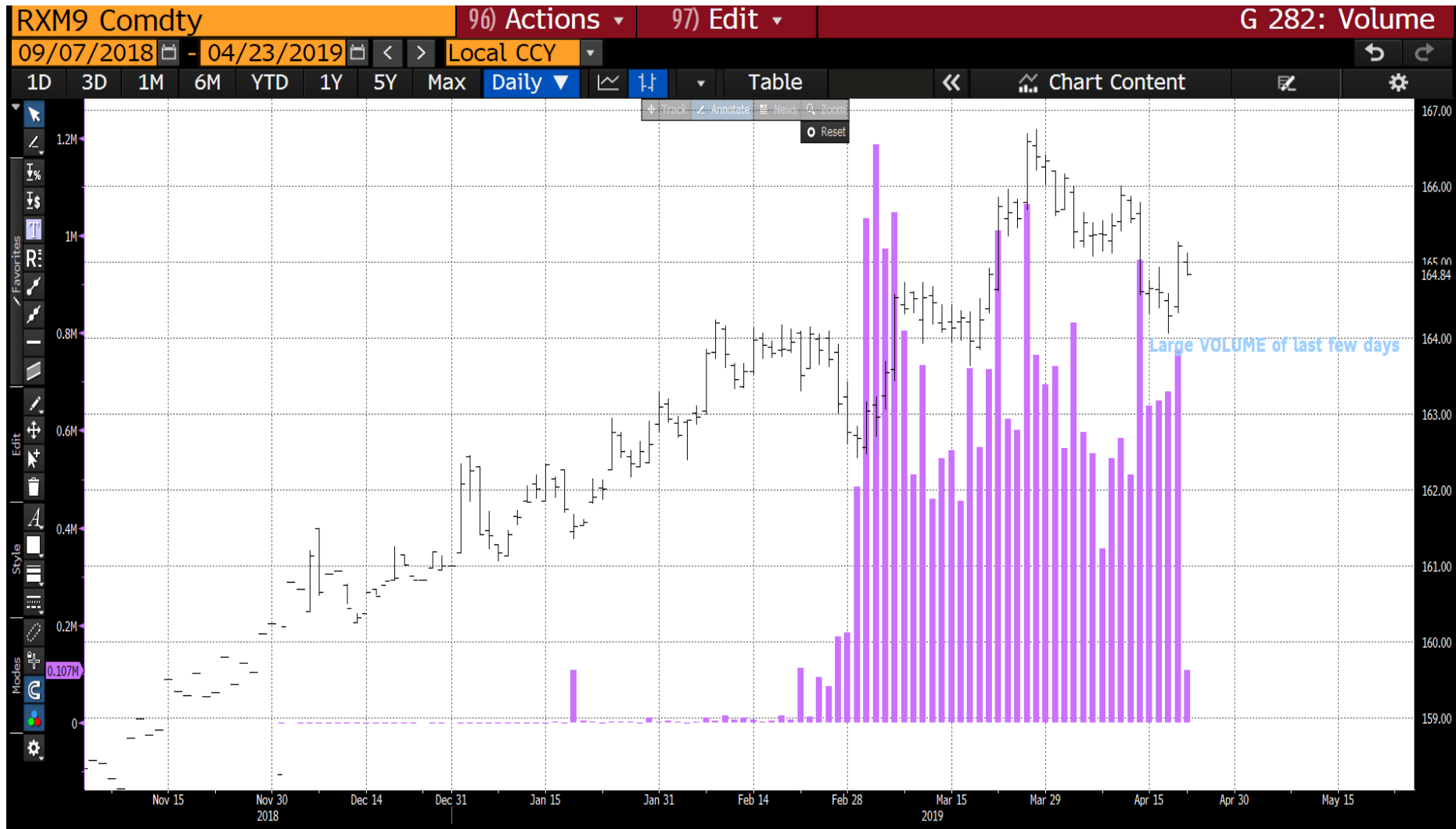
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Generic German 10yr daily : All to do here! We must fail given the RSI matches February and the 38.2% ret 0.059.





Bund futures : This witnessed a MAJOR VOLUME liquidation so more of an onerous outcome, we hold the bounce could be nasty! Probably the one to watch.



DBR 46 daily : We have HELD the 50% ret 144.621 and now need to take advantage of that.



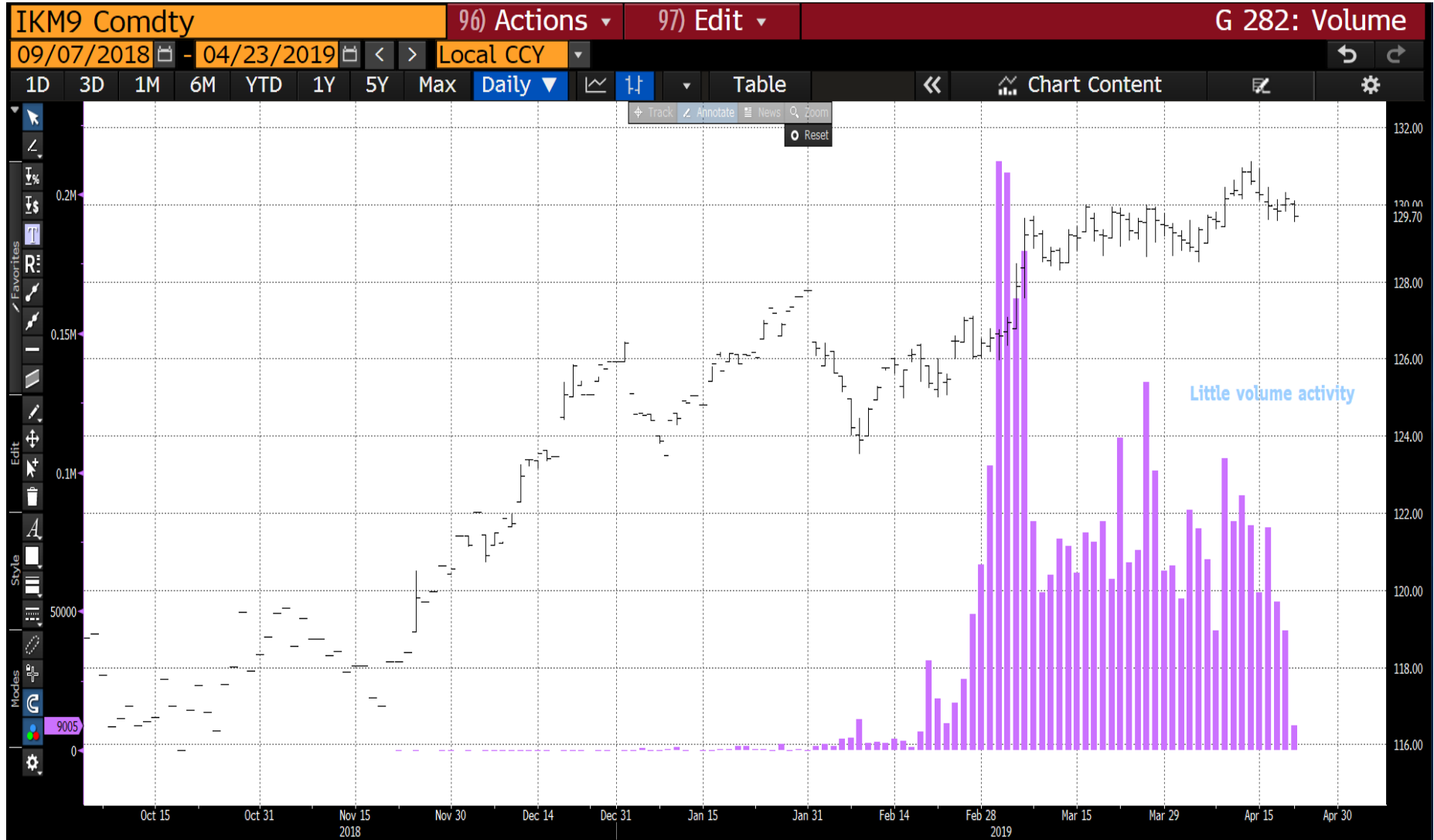
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BTP 12/28 daily : We have lost the RSI dislocation so neutral here to be honest.



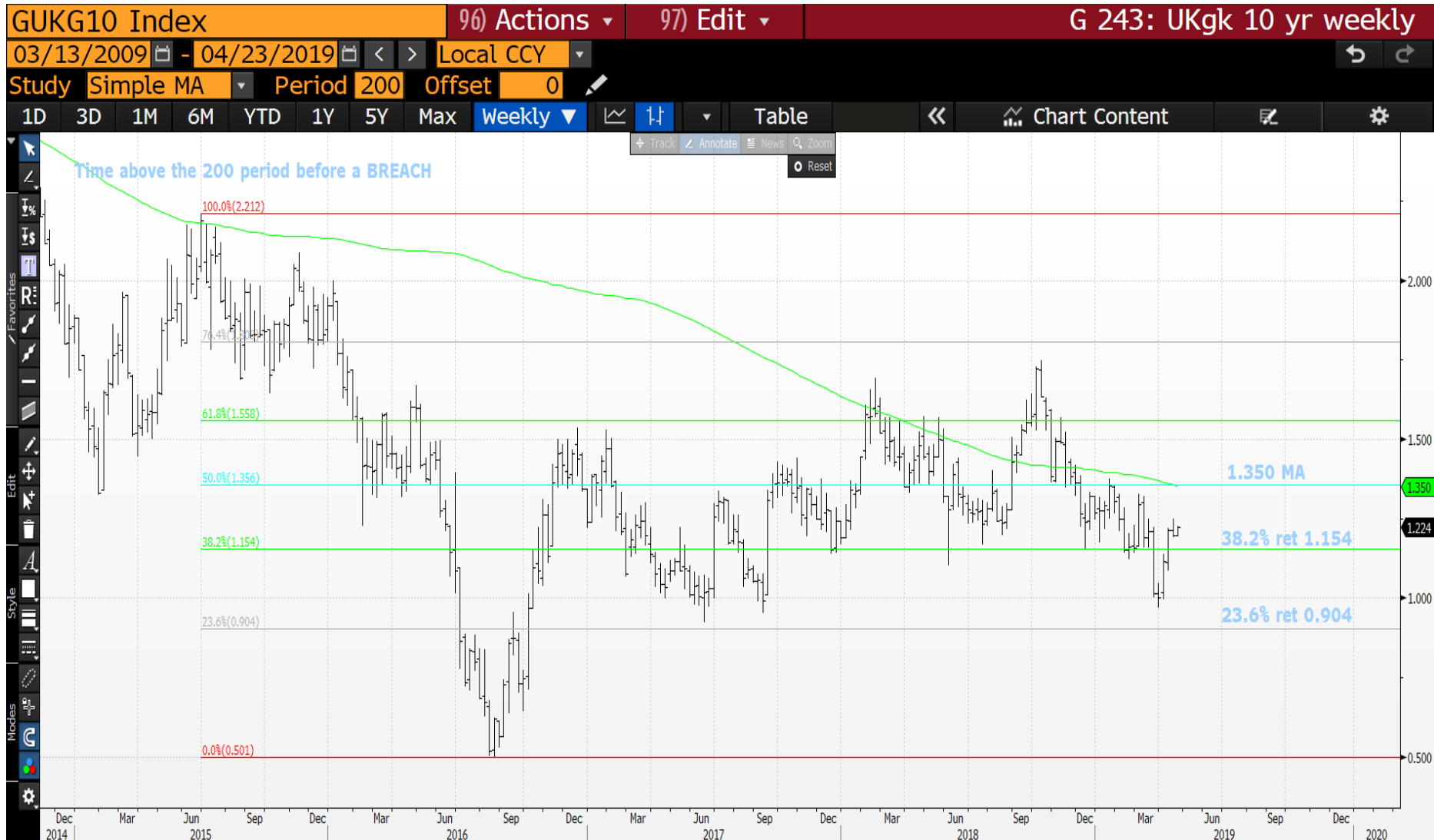
Italian futures : It looks like the March longs have not exited!



GUKG10 monthly : We continue to remain sub the 1.375 historical moving average.

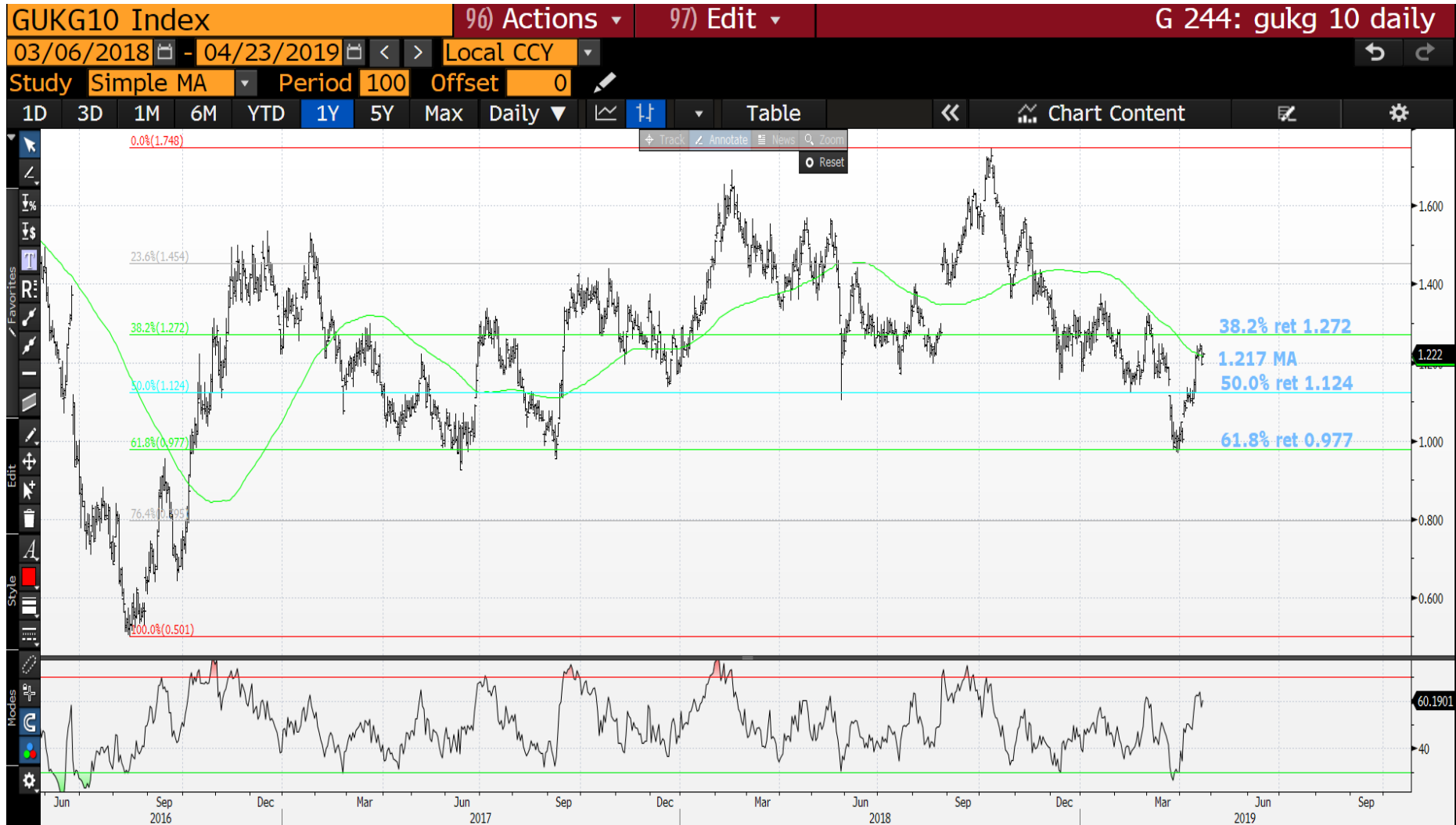


GUKG10 weekly : We have considerable resistance here given we have already failed last weeks high and the 1.350 moving average.

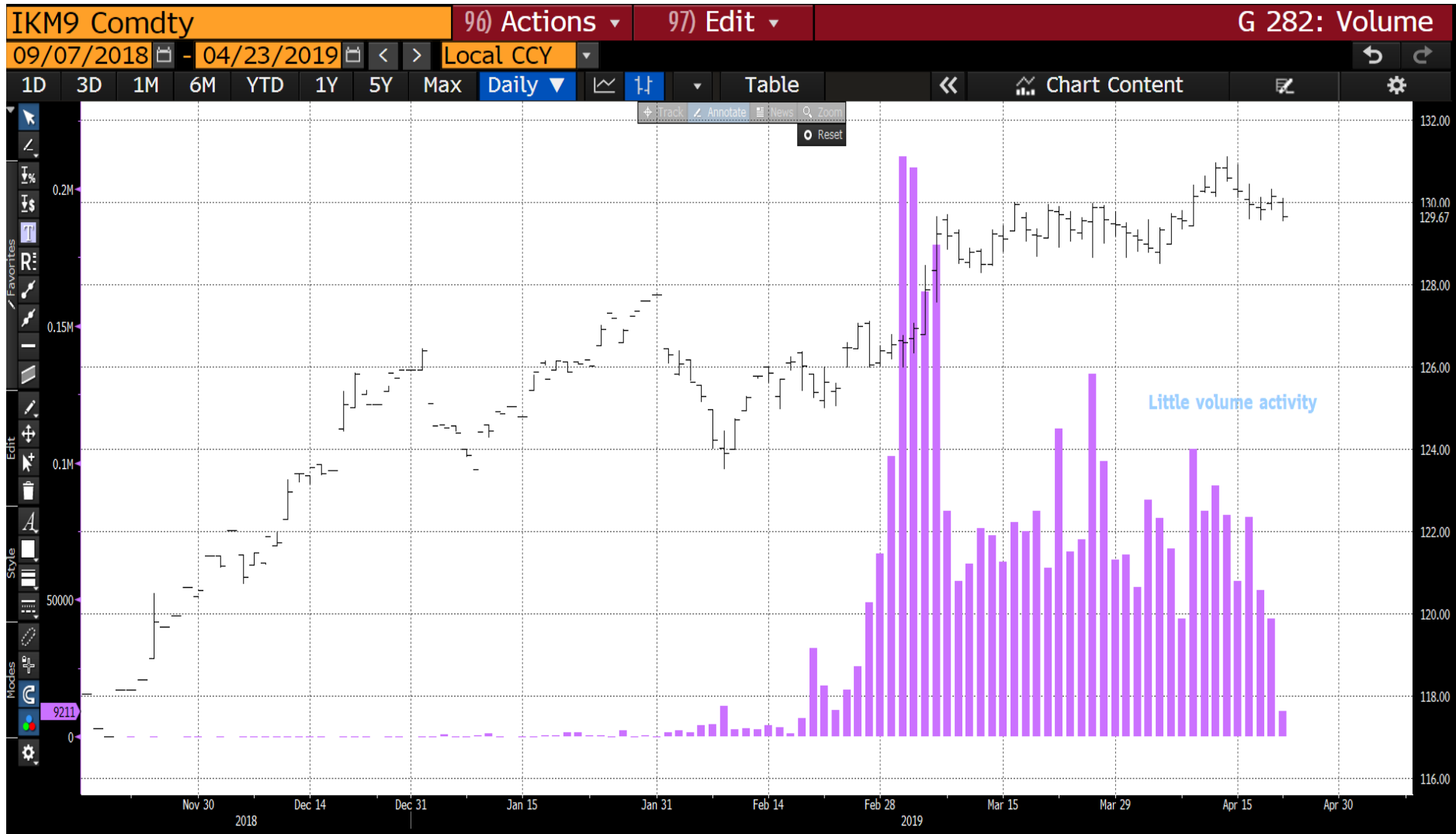


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GUKG10yr daily : The RSI is reasonably high and we are teasing the 1.217 moving average.  
We NEED to head lower into the weekend.



Gilt futures : Volume has been STEADY but similar to GERMANY a KEY day to hold and bounce, if not then its MAJOR liquidation time.





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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