

BOND YIELD (SHORT-TERM) UPDATE : A POSITIVE START FROM US BOND FUTURES PUSHING NEW HIGHS, ULTIMATLEY KEEPING YIELDS ON THE LONGTERM TRAJECTORY LOWER!

US BOND FUTURES HAVE NEW HIGHS TODAY PROMPTING CTA'S TO BUY CONTACTS FOR THE REMAINDER OF THE DAY.

THE LONGTERM CHARTS CONTINUE TO CALL FOR MUCH LOWER YIELDS AND AN ACCELERATION POINT HAS BEEN REACHED.

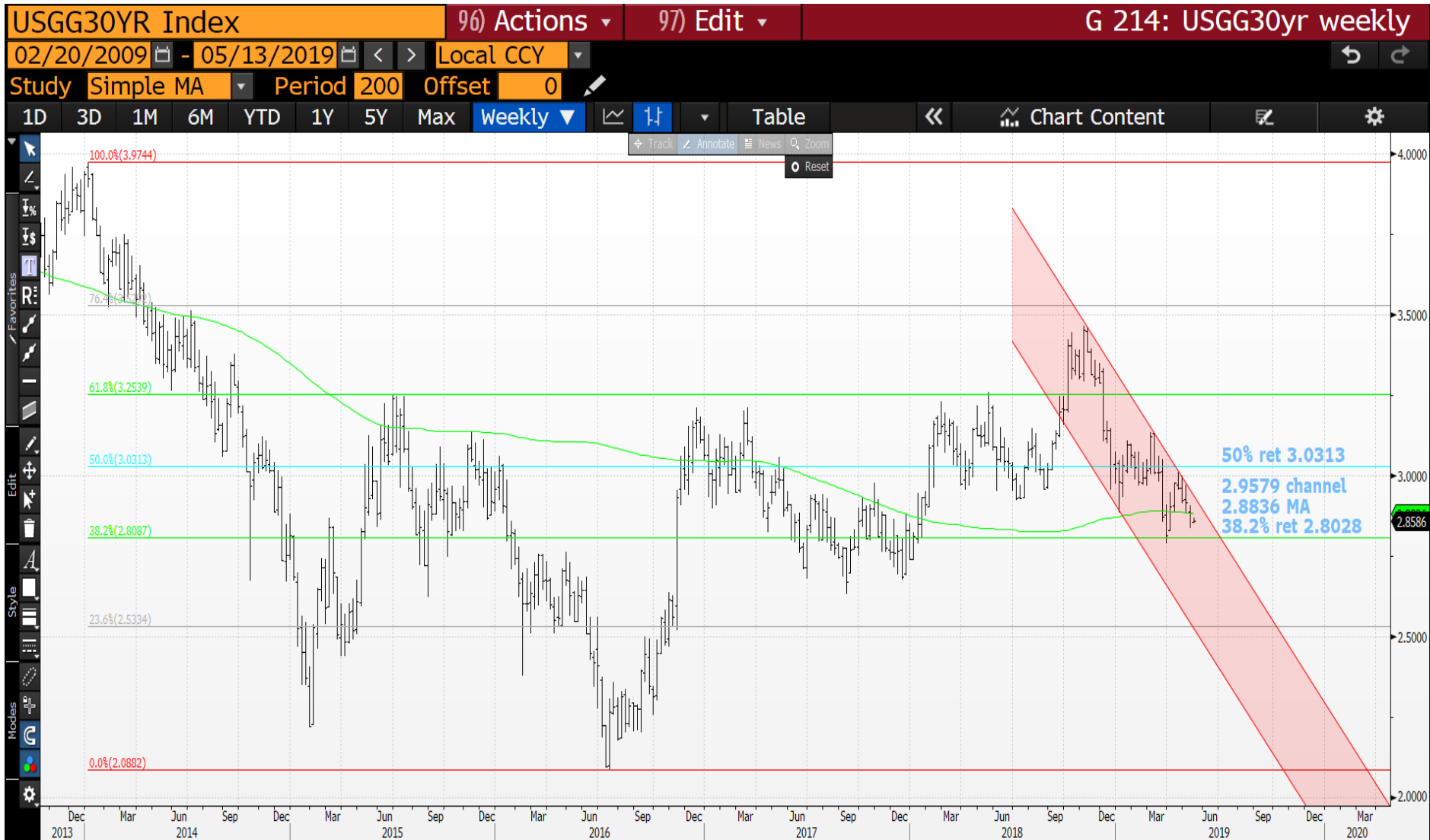
EQUITIES CONTINUE TO BE DRAWN INTO FOCUS THANKS TO MR TRUMP AND THEY ALSO ARE SITTING ON MAJOR ACCELERATION POINTS.

USGG30yr monthly : Although the RSI is neutral the HISTORICAL representation remains for LOWER yields. We persist in failing the moving average 3.0808 heading toward a 2.7894 low breach.



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USGG30yr weekly : The CHANNEL 2.9579 worked perfectly and the next big step is to breach the 38.2% ret 2.8028, then its FREEFALL TIME.



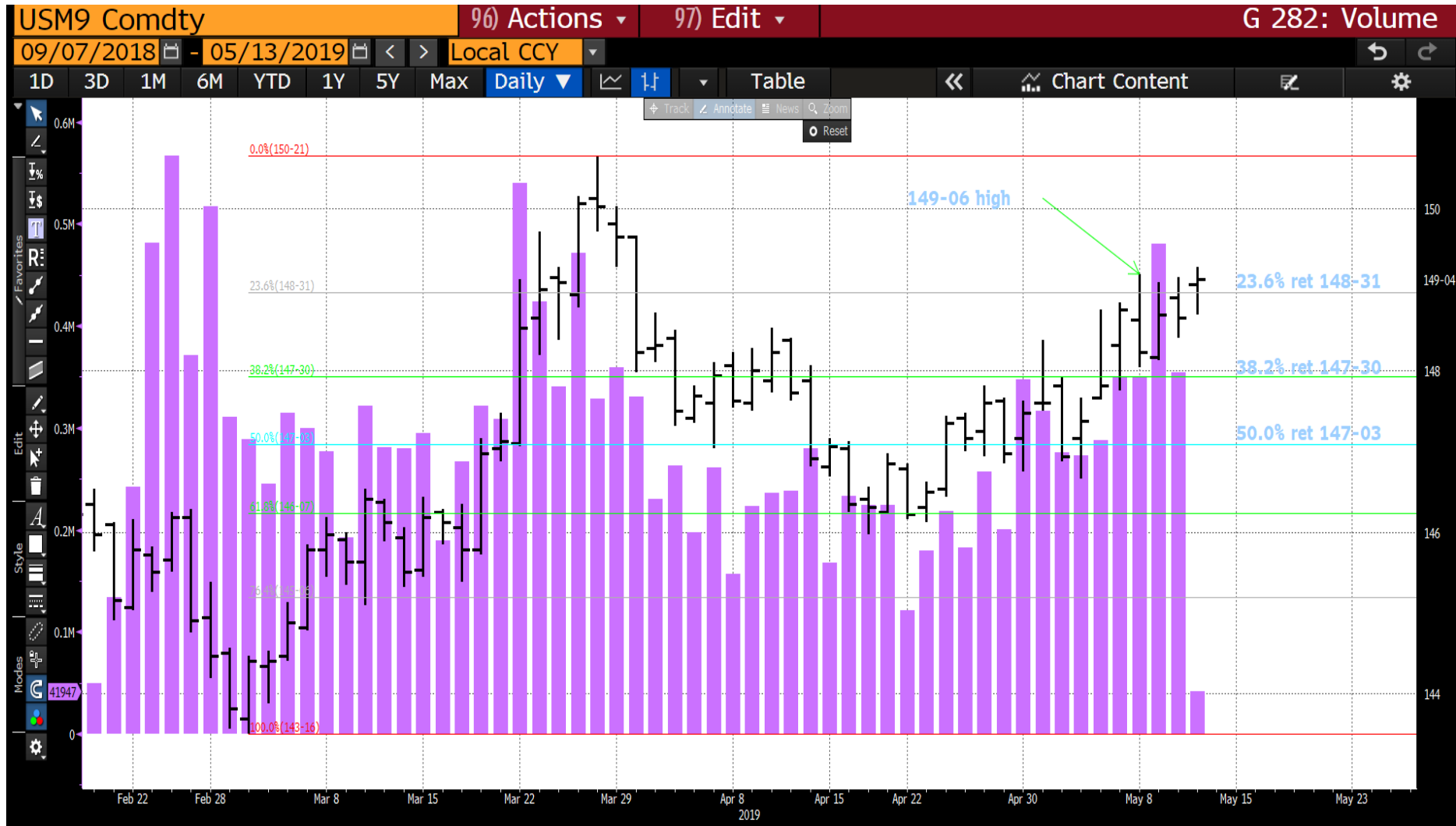
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USGG30yr yield daily : We continue to grind lower and edging toward a breach of the 50% ret 2.7781.



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US 30yr futures and volume : We have posted a new daily high therefore CTA's will be buying for the remainder of the day.

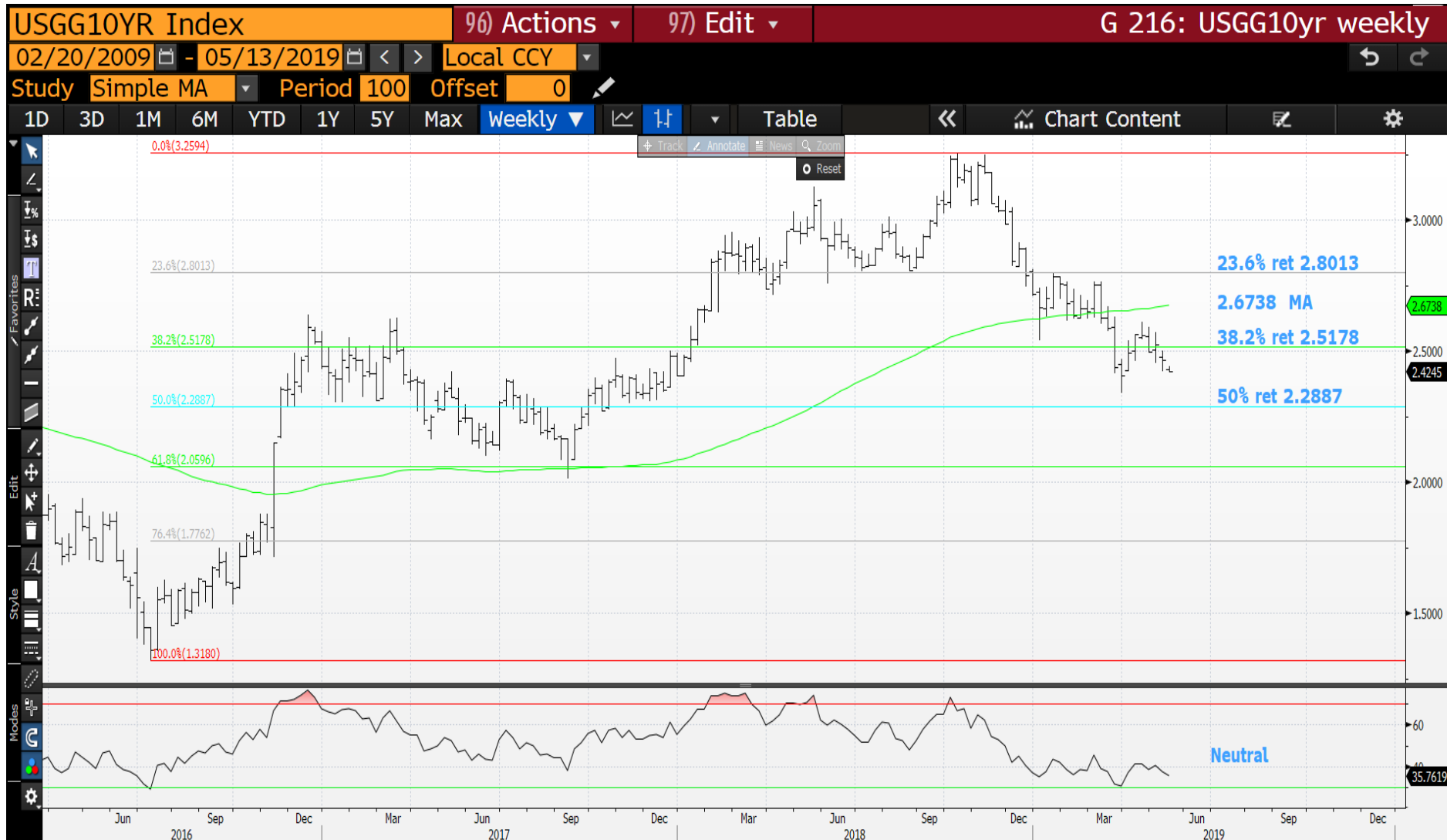


US 10yr yield monthly : Yields continue to grind lower, we just need a new low.



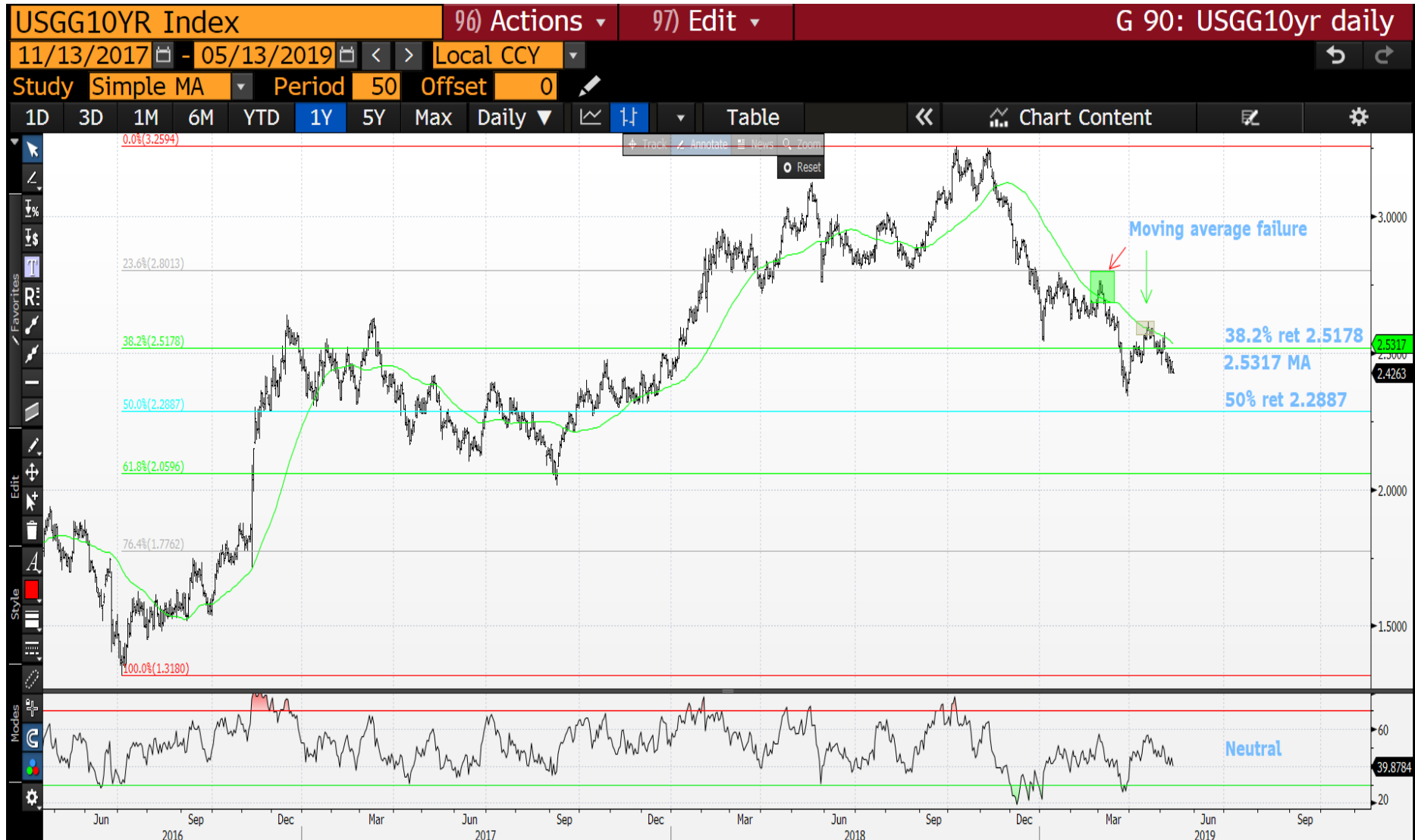
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USGG10yr weekly : We have started the week with a new low and should now target the 50% ret 2.2887.

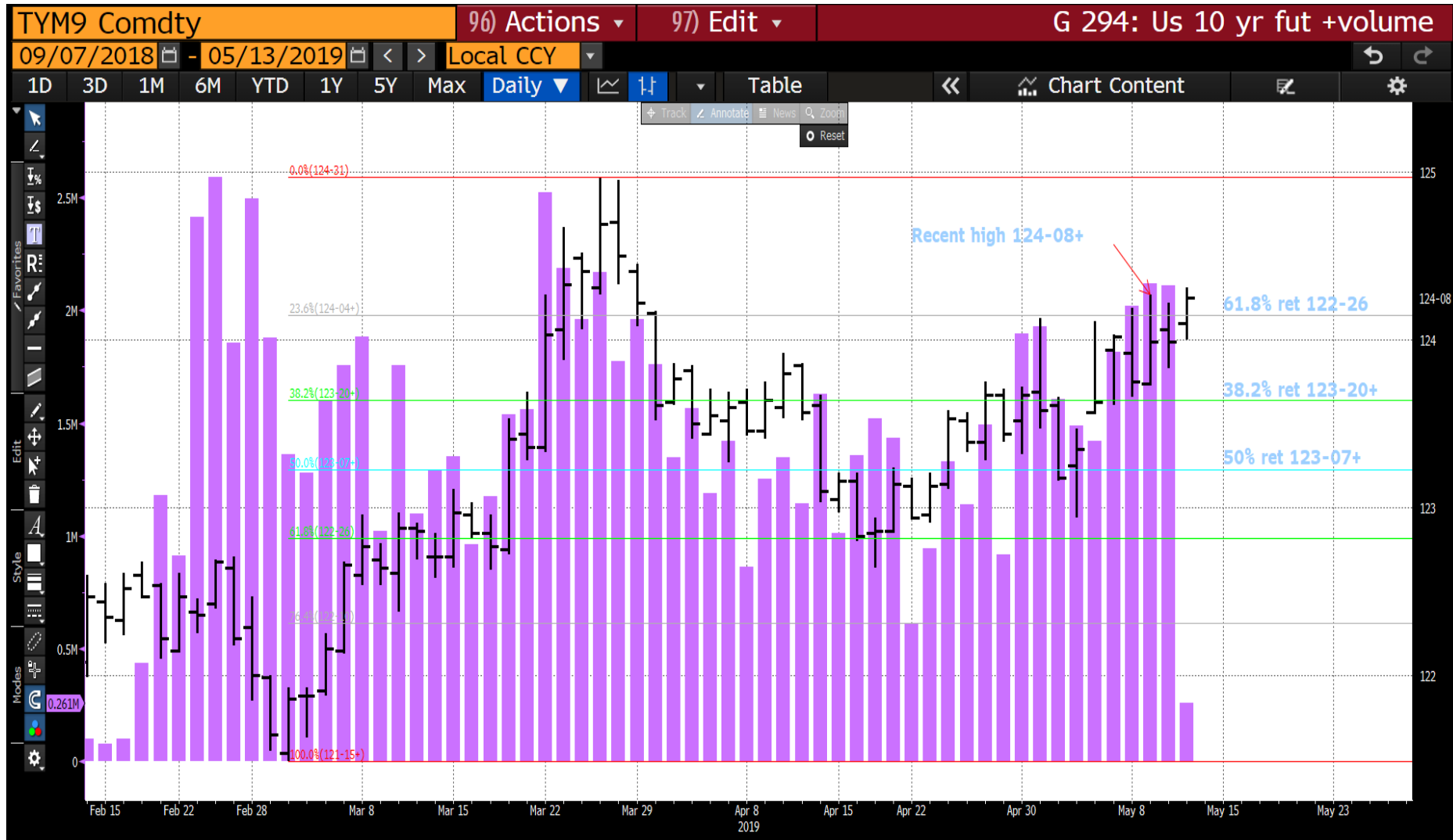


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USGG10yr daily : We have now spent a lot of time sub the 38.2% ret 5.5178 with NO bounce thus should target the 50% ret 2.2887.



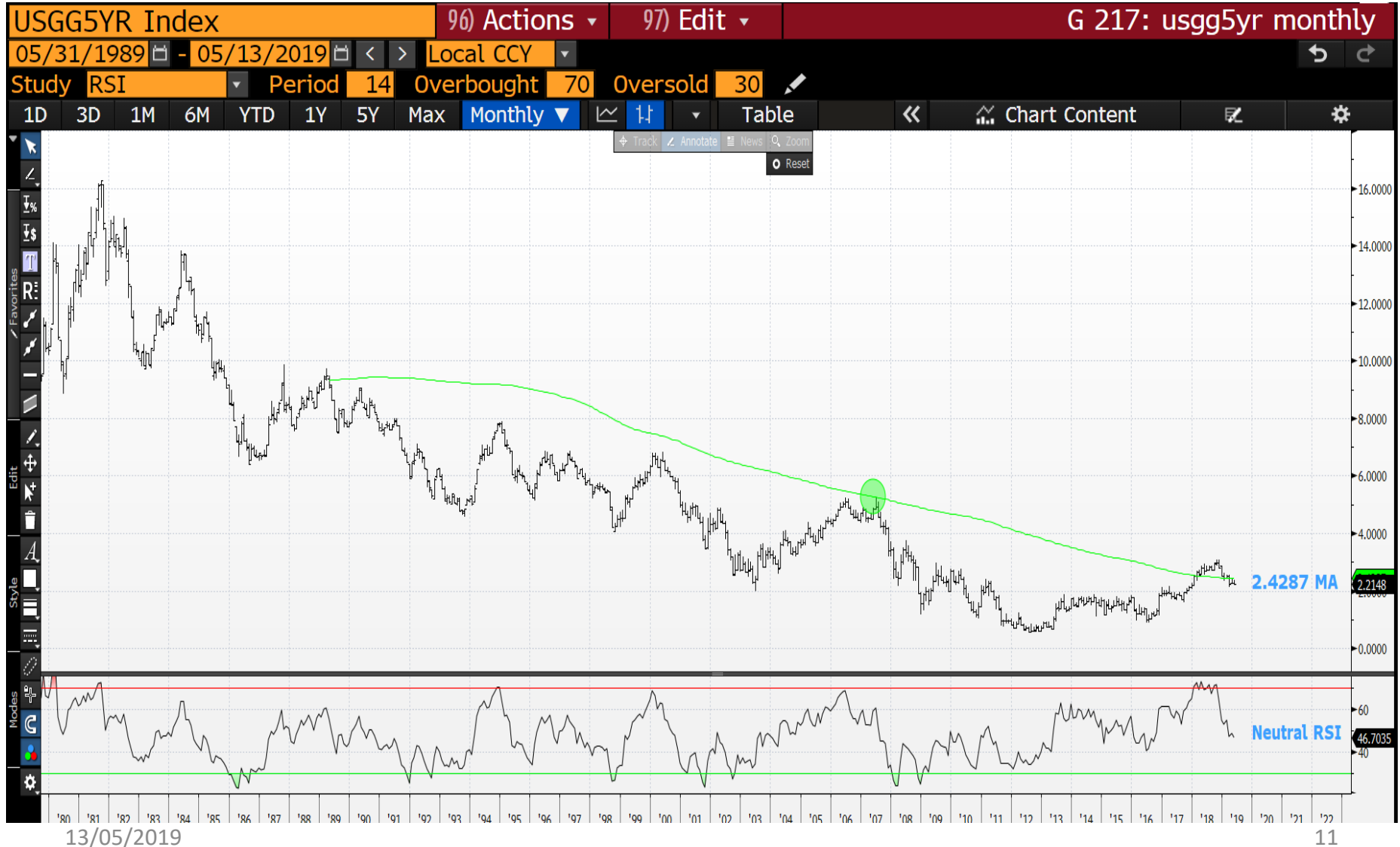
US 10yr futures : A new daily high with CTA's fully in the driving seat, next stop the previous highs 124-31 .



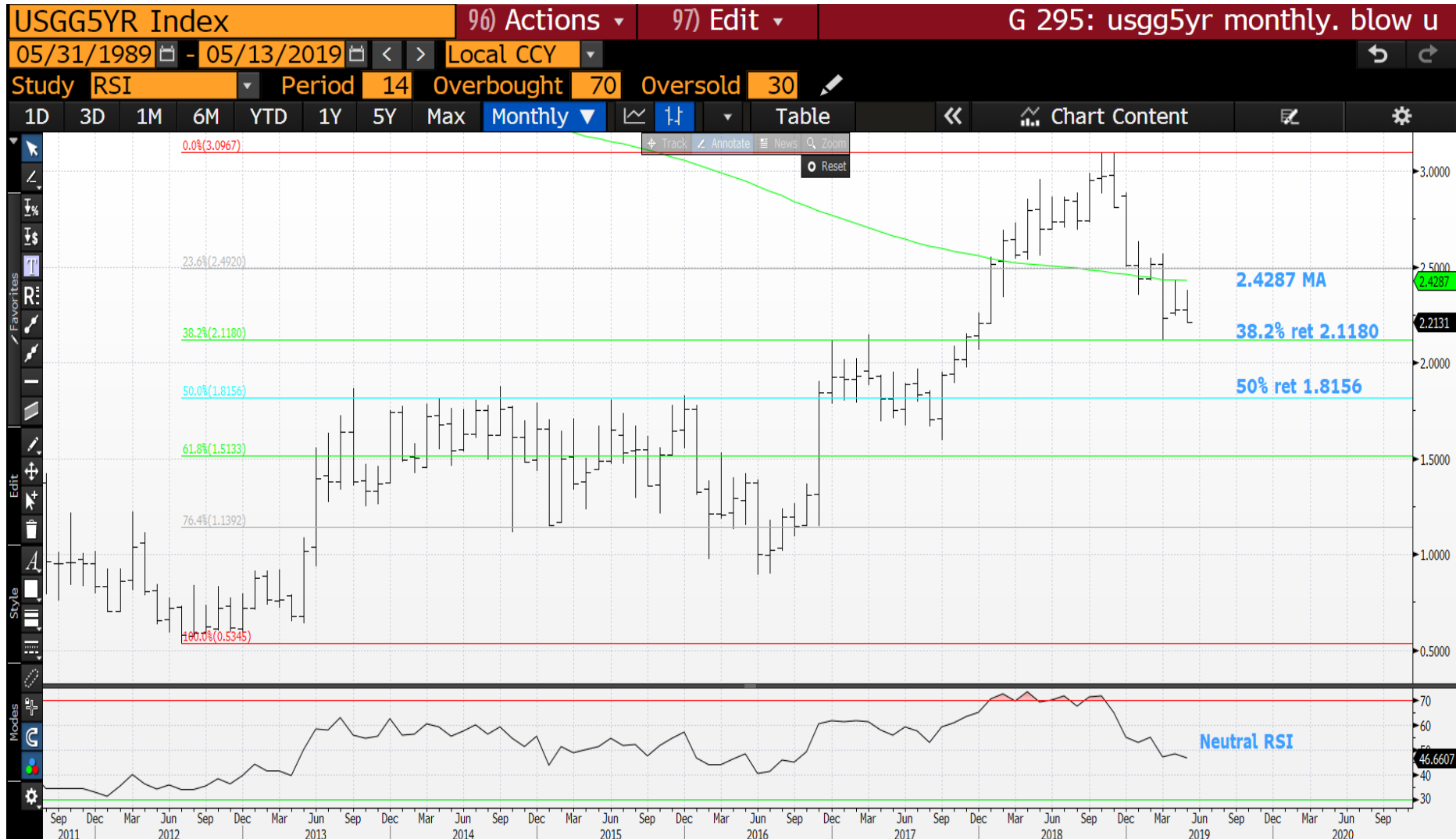
USGG5yr quarterly : We continue to fail mimicking 2000 and 2007. The RSI remains an obvious dislocation, and the biggest breach will be of the 1.9951 moving average.



USGG5yr monthly : The RSI is neutral, but we continue to fail the 2.4287 moving average.



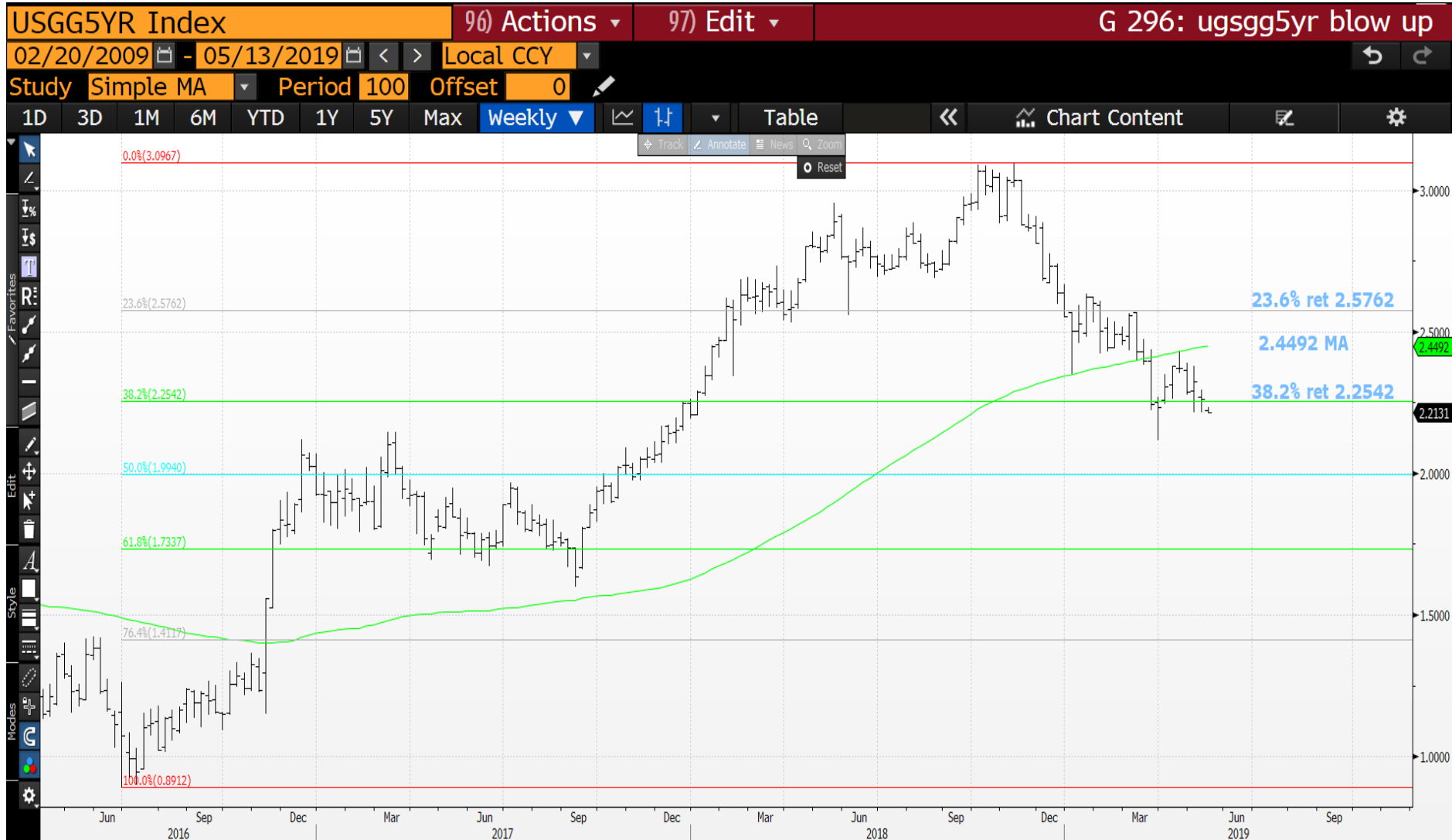
USGG5yr monthly : A “blow up” of the previous chart to highlight the IMPORTANCE of the 2.4287 moving average failure. We are pushing new lows and heading toward a breach the 38.2% ret 2.1180.



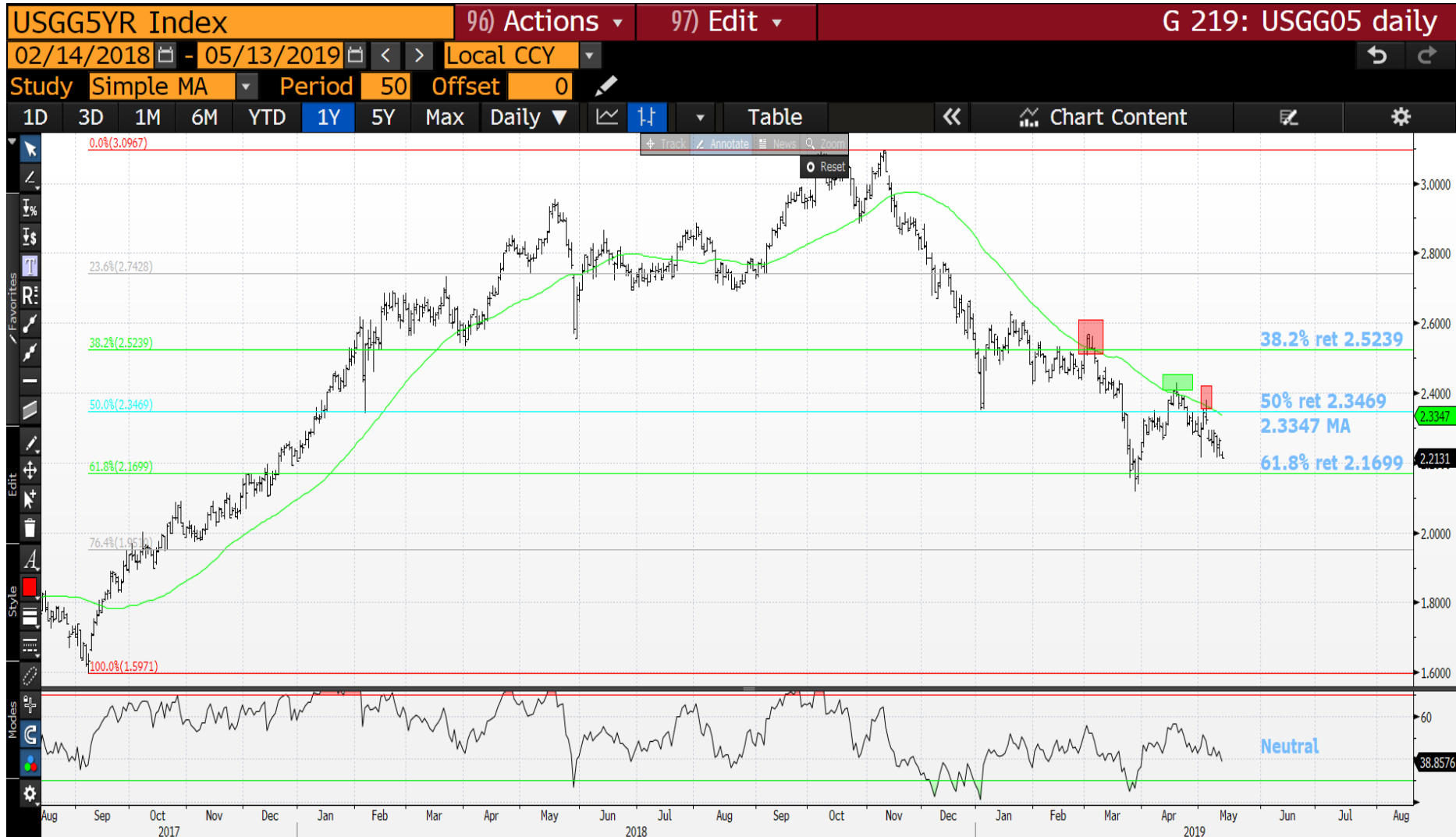
USGG5yr weekly : A PERFECT demise from the 2.4492 moving average, its an easy route lower!



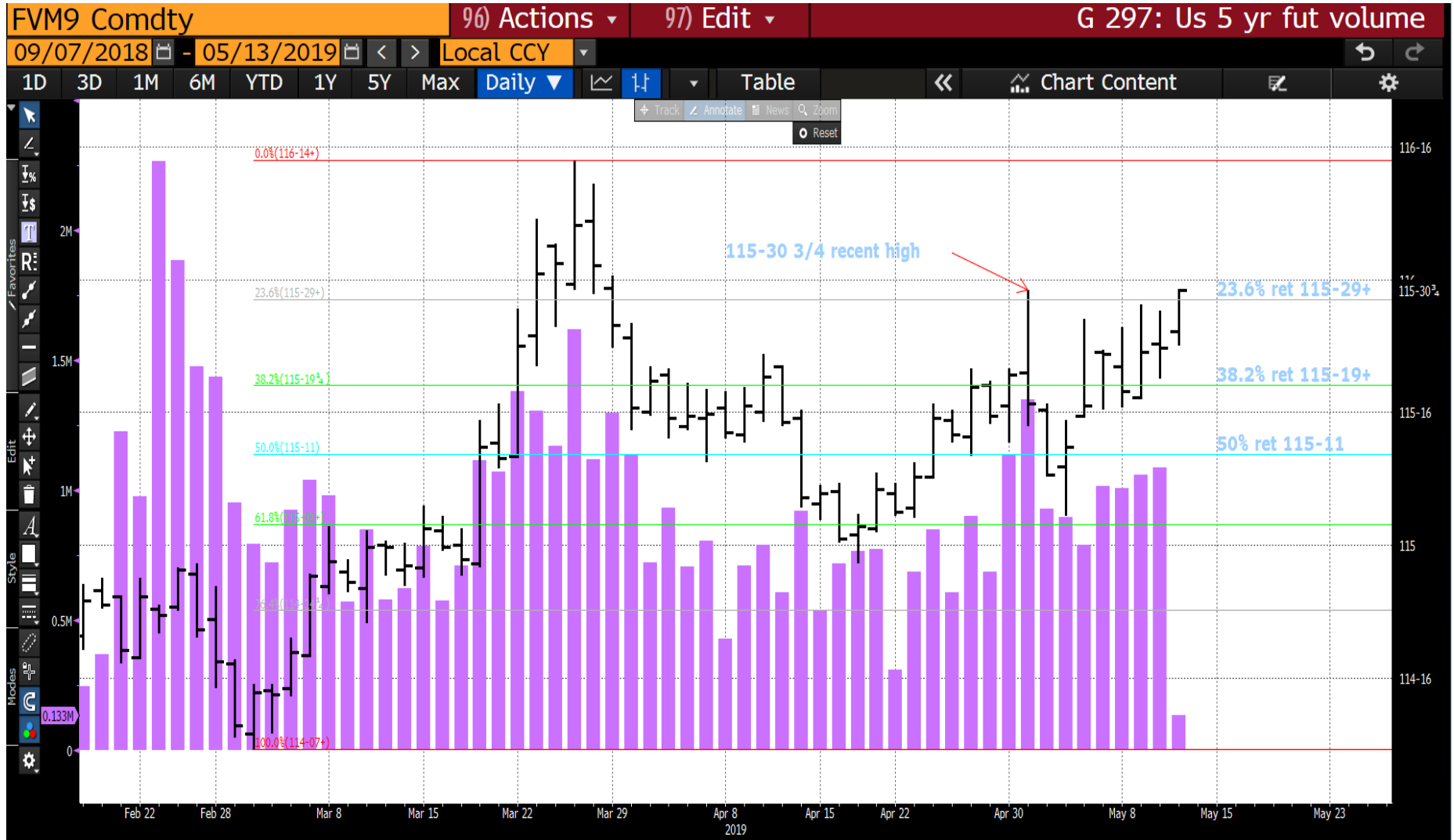
USGG5yr weekly : Another “blow up” highlighting the breach of the 38.2% ret 2.2542, the path of least resistance is definitely lower.



USGG5yr daily : A VERY ORDERLY failure at ALL LEVELS. We are heading toward the key 61.8%ret 2.1699, breach that and its freefall.



US 5yr futures : A new futures high so this should set us on a path back to the previous highs
116-14+.

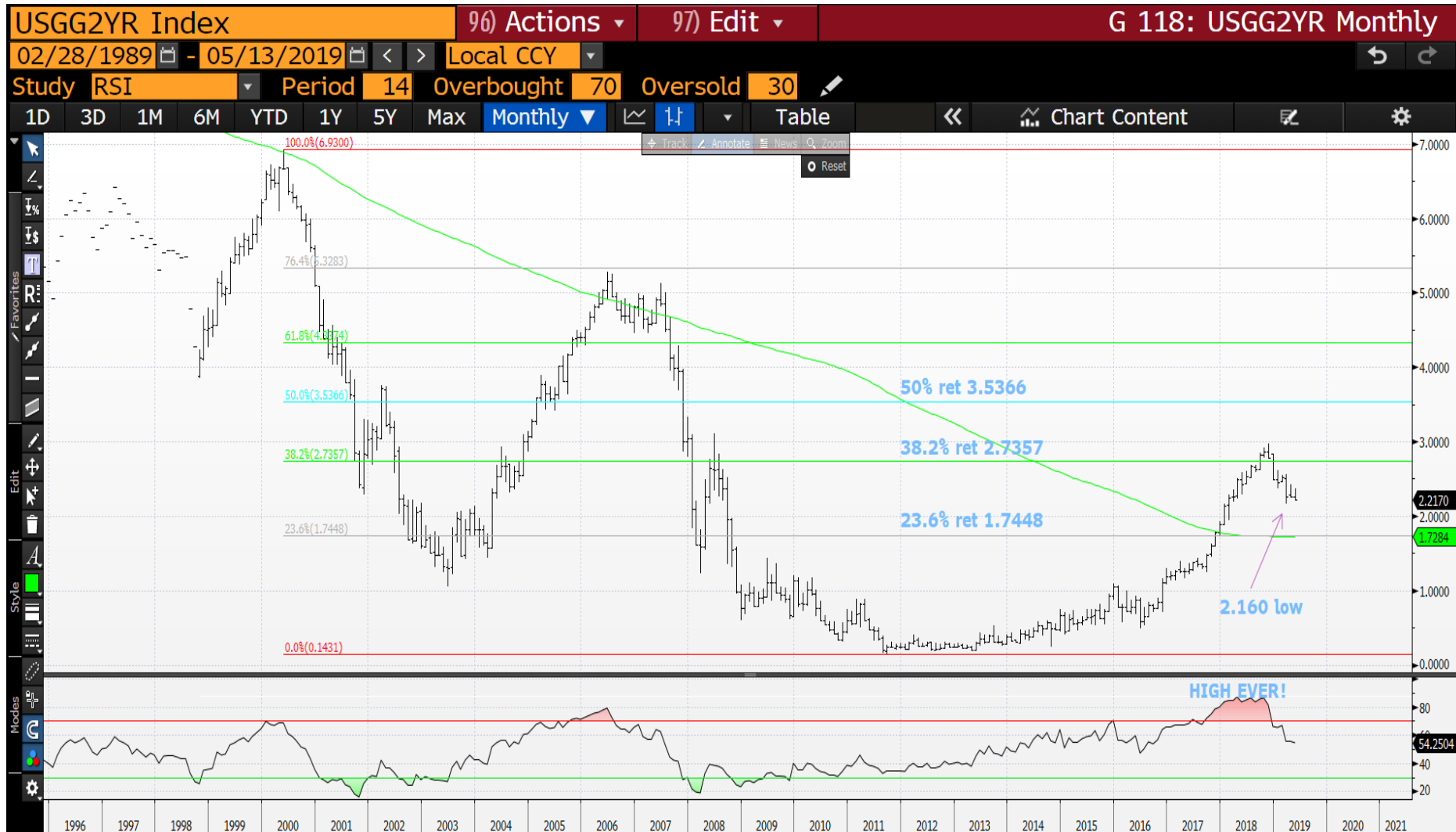


USGG2yr quarterly : This chart is very clean and clear in its representation, we have hit a rare 100 period 2.9016 with an RSI dislocation matching that of 1980. It is worth noting that since 1980 we have had other event miles-stones that failed to really influence the RSI, as NOW.

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



USGG2yr monthly : We continue to grind lower and this will obviously accelerate sub the 2.160 low.

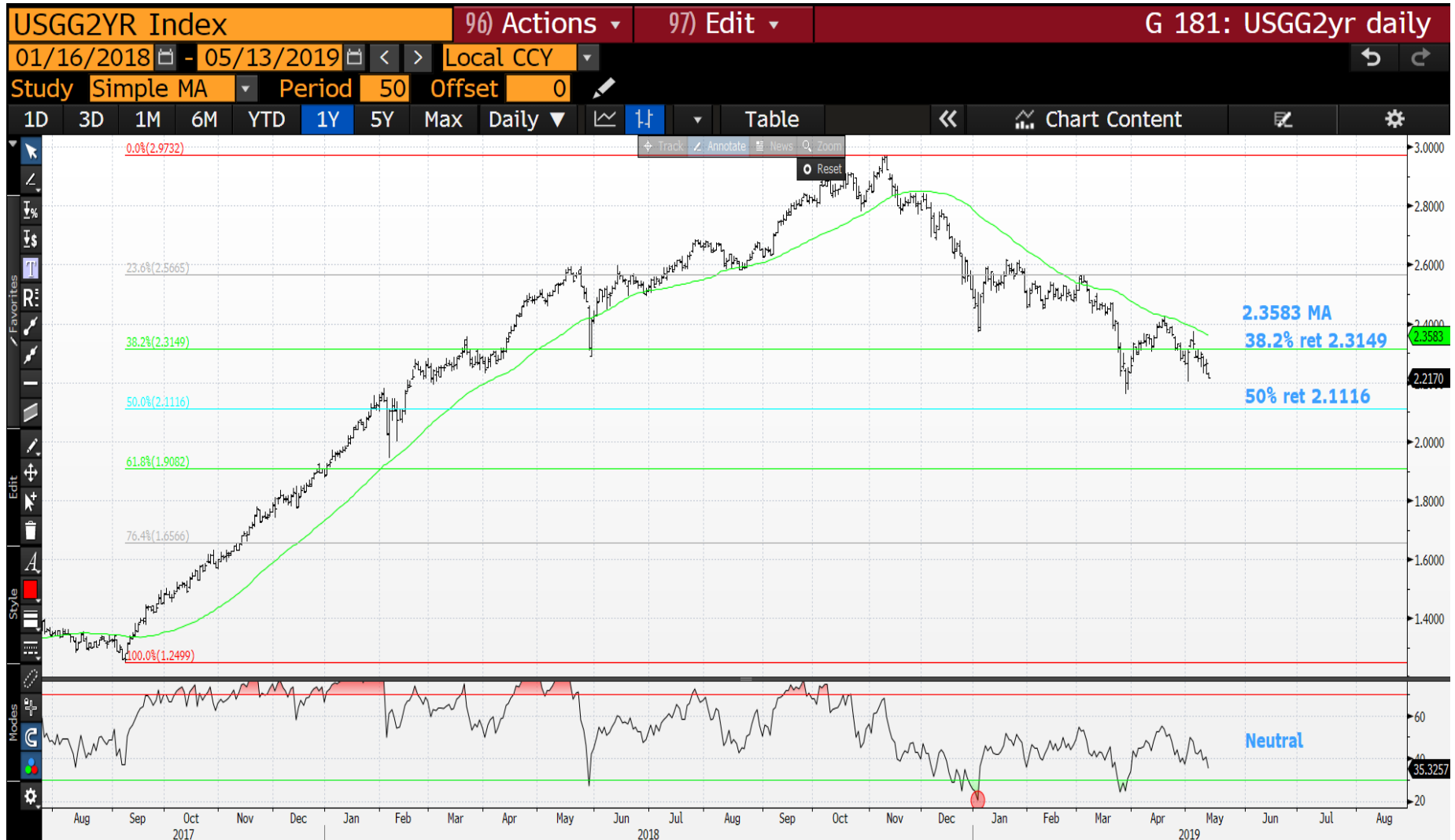


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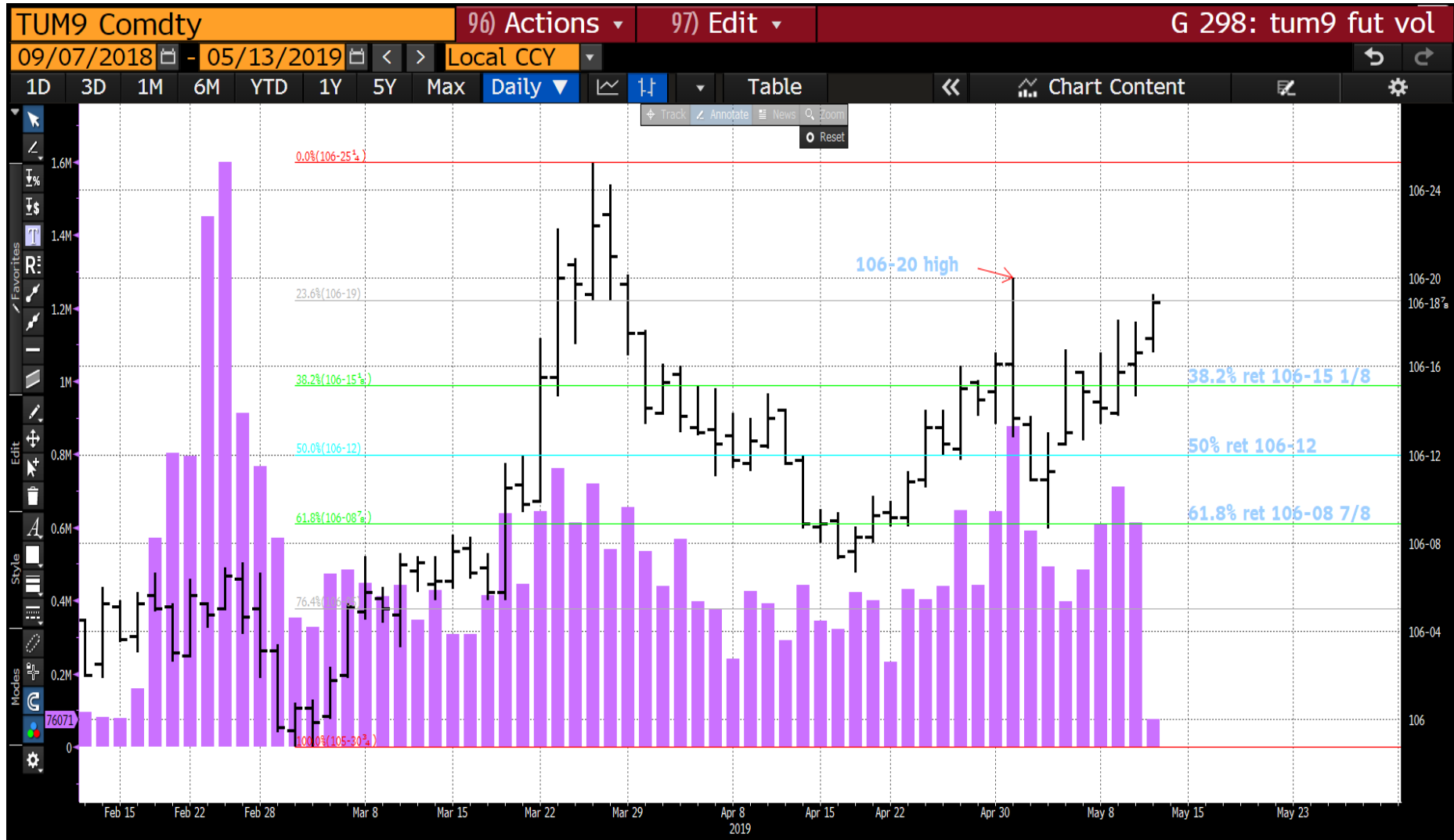
USGG2yr weekly : THE CHART TO WATCH, we have tested this 100 day 2.112 moving average several times, time for a BREAK!



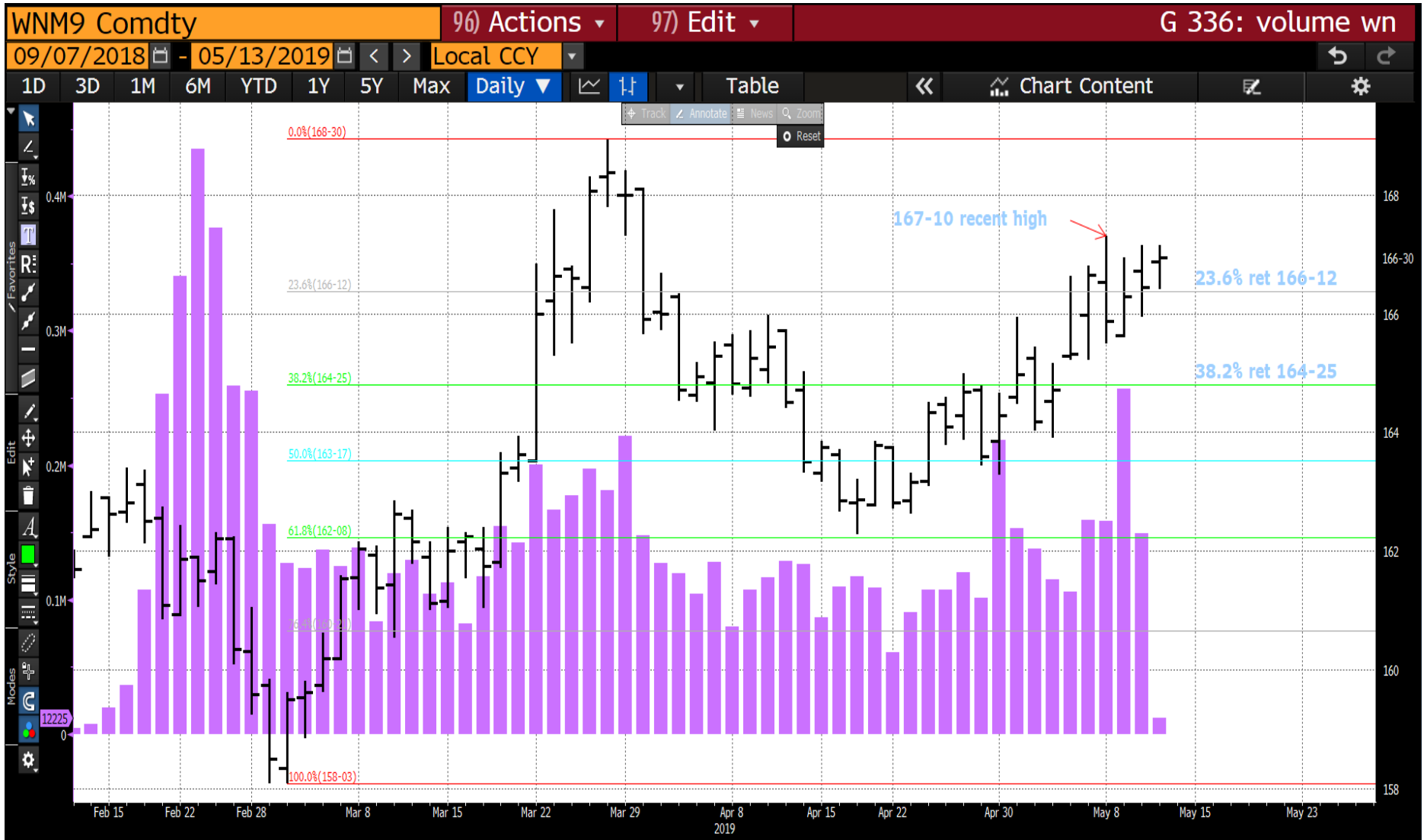
USGG2yr daily : We continue to grind lower targeting as breach of the 50% ret 2.1116.



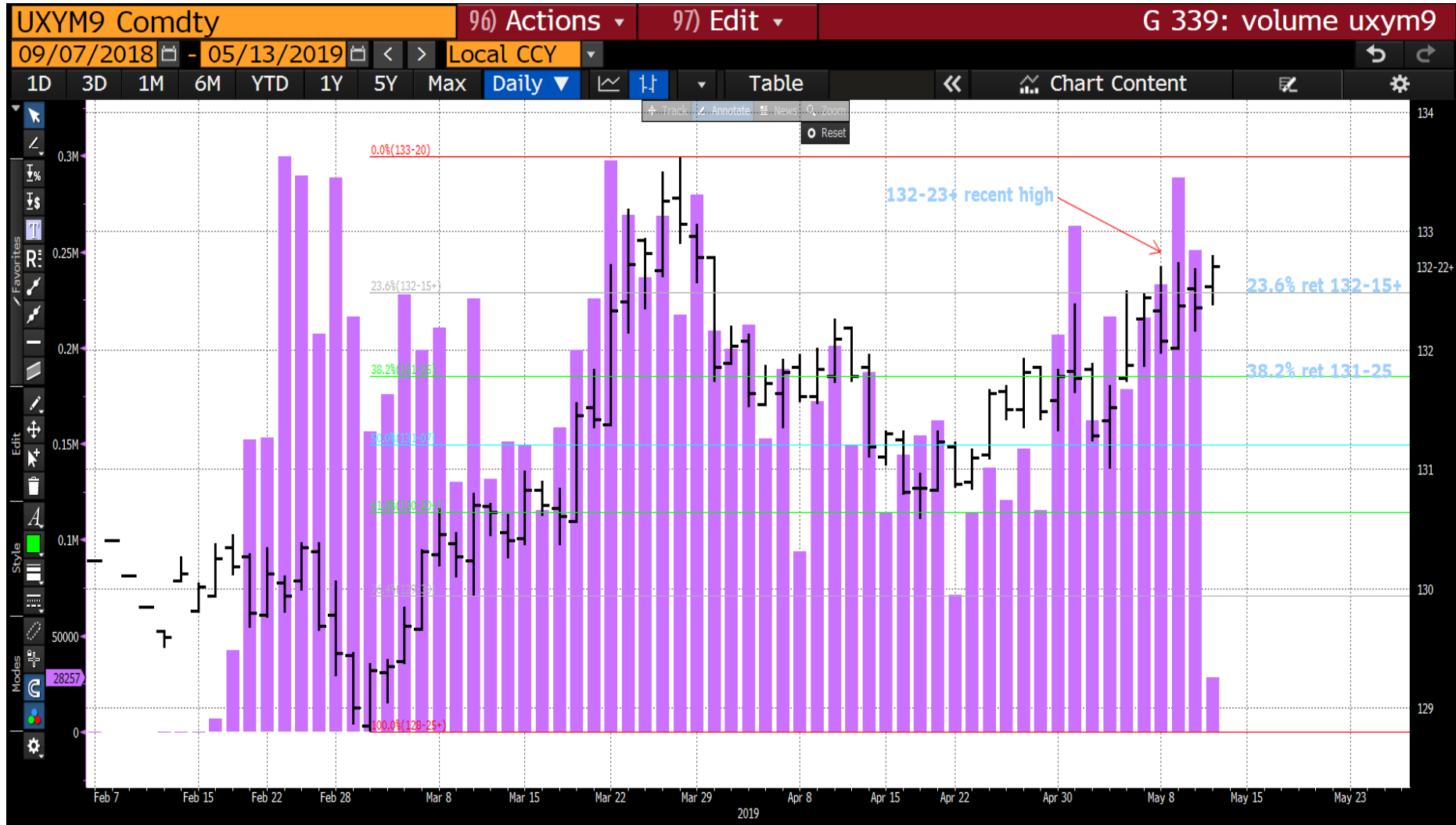
US 2yr futures : No new high here but it looks like a breach is looming.



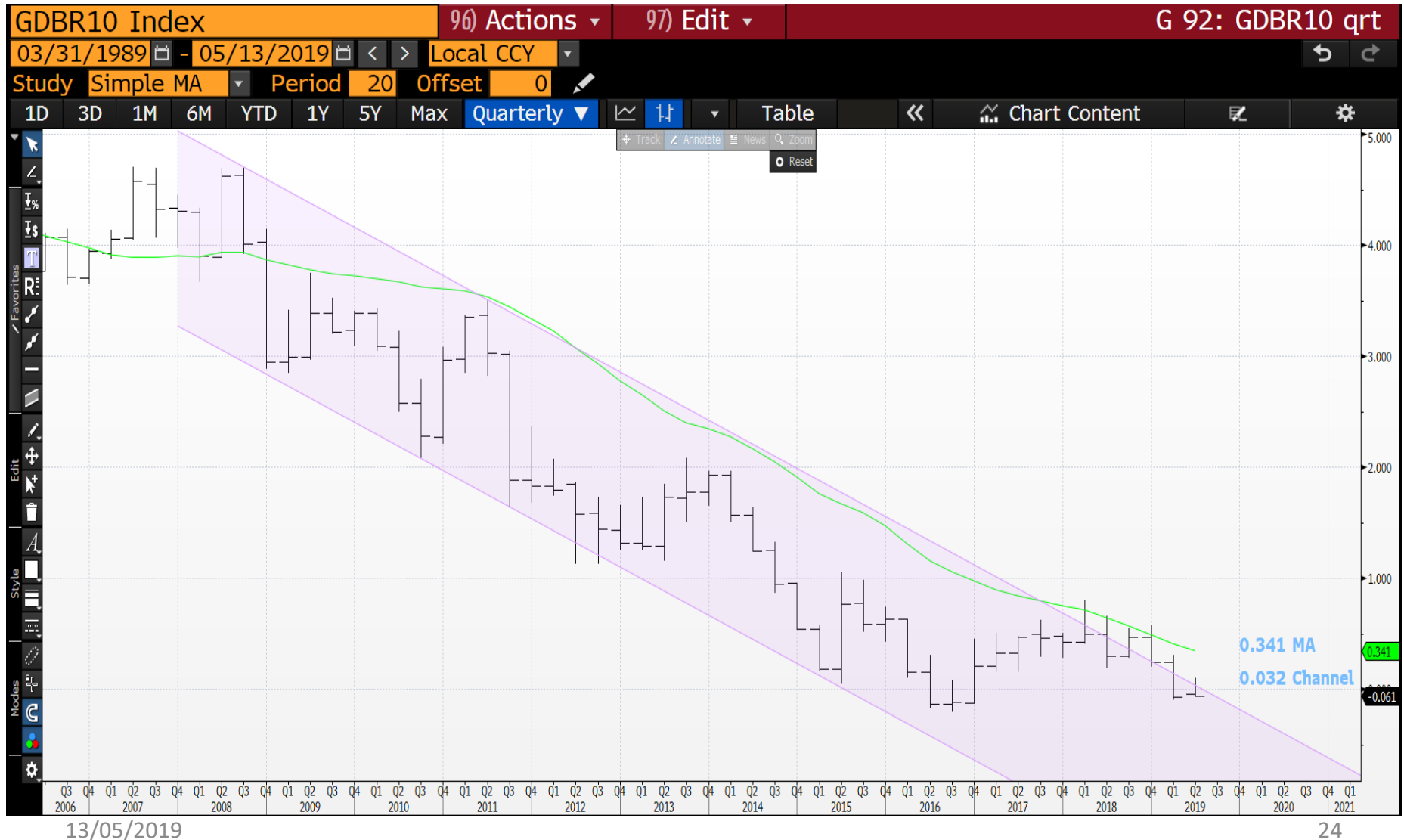
WN futures : No new high YET but above the 23.6% ret 166-12 the market remains positive.



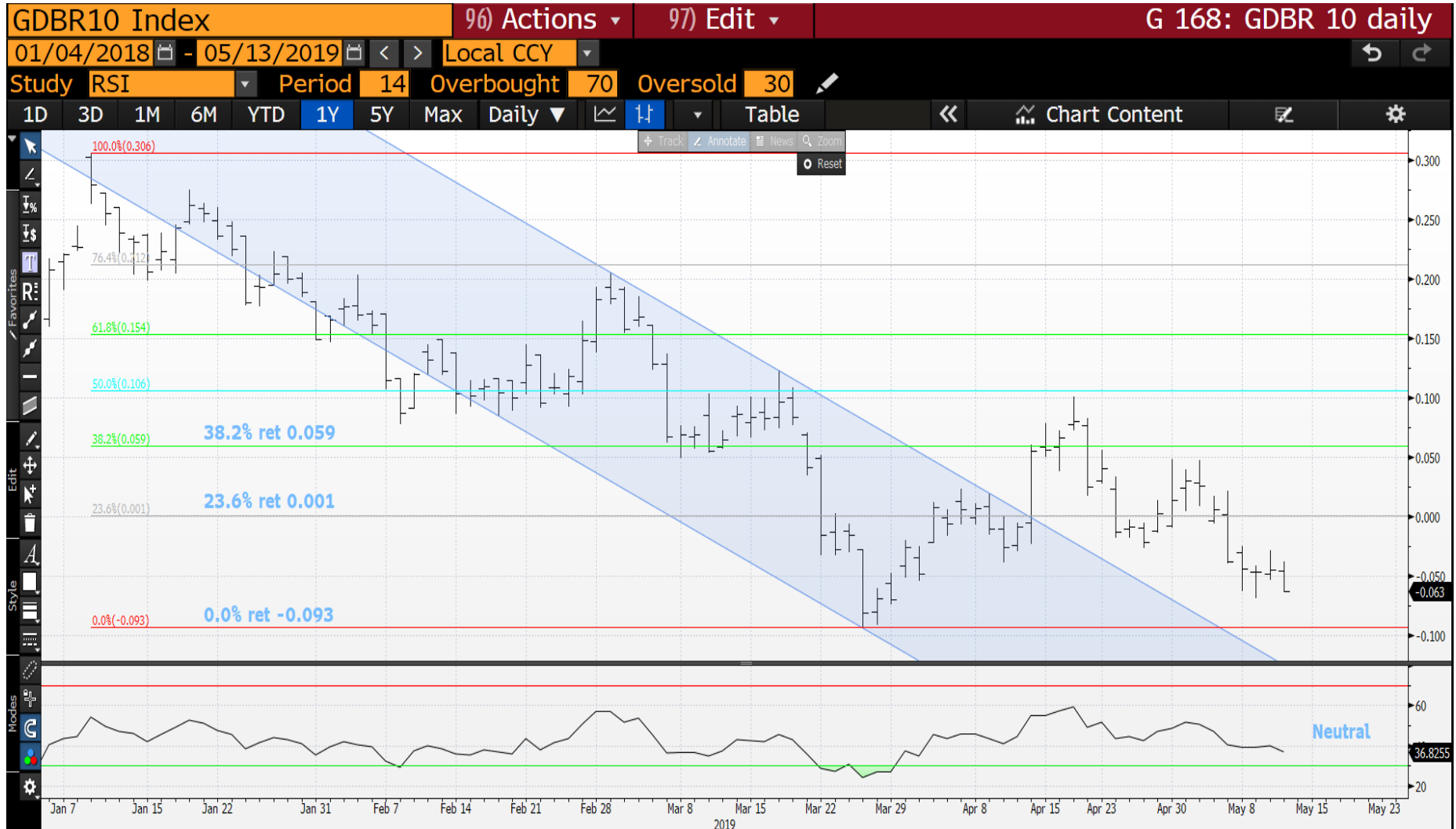
UXYM9 futures : We have a new high thus CTA's should be buying.



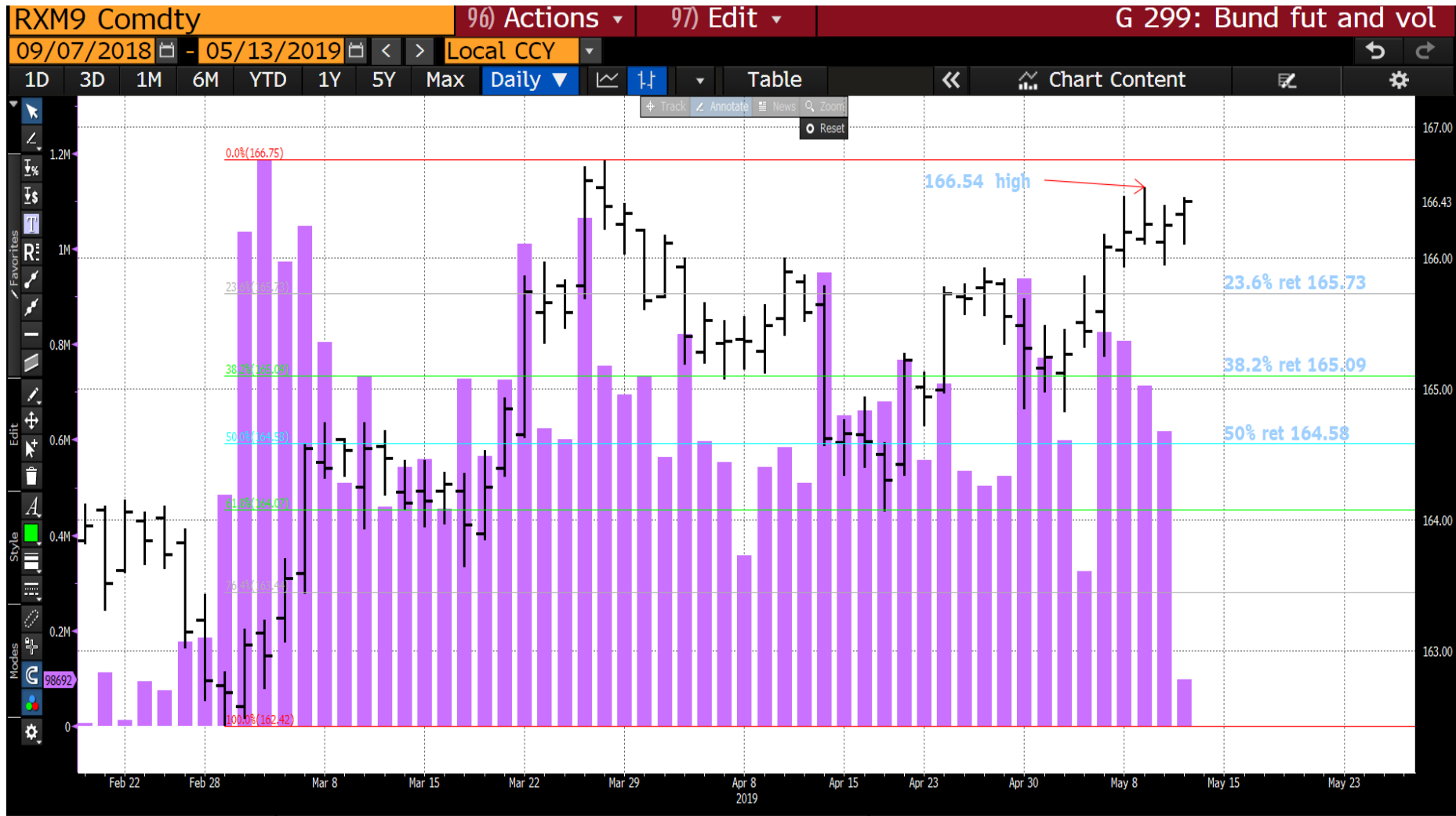
Generic German 10yr quarterly : Very much back in the channel and heading lower despite the low yield levels involved.



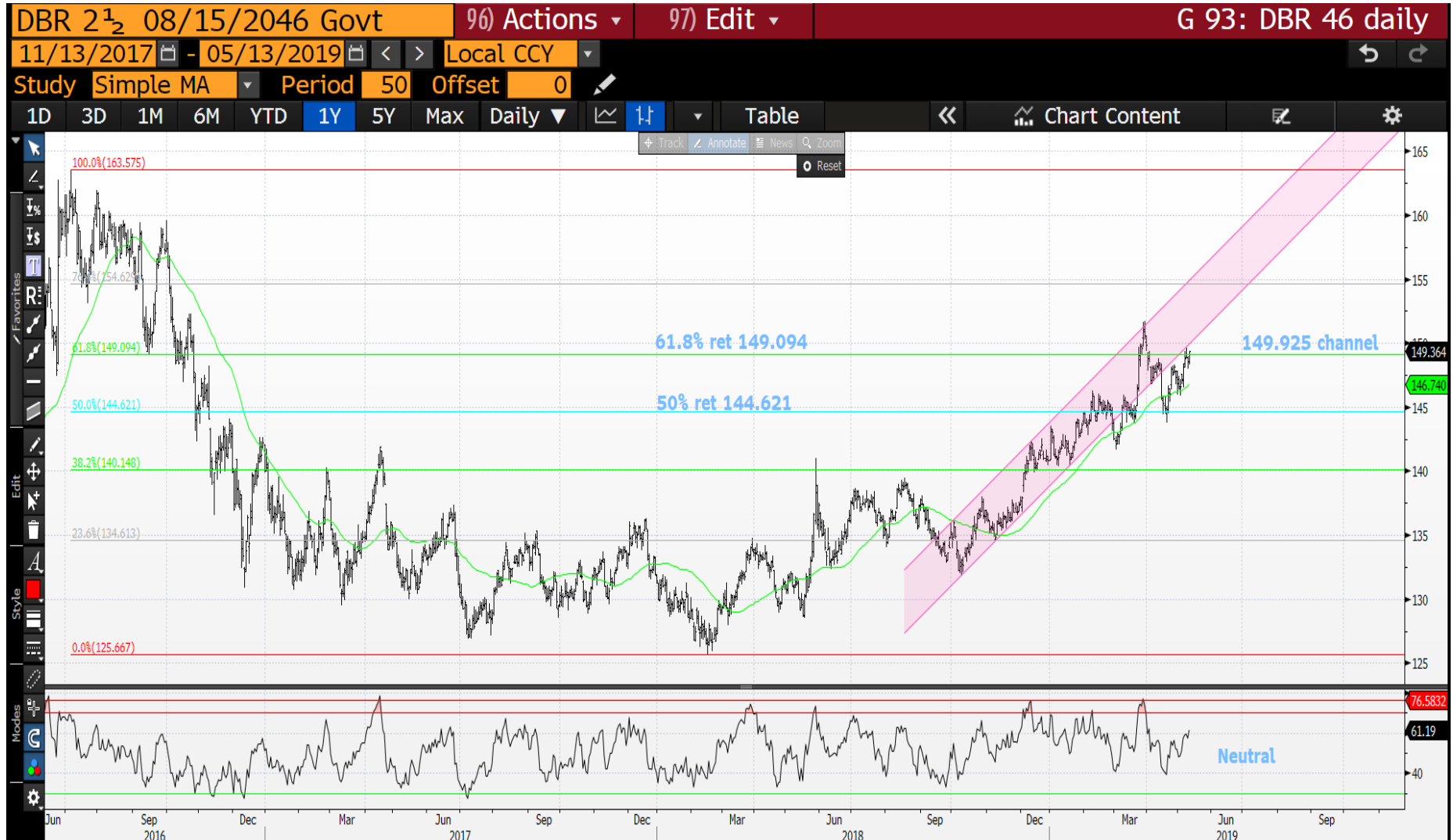
Generic German 10yr daily : A near perfect failure each day with 0.0% ret -0.093 next target.



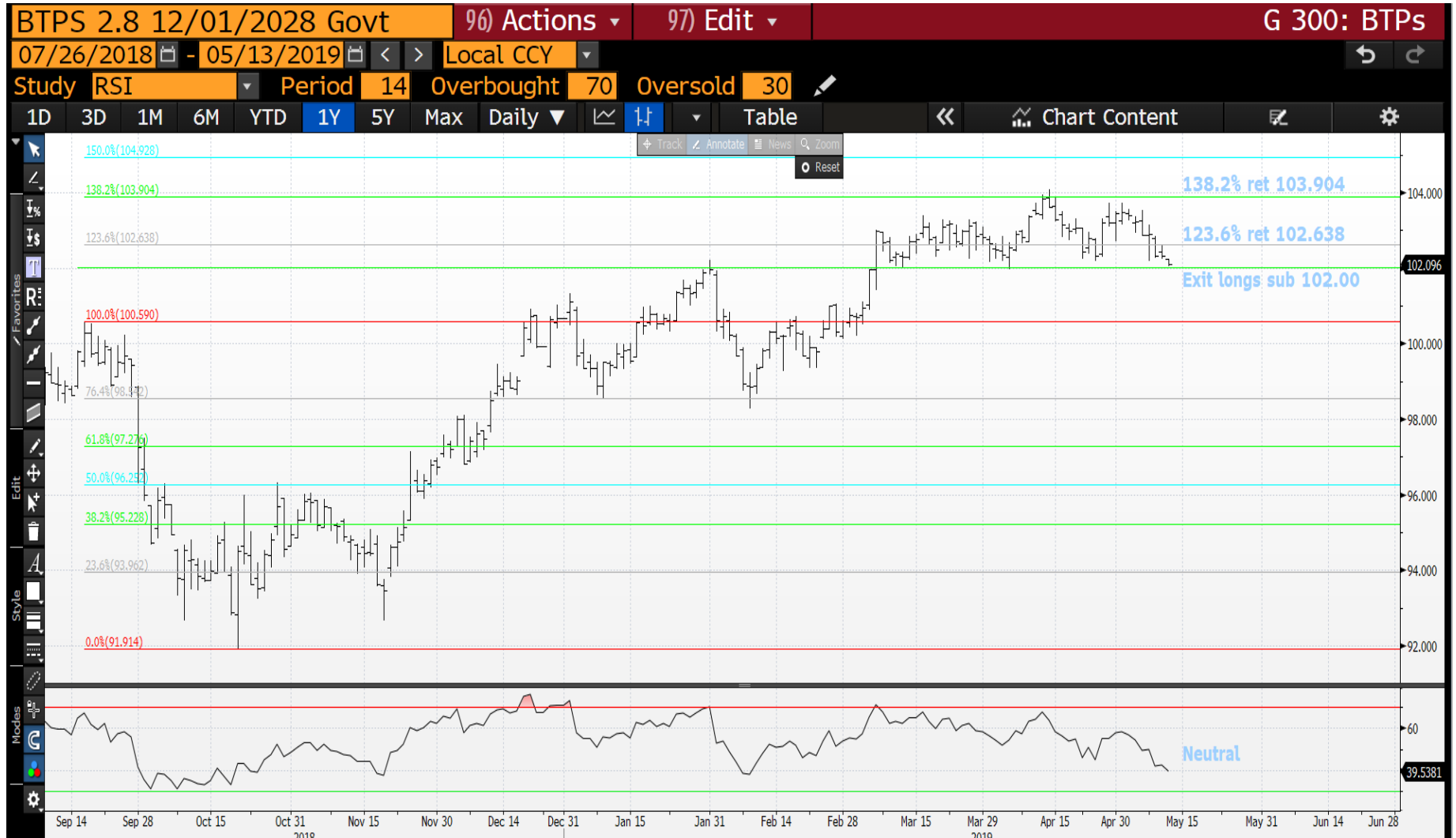
Bund futures : No new highs but they cannot be far off given the BID in other bond markets.



DBR 46 daily : This reliable bond continues to perform with a possible break back into the channel 149.925.

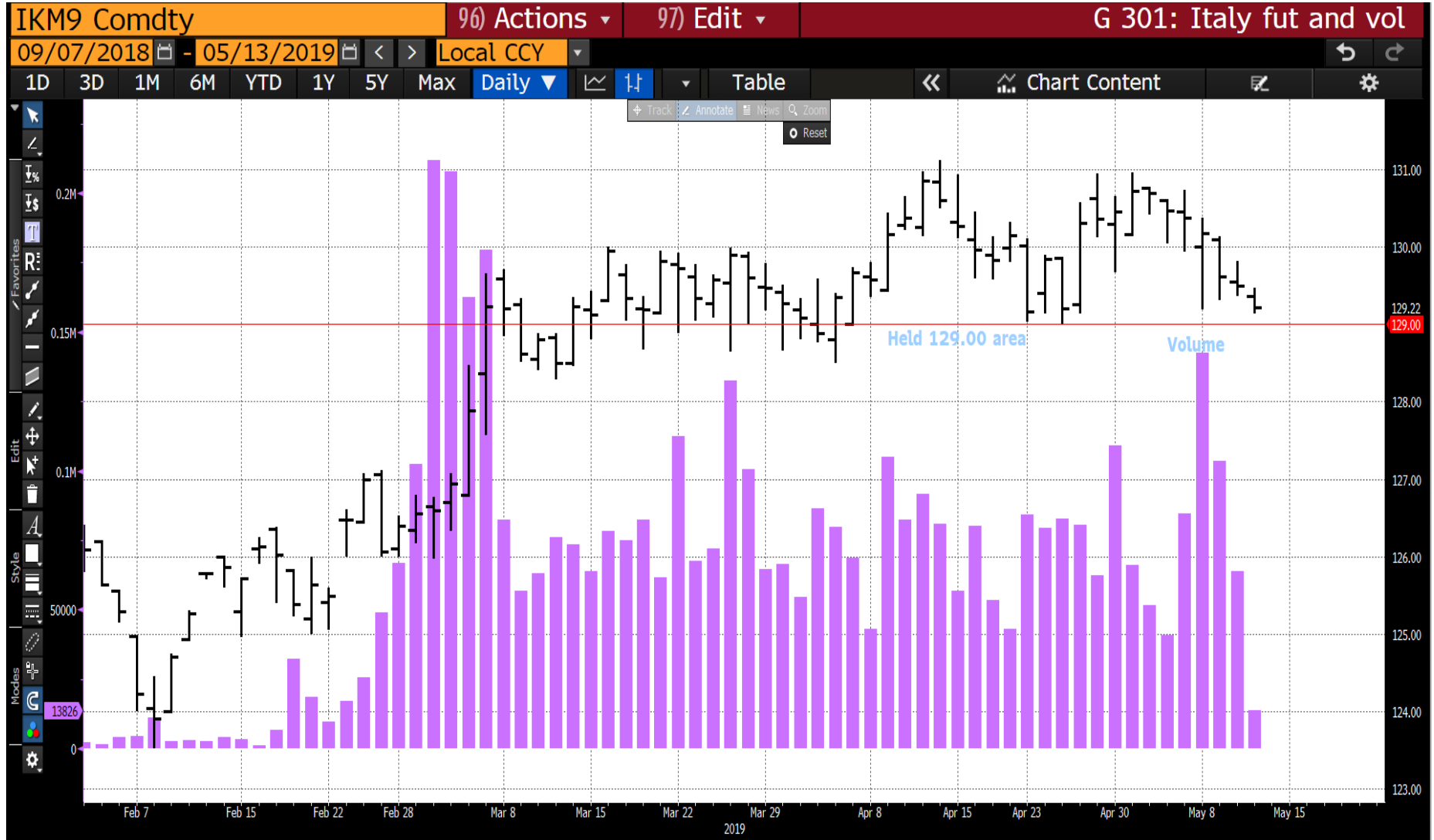


BTP 12/28 daily : We are struggling here, for any longs look to exit sub the 102.00 level.

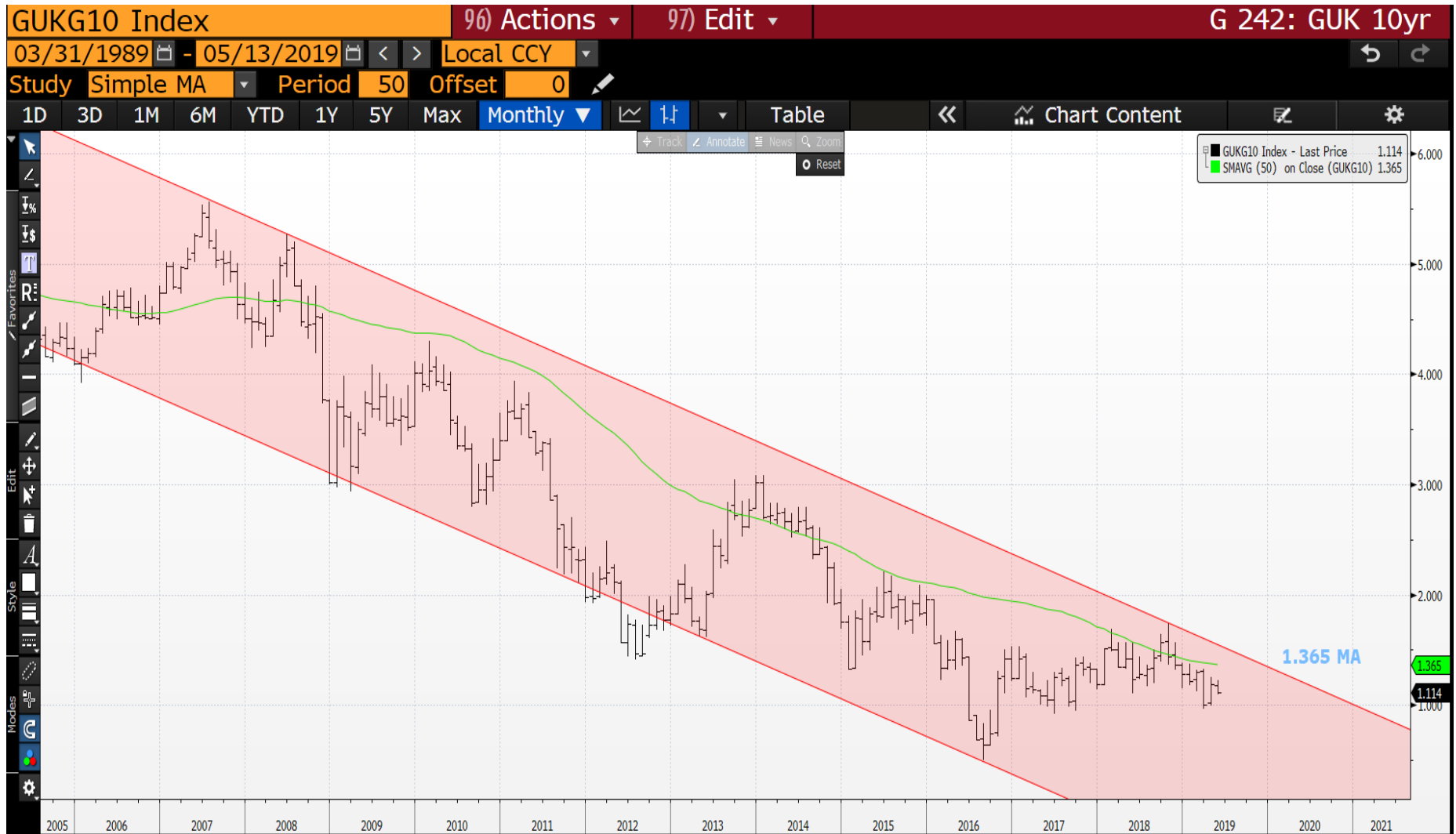


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Italian futures : They might see a marked drop if the 129.00 level is breached.



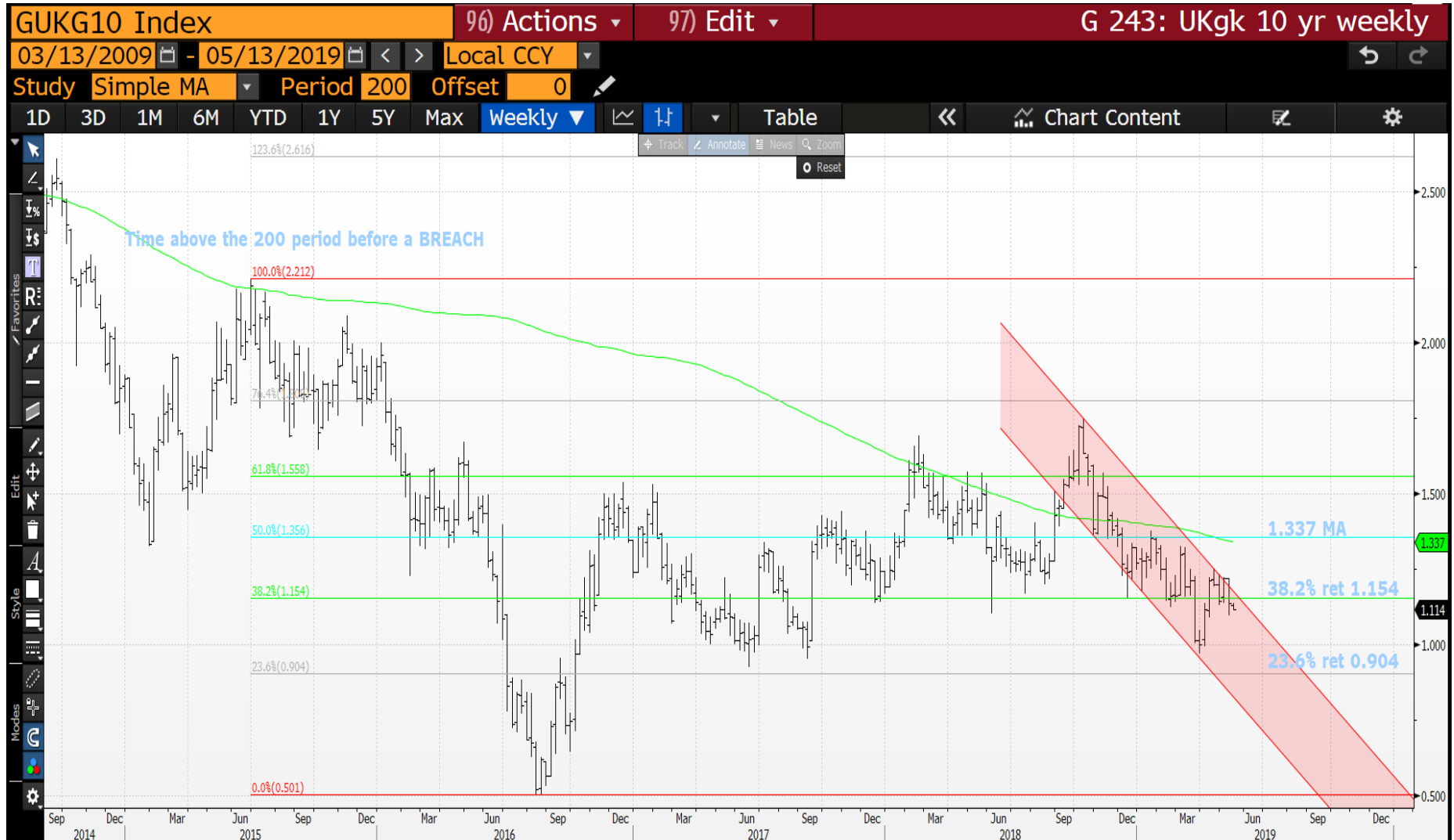
GUKG10 monthly : We continue to remain sub the 1.365 historical moving average, thus history should repeat itself.



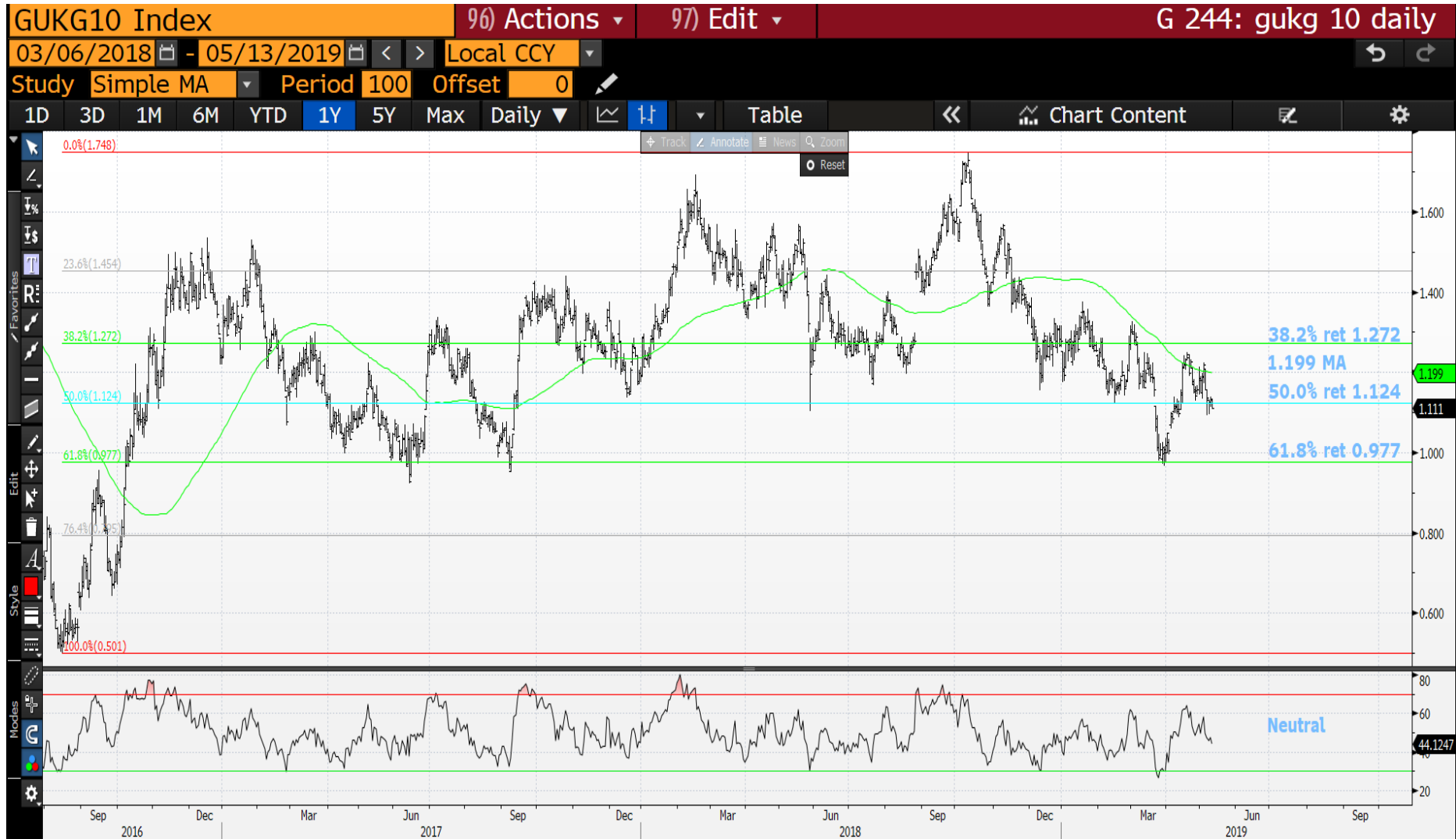
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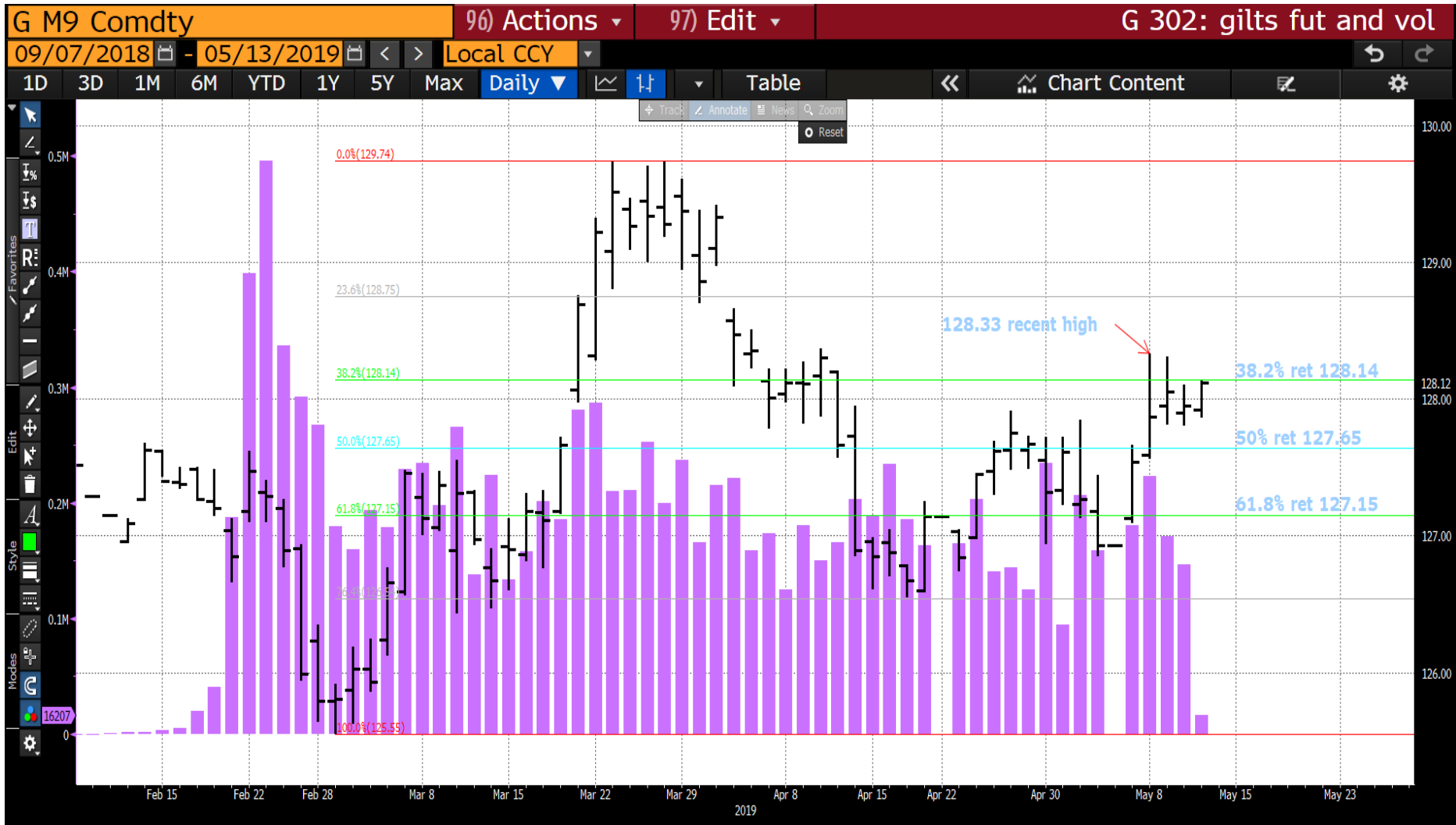
GUKG10 weekly : The channel fulfilled its obligation and we should target the 23.6% ret 0.904.



GUKG10yr daily : The moving average produced the right outcome and hopefully we can remain below the 50% ret 1.124.



Gilt futures : A very sluggish performance given the drawn out BREIXT scenario.



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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