

BONDS UPDATE : THIS WEEKS DILEMA.

THUS FAR THE “FAST MONEY” LEVELS HAVE WORKED THEREFORE A KEY WEEK FOR CLOSES. THE DILEMA STILL REMAINS, WE HAVE NEW YEAR YIELD LOWS WHILST WEEKLY YIELD RSI'S ARE LOW! ALL ABOUT THIS WEEKS CLOSING LEVELS.

LEVELS MENTIONED THAT HAVE BEEN HIT :

1. US 30YR YIELD DAILY HAS HIT ITS 50 DAY MOVING AVERAGE 2.6701.

The idea is working, QUICK yield fade then we have hit the (then) 2.6701 50 day moving average, ADD sub the 100% ret 2.6332. Simple stop above the moving average.

2. GERMAN 10YR YIELD DAILY HIT ITS 50 DAY MOVING AVERAGE-PREVIOUS LOW -0.203.

Similar to the US 30yr we have hit the (then) -0.203 50 day moving average and currently failing.

3. GERMAN 46'S A RELIABLE BOND HITS AND HOLDS CHANNEL SUPPORT AT 155.00.

This bond has always been incredibly reliable and this is no exception. We have hit and held the channel-76.4% ret 154.29, again all about how strong the close is.

SADLY WE ARE HALF WAY THROUGH THE MONTH SO PLENTY OF TIME FOR ANYTHING TO HAPPEN BUT AM SURE BY FRIDAYS CLOSE WE WILL KNOW A LOT MORE.

USGG30yr monthly : In 2 weeks we have managed to post BOTH new low and high on the previous one.



USGG30yr weekly : The weekly problem remains i.e. a VERY over sold RSI. The RSI has lost “some” of its venom, we shall see if that has been enough to negate the extreme via the weekly closes.



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USGG30yr yield daily : We have failed the 50 day moving average nicely so KEY close this week. Is the trend lower continuing OR do the weekly RSI's still have some influence.



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US 10yr yield quarterly : Again another new year yield low which has been terminal before.



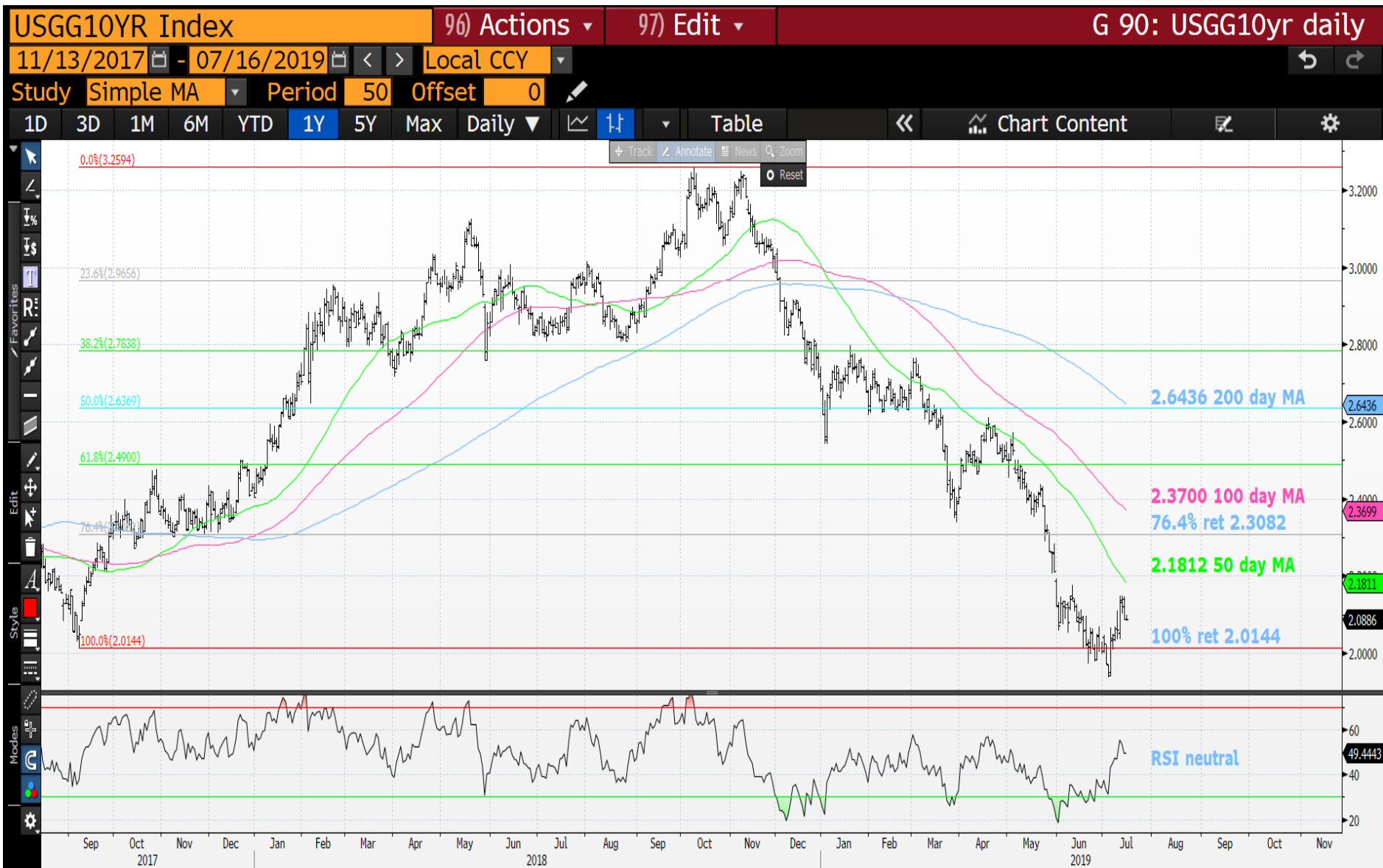
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US 10yr yield weekly : The weekly RSI is off its lows JUST so key weekly closes to see if the influence REMAINS.



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USGG10yr daily : The RSI has a neutral location whilst we are failing ahead of the 50 day moving average 2.1812. On paper looking hopeful for a revisit of the lows.



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USGG5yr quarterly : Key element here is we have remained sub the 1.9325 reliable moving average, further failure will continue the overall trend lower.



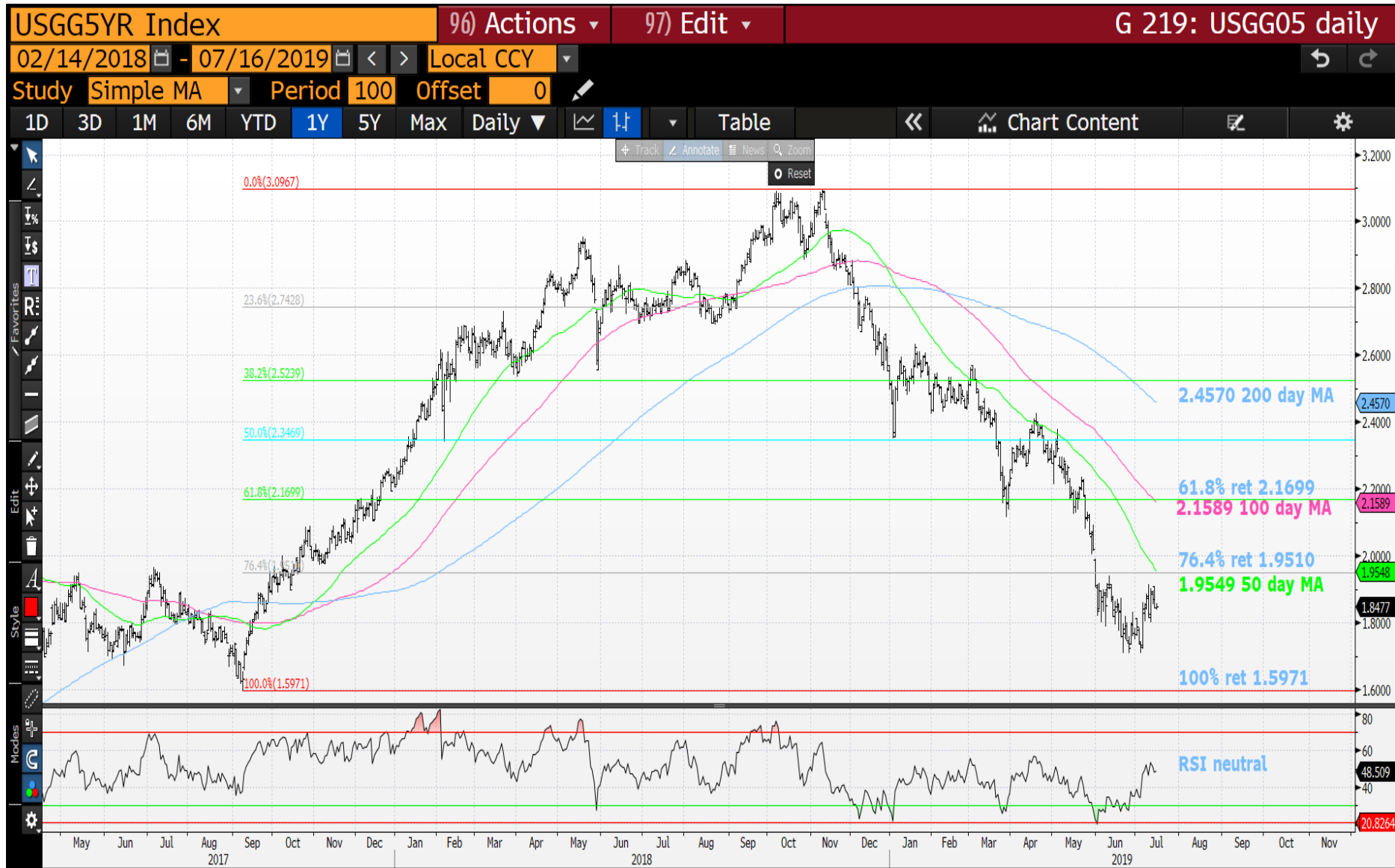
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USGG5yr weekly : The RSI has barely moved but we do remain sub the 1.9979 moving average.

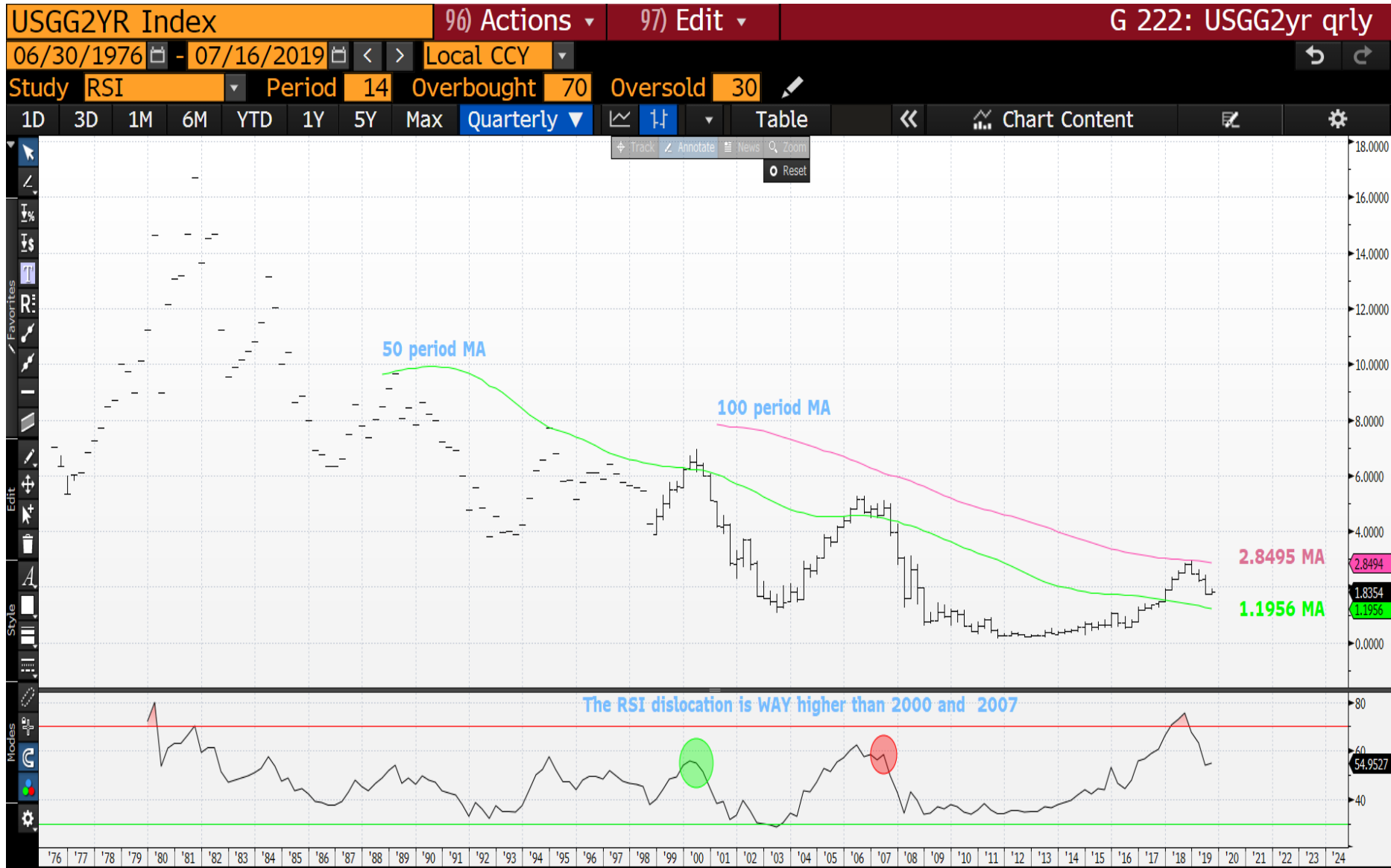


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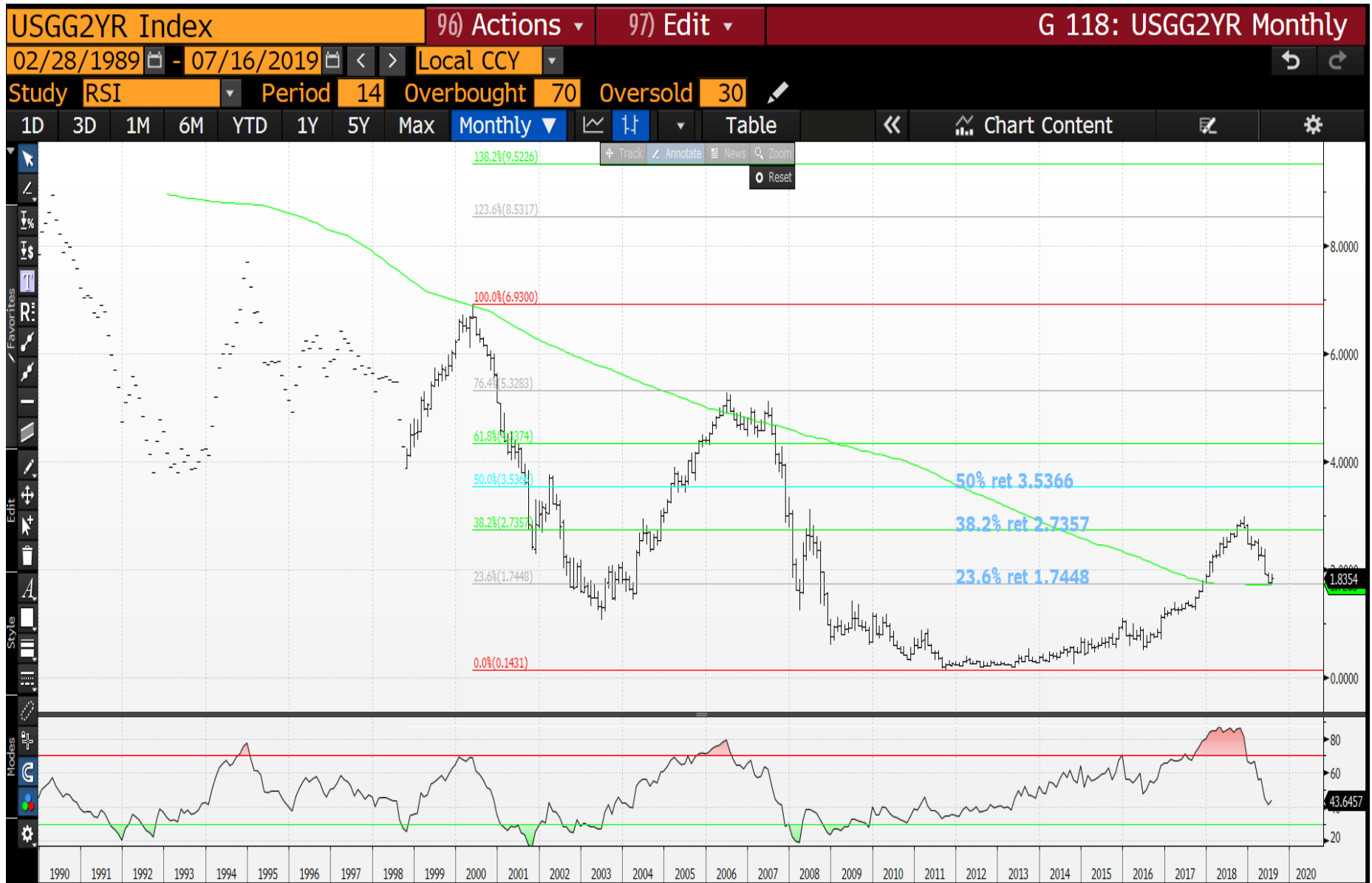
USGG5yr daily : A very neutral RSI and further evidence of a WEAK bounce given we haven't even breached the 76.4% ret 1.9510. An important weekly close.



USGG2yr quarterly : This is the only yield chart to NOT make a new quarterly low.



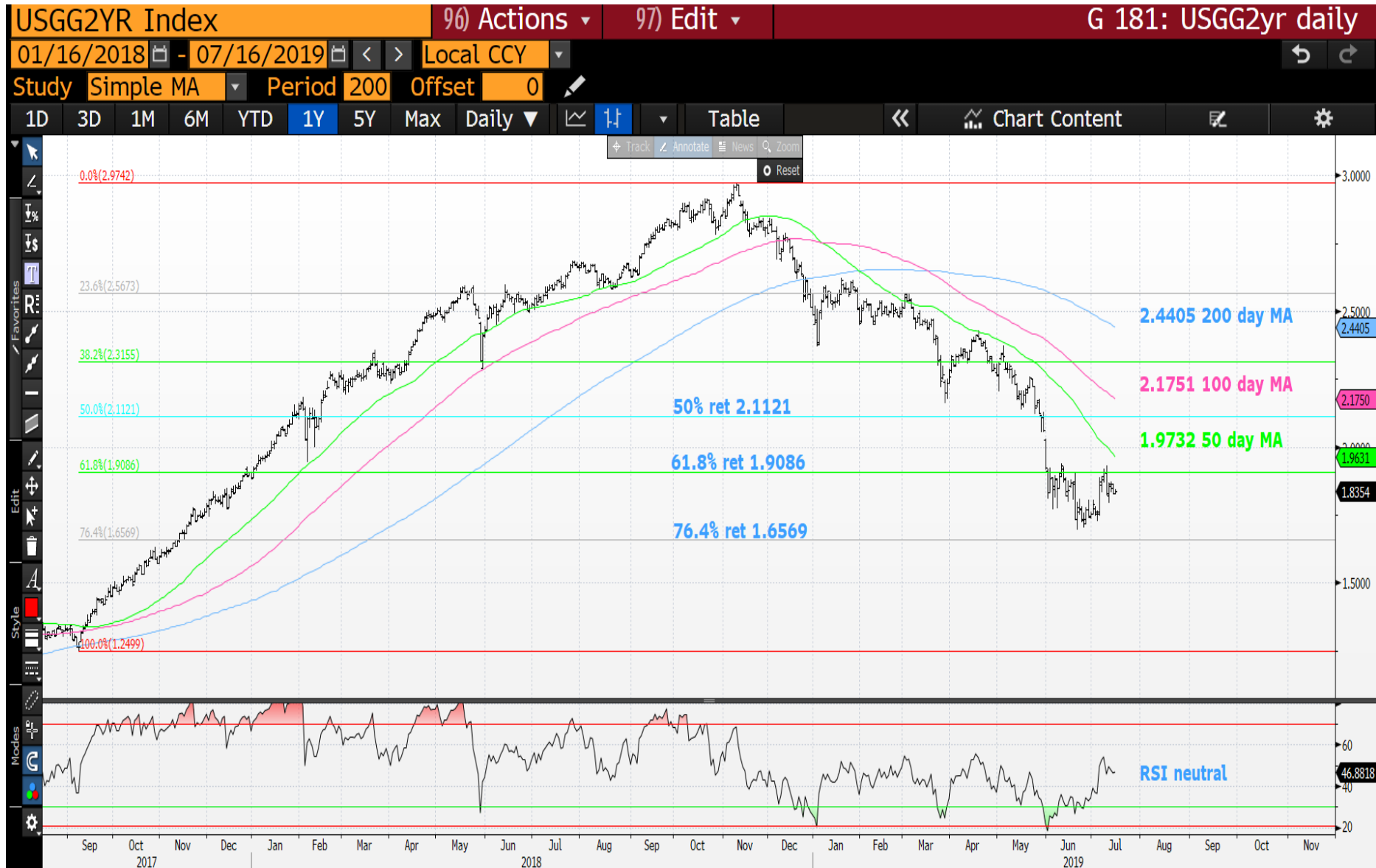
USGG2yr monthly : The 23.6% ret 1.7448 is proving to be a SOLID retracement support thus another WATCH chart.



USGG2yr weekly : Not only has the retracement been of use but so has the 1.6203 moving average.

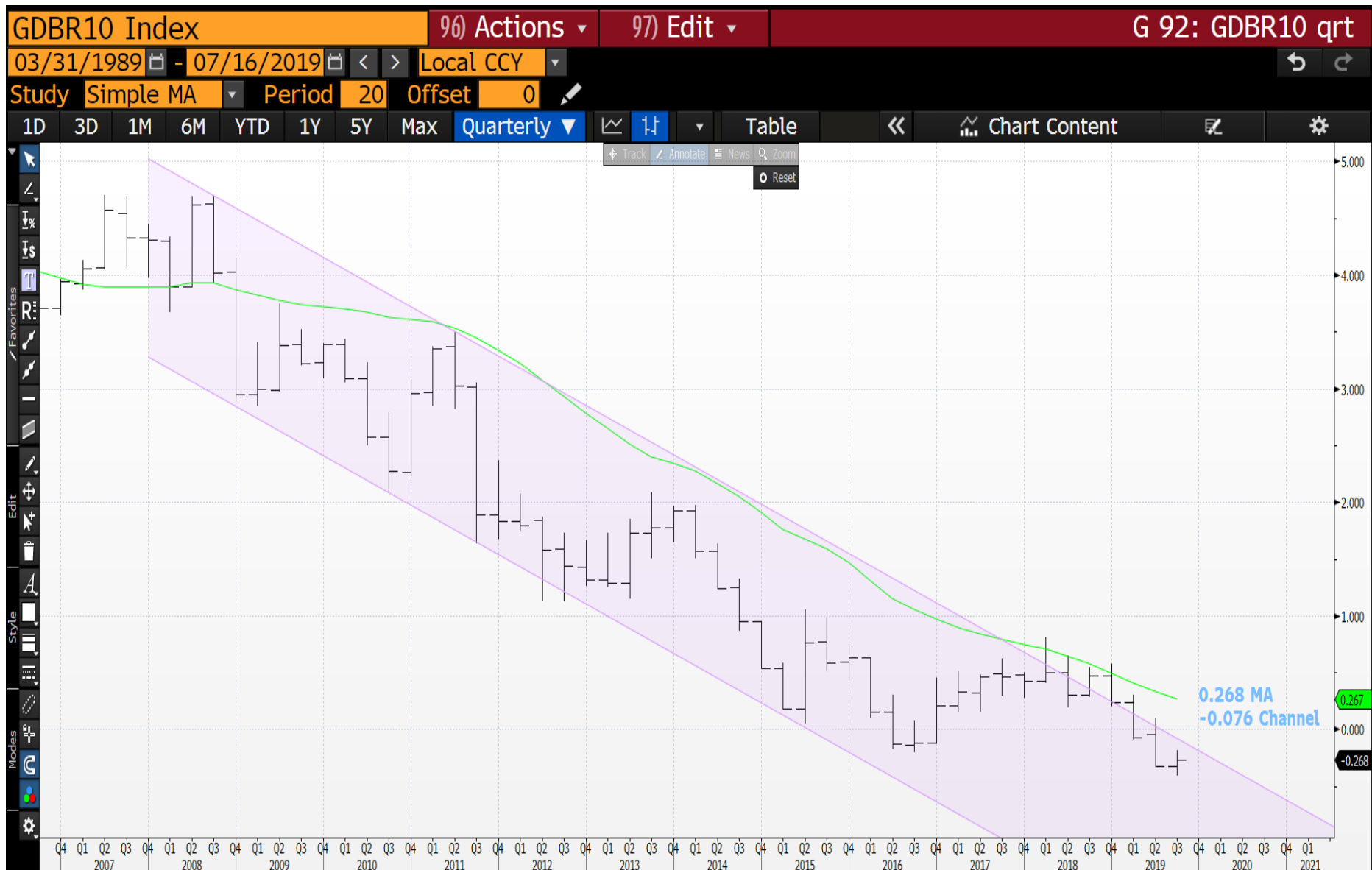


USGG2yr daily : Another LAME RSI and bounce! Decision time, do we breach the 61.8% ret 1.9086 OR more importantly the 76.4% ret 1.6569.



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Generic German 10yr quarterly : We have NEW YEAR yield lows once again but a sizeable reversal.



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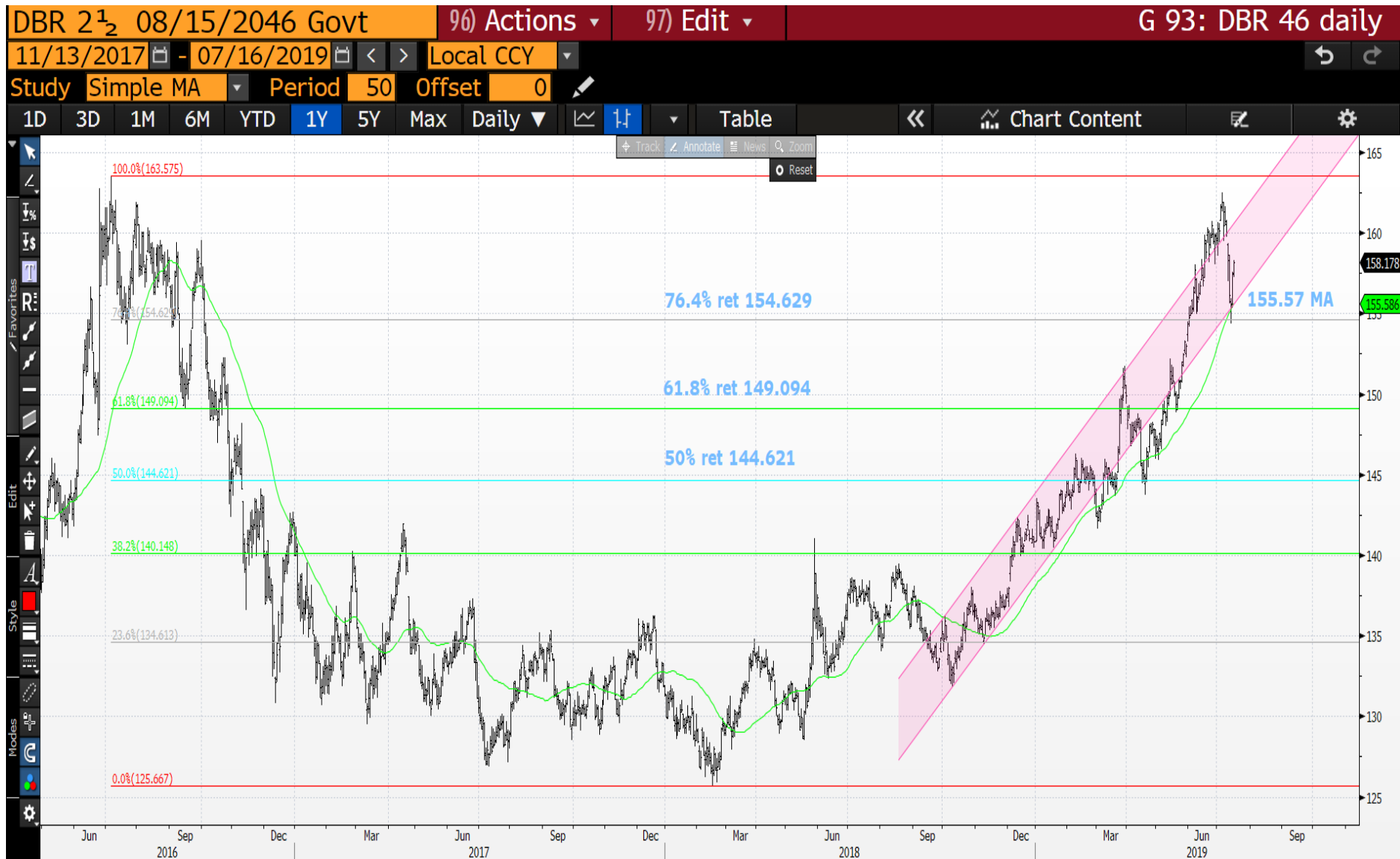
Generic German 10yr daily : Similar to the US 30yr we have hit the -0.222 50 day moving average and currently failing.



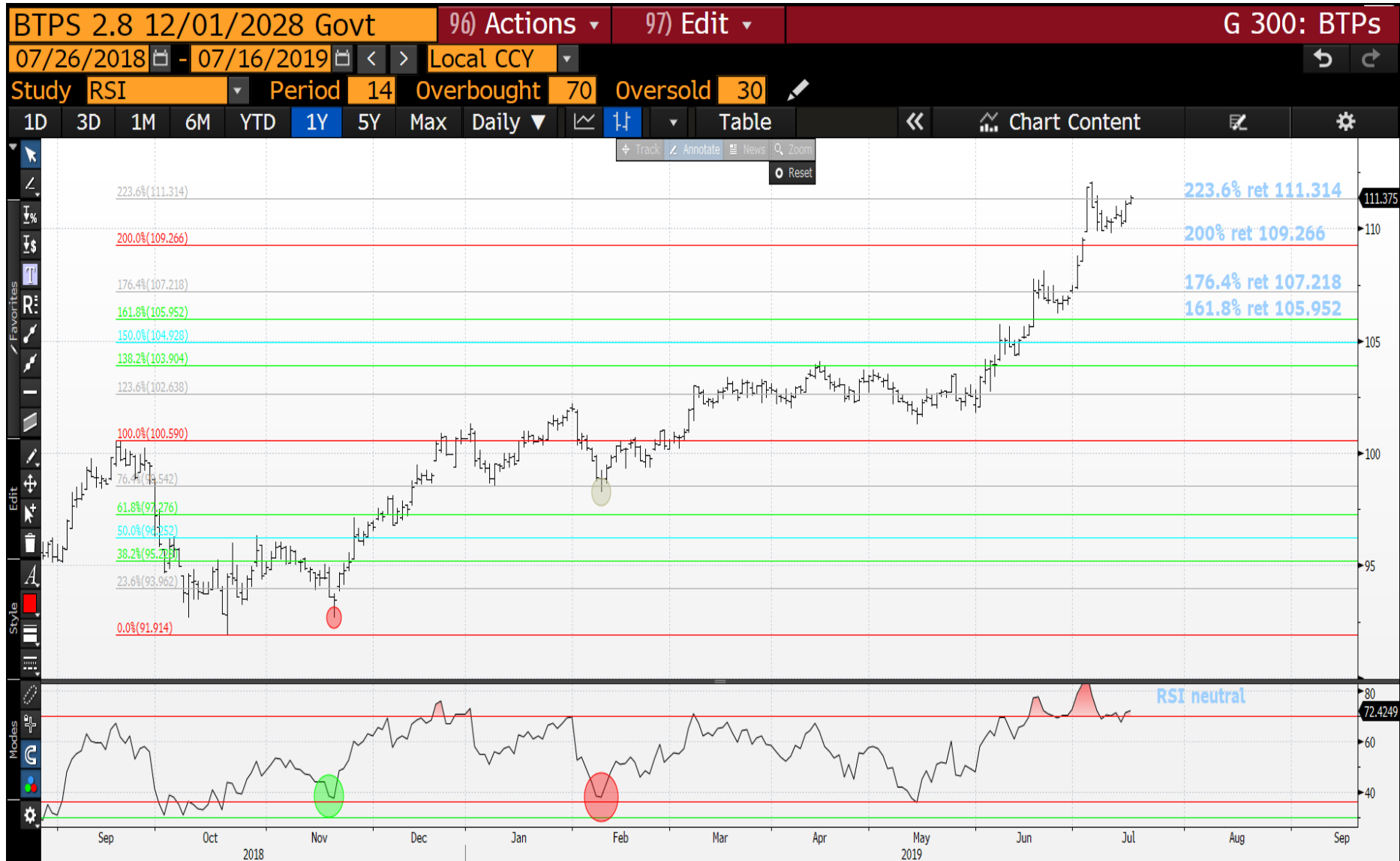
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DBR 46 daily : This bond has always been incredibly reliable and this is no exception. We have hit and held the channel-76.4% ret 154.29, again all about how strong the close is.



BTP 12/28 daily : This RSI is neutral and the market is looking for FRESH impetus.



GUKG10 monthly : Currently a NASTY reversal on the month but the month is not over yet.



GUKG10 daily : We are off the lows and again struggling against the 50 day moving average 0.889.



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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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