

TECHNICAL UPDATE : US Breakevens and USGGT.

Breakevens have based at some significant long-term retracements thus are they telling us something about where YIELDS GO?

ALL Breakeven charts have performed extremely well, recovering from numerous technical retracements. Does this imply stocks and bond yields base, preference would be to wait for month end.

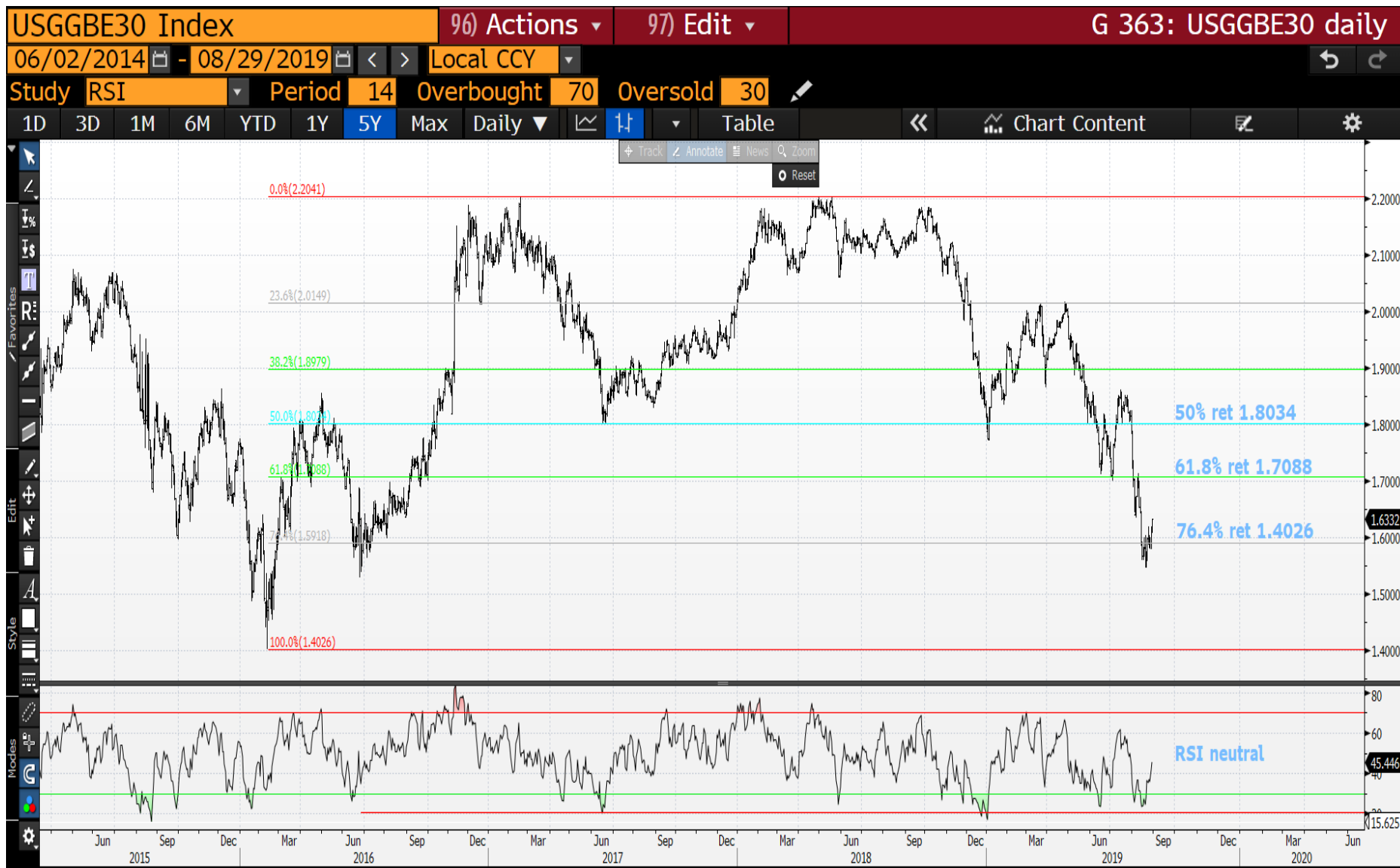
USGGT10y seems about the best one to focus on given the RSI's are stretched and HIT of the REGULAR 23.6% ret 0.0198 level.

USGGBE30 weekly : We have HELD the MULTI year retracement 76.4% ret 1.402 and look poised to head higher. Big question does this mean yields and stocks BASE?



29/08/2019

USGGBE30 daily : We over shot the 76.2% ret 1.4026 but we witnessed similar in 2016, there after we had a strong bounce.



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USGGBE10 weekly : A PERFECT hit of the multi year 61.8% ret 1.5337 and the RSI matches that of June's bounce. Lets see how high we bounce and if YIELDS follow?



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USGGBE10 daily : This highlights the retracement hit BUT RSI flaky.



USGGBE05 weekly : The RSI is a lowish but the multiyear retracement 61.8% ret 1.3636 held in really well. Again lets see if yields base along with the breakevens.



USGGBE05 daily : We are holding the level but the RSI is mixed.



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USGGT05Y monthly : We have breached the 38.2% ret 0.1344 and little sign of holding given THIS RSI, obviously its low but no dislocation. This market has yet to base.



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USGGT05 weekly : The RSI is “BUMPING” along the lows but for any HOLD we would need to bounce back above the 38.2% ret 0.1344.



USGGT10 monthly : The RSI is a LOT but we have breached the familiar 23.6% ret 0.0198 support.



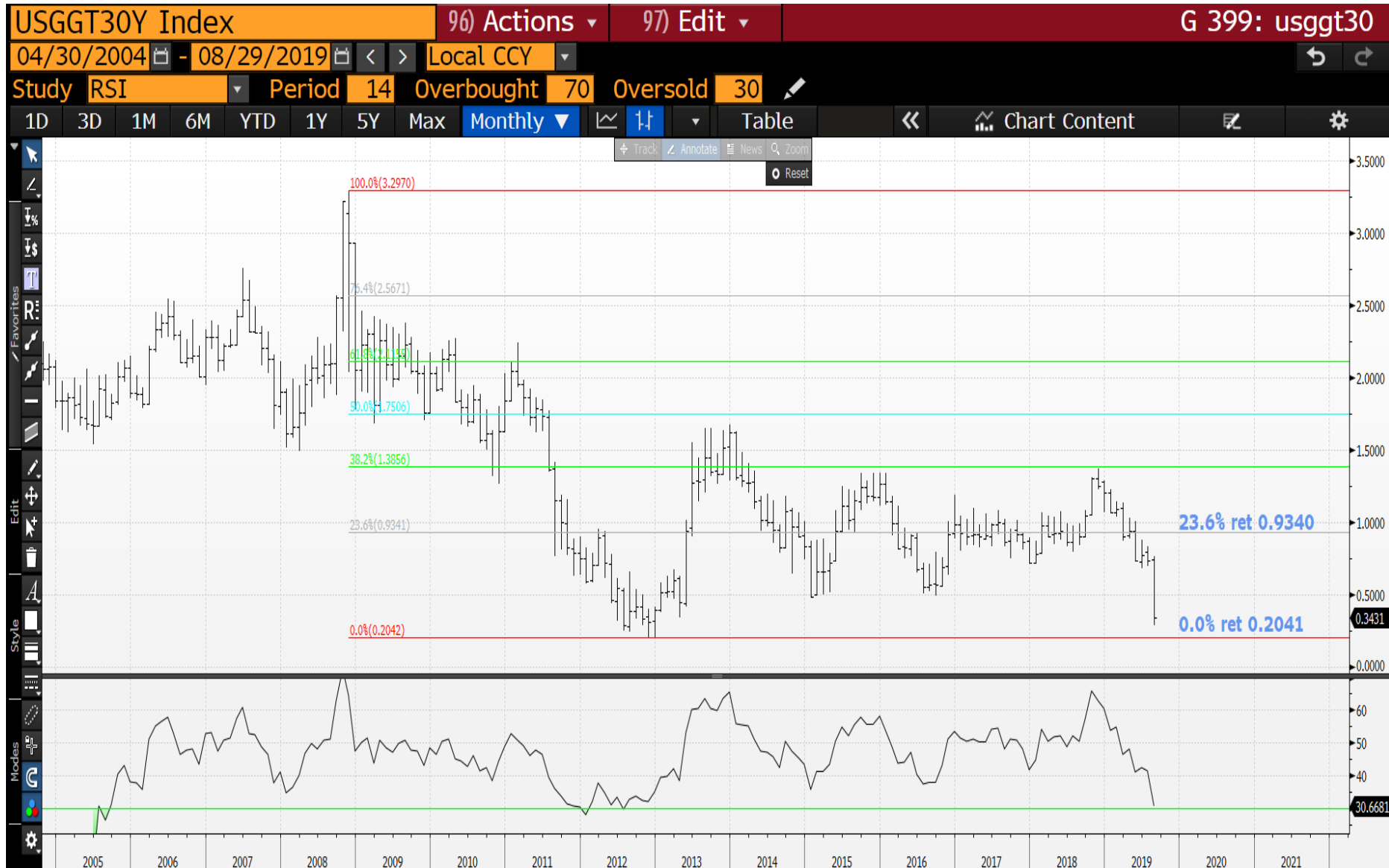
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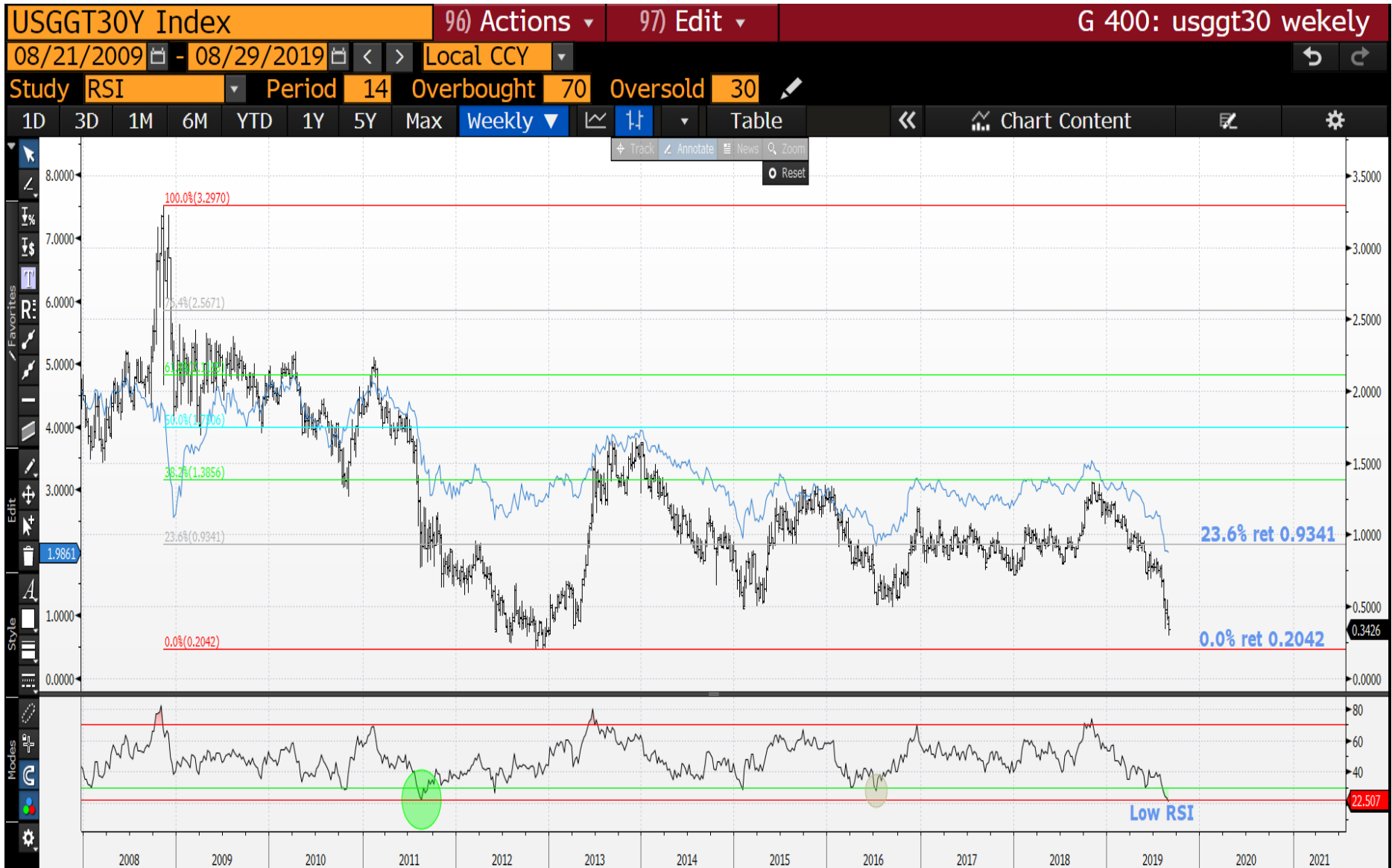
USGGT10 weekly : Similar to the previous chart the RSI is VERY low! Also this chart highlights the HISTORICAL level associated with the 23.6% ret 0.0198.



USGGT30 weekly : The RSI is not as low as the previous chart NOR hitting any retracement level. It might be more interesting if we hit the 0.0% ret 0.2041.



USGGT30 weekly : Again no level but the RSI is dislocated that said we have just eradicated the recent downside pierce. Again lets see how the market performs once we hit the 0.0% ret 0.242.



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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