

BOND DILEMA : CRUNCH TIME. IT ALL NEEDS TO HAPPEN TODAY, YIELDS HAVE TO FAIL OR WE ARE INTO A PERIOD OF HIGHER YIELDS!

WHILST MOST CTA'S REMAIN LONG BONDS AM SURE WE ARE CLOSE TO THE FINAL ADD OR THROWING IN THE TOWEL, HENCE TODAY IS VERY CRITICAL. MANY 50 DAY MOVING AVERAGES ARE OFFERING SIZEABLE RESISTANCE WHILST THE RELIABLE DBR 46 IS HOLDING SUPPORT.

GILTS ARE THE ONLY EXCEPTION WHERE THE 50 DAY HAS BEEN BREACHED.

USGG30yr monthly : ** A VERY KEY CHART. ** We have rallied half way up the months range already so realistically need to FAIL here enabling the long term lower yield call to survive.

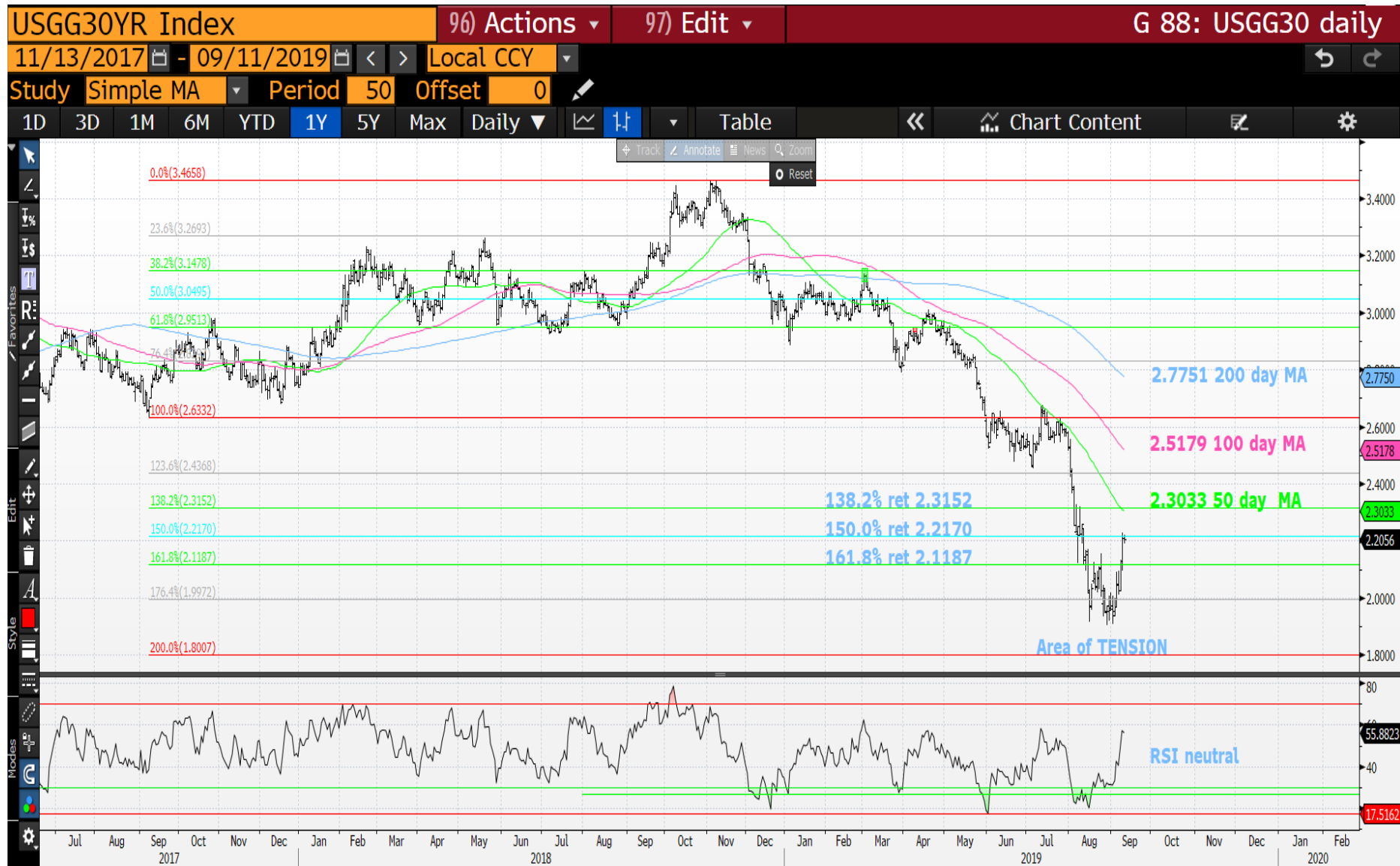


USGG30yr weekly : As ever the weekly RSI remains the biggest obstacle given its dislocation
BUT that said it failed to impact the trend from 2.500 down.



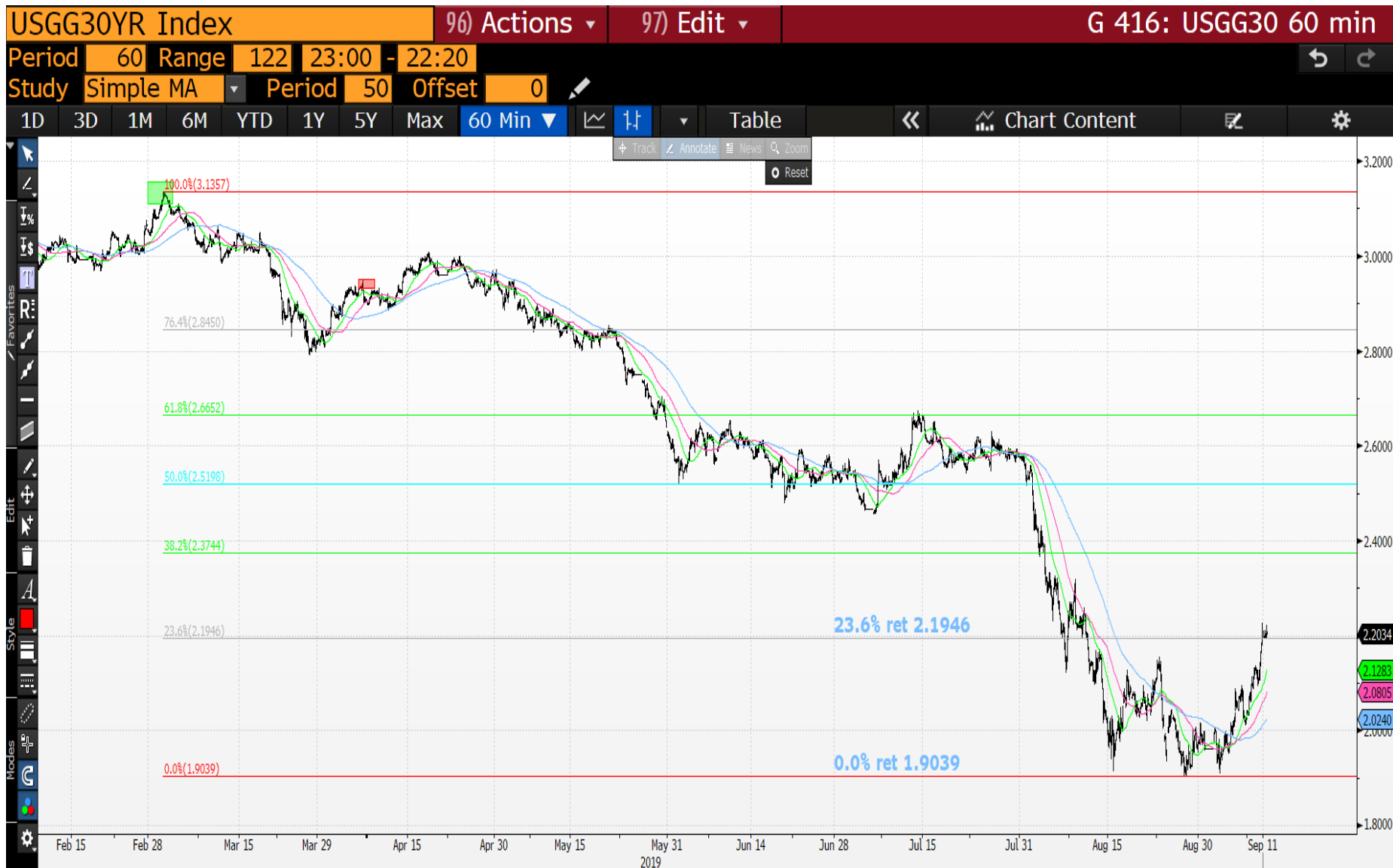
09/09/2019

USGG30yr yield daily : A reasonable bounce but major resistance looms in the form of the reliable 2.3033 50 day moving average.



09/09/2019

USGG30yr yield 60 min : Yesterday I utilised the April high as it tied in with the FUTURES BUT having used the MARCH high we now have a DECENT level to work from. We need to close sub the revised 23.6% ret 2.1946.



US 30yr futures daily : Futures wise we are in a bit of a no mans land but once back above the 23.6% ret 161-19 we should rally. CTA's could not handle more of a DIP am sure.



US 10yr yield quarterly : Yields have backed up to a half way point on the month so VERY VERY key from here.



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US 10yr yield weekly : The ever present RSI remains low but we shall see.



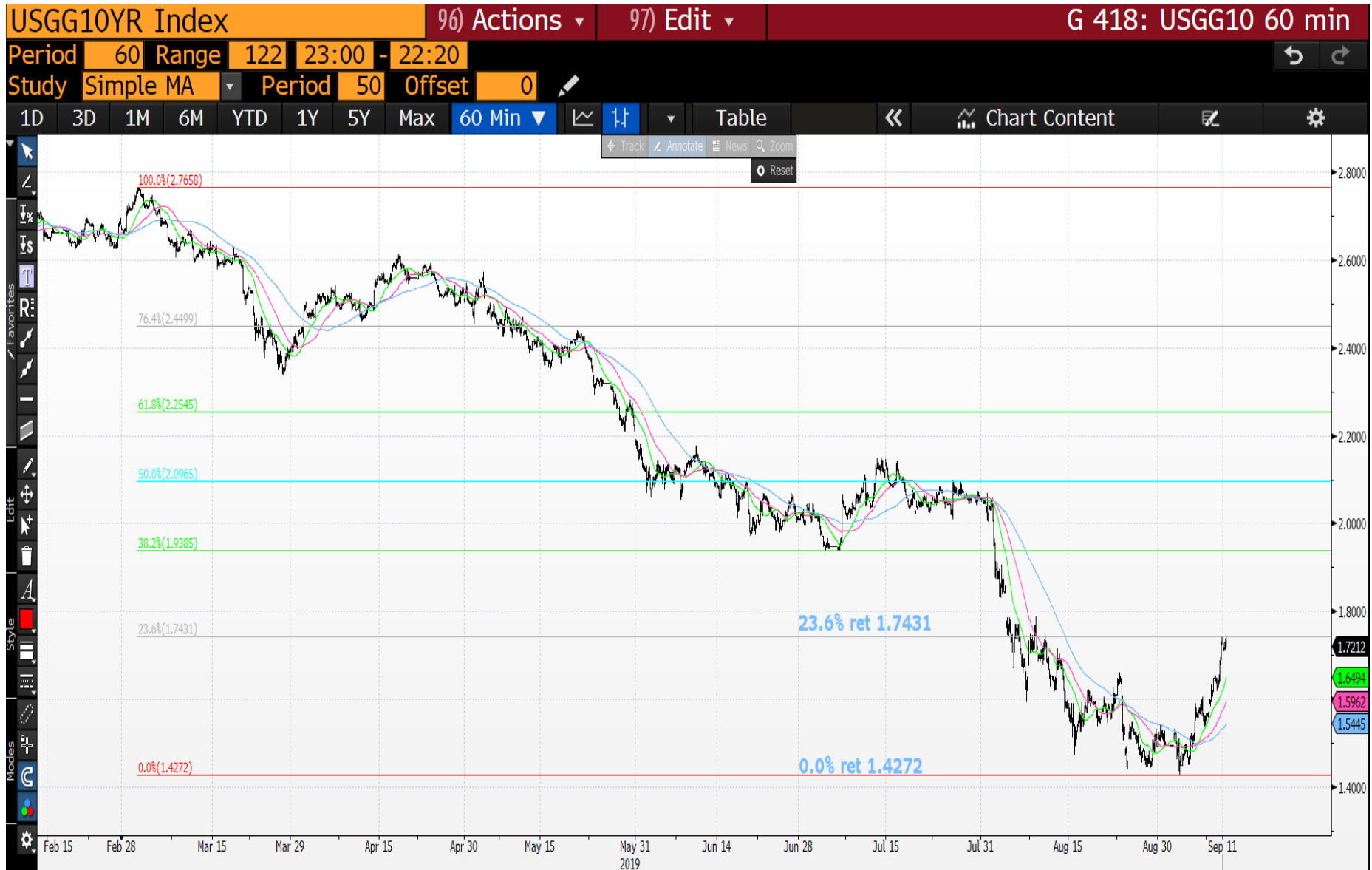
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USGG10yr daily : A nice reminder that even if yields rally various moving averages LOOM! Sub the 76.4% ret 1.7762 helps a great deal.



09/09/2019

USGG10yr 60 min : A PERFECT level now that the chart encompasses March's high. We need to fail here at the 23.6% ret 1.7431 or else. This provides a good entry point and stop!



US 10yr futures daily : Again the futures chart is more ambiguous but a close above the 23.6% ret 130-04 will help.

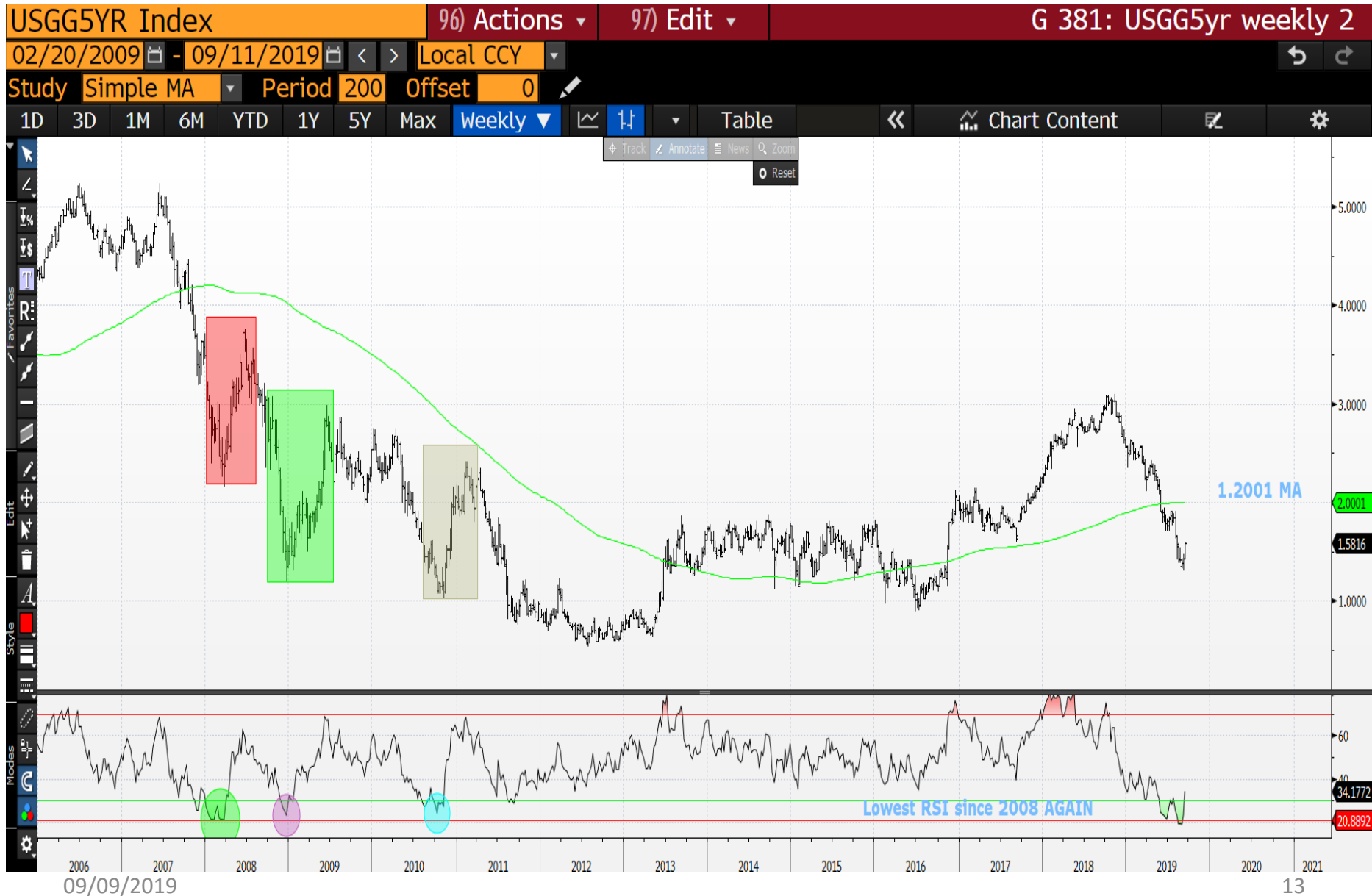


USGG5yr quarterly : We have bounced half way up the quarters range thus need a decision here!

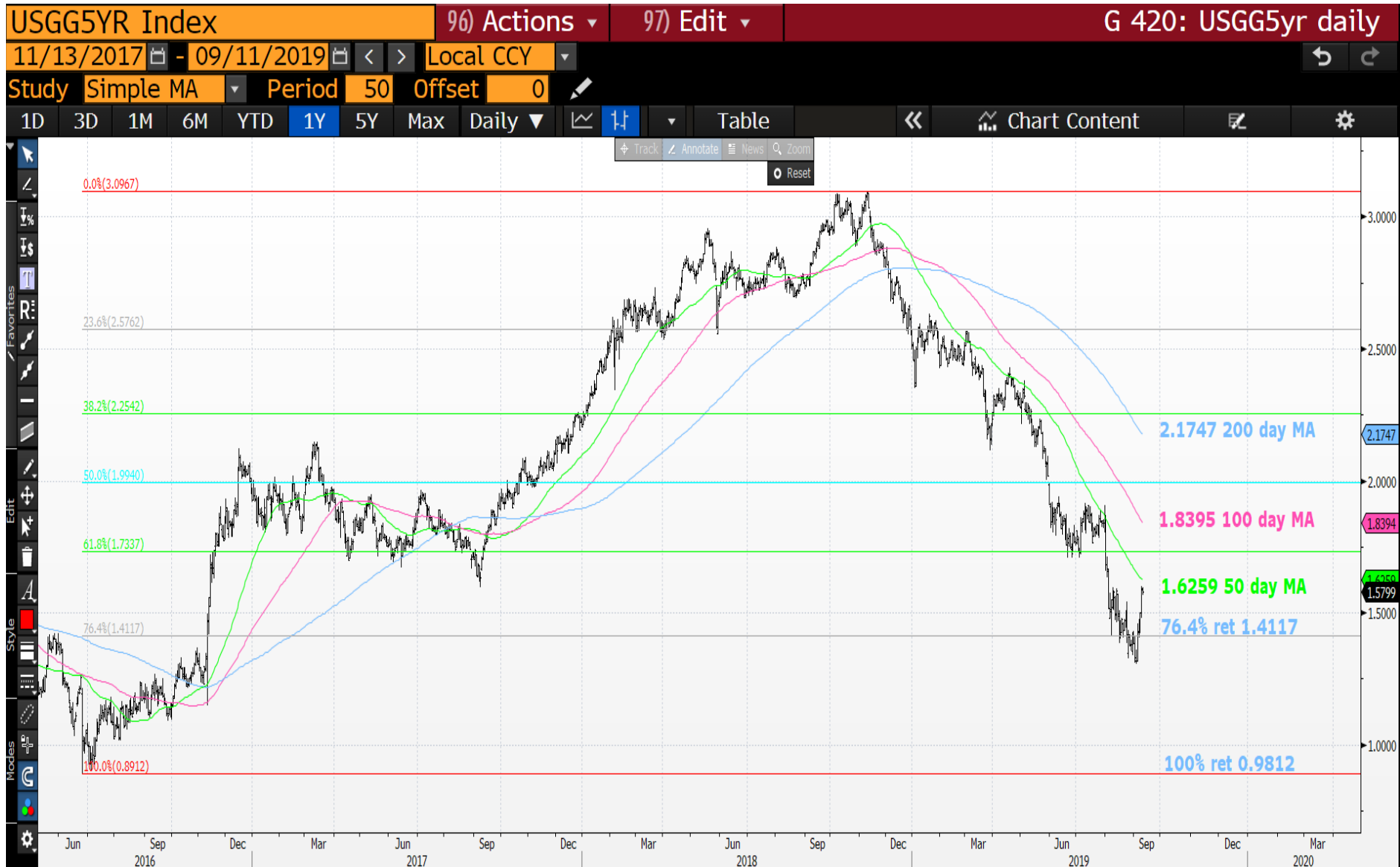


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USGG5yr weekly : Another annoying RSI dislocation similar to 2008!



USGG5yr daily : We await to see if the market responds to the 1.6259 50 day moving average.
It now or NOT AT ALL!

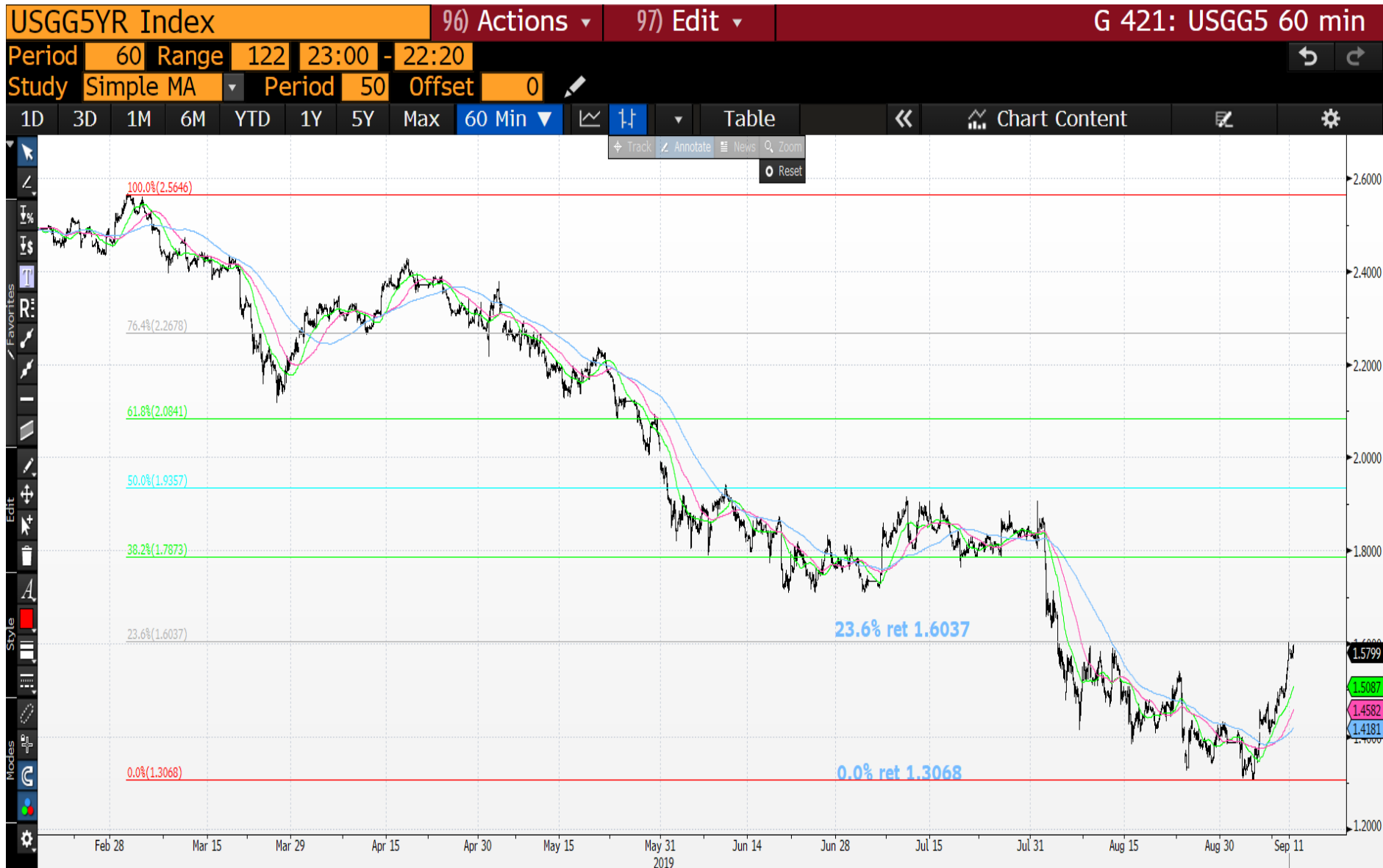


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14

USGG5yr 60 min : A very nice reinforcement of the previous chart via the 23.6% ret 1.6037.

We have to fail here or else.



US 5yr futures daily : Another in between chart.



USGG2yr quarterly : We continue to grind lower toward the 1.1923 moving average.



USGG2yr monthly : The latest bounce should hit SOLID resistance at the 23.6% ret 1.7448.



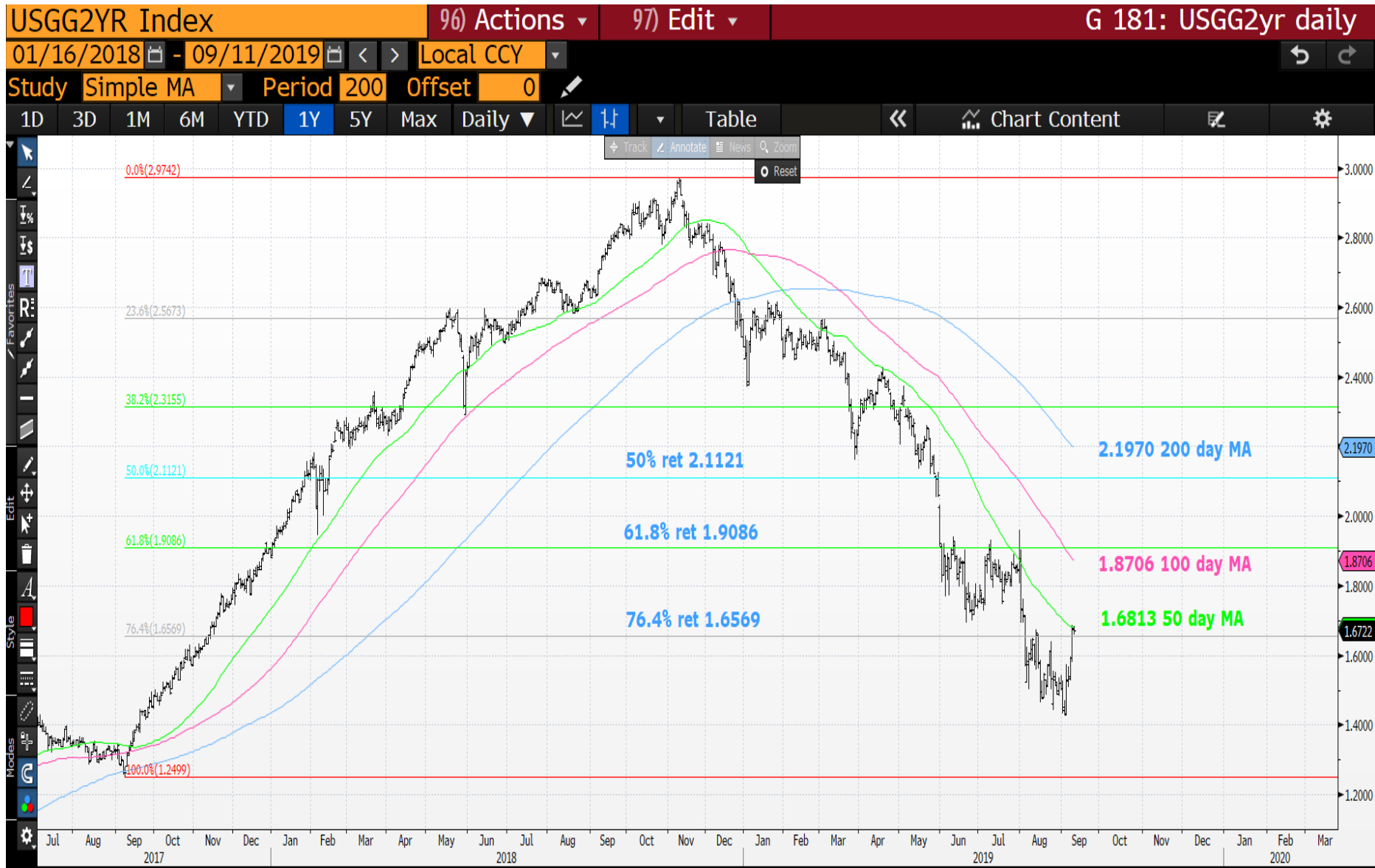
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USGG2yr monthly : We are TEASING the 1.6570 moving average but NEED to close below it to maintain the long-term lower yield view.



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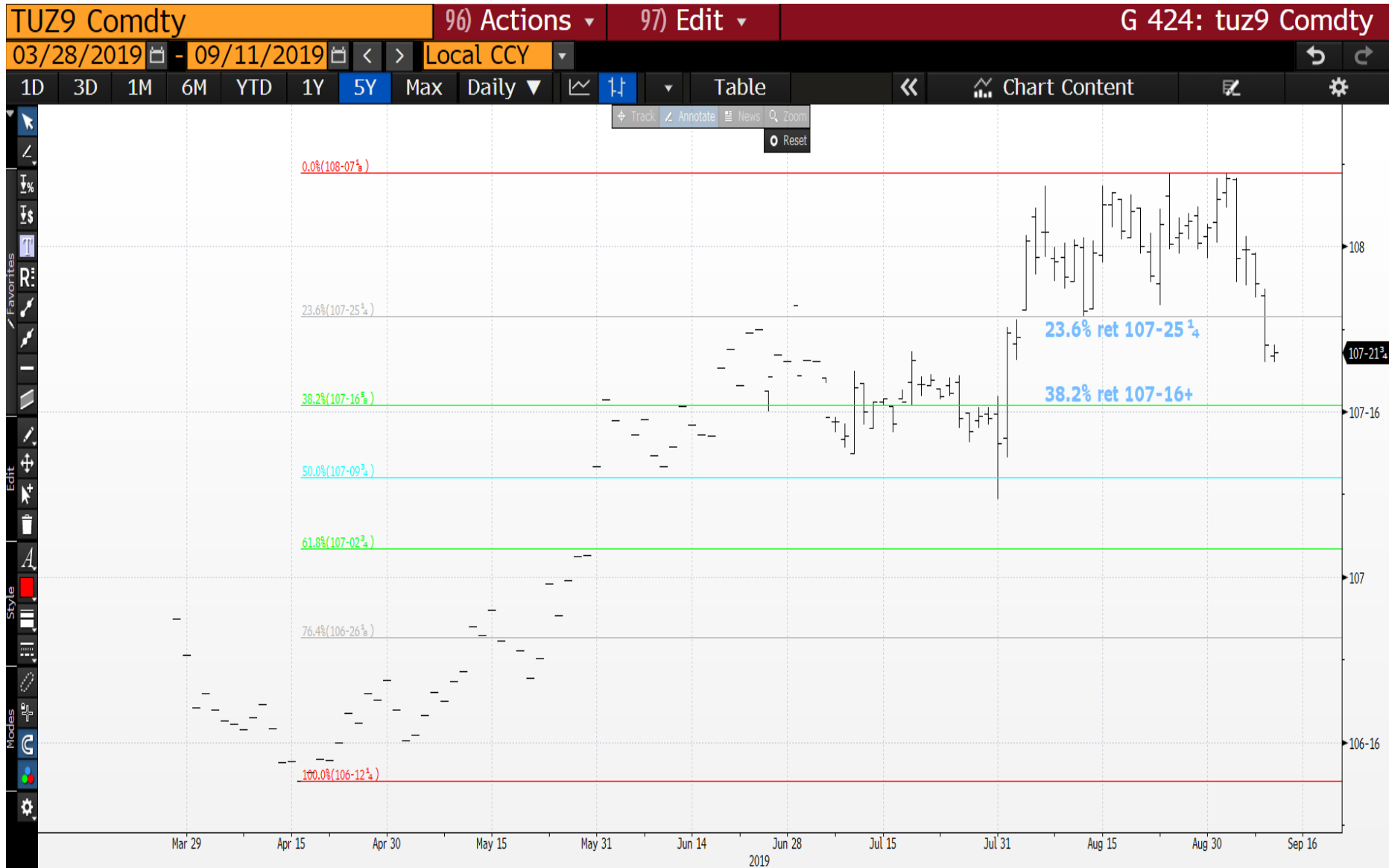
USGG2yr daily : Another great level in PLAY as we hit the RELIABLE 50 day moving average 1.6813. We did need some wiggle room back in late July but as long as we close below the moving average the trend is maintained.



USGG2yr 60 min : Again a LAME bounce and the TREND remains providing we remain sub the 23.6% ret 1.6947.



US 2yr future daily : A mixed location when it comes down to the futures.



Generic German 10yr quarterly : We have NEW YEAR yield low despite the yields involved.
We have had a recent bounce but still not meaningful enough.



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Generic German 10yr daily : The BIG TEST IS ON. This has been one of the MOST reliable moving average charts so would give it special FOCUS. We need to fail this -0.509 level.

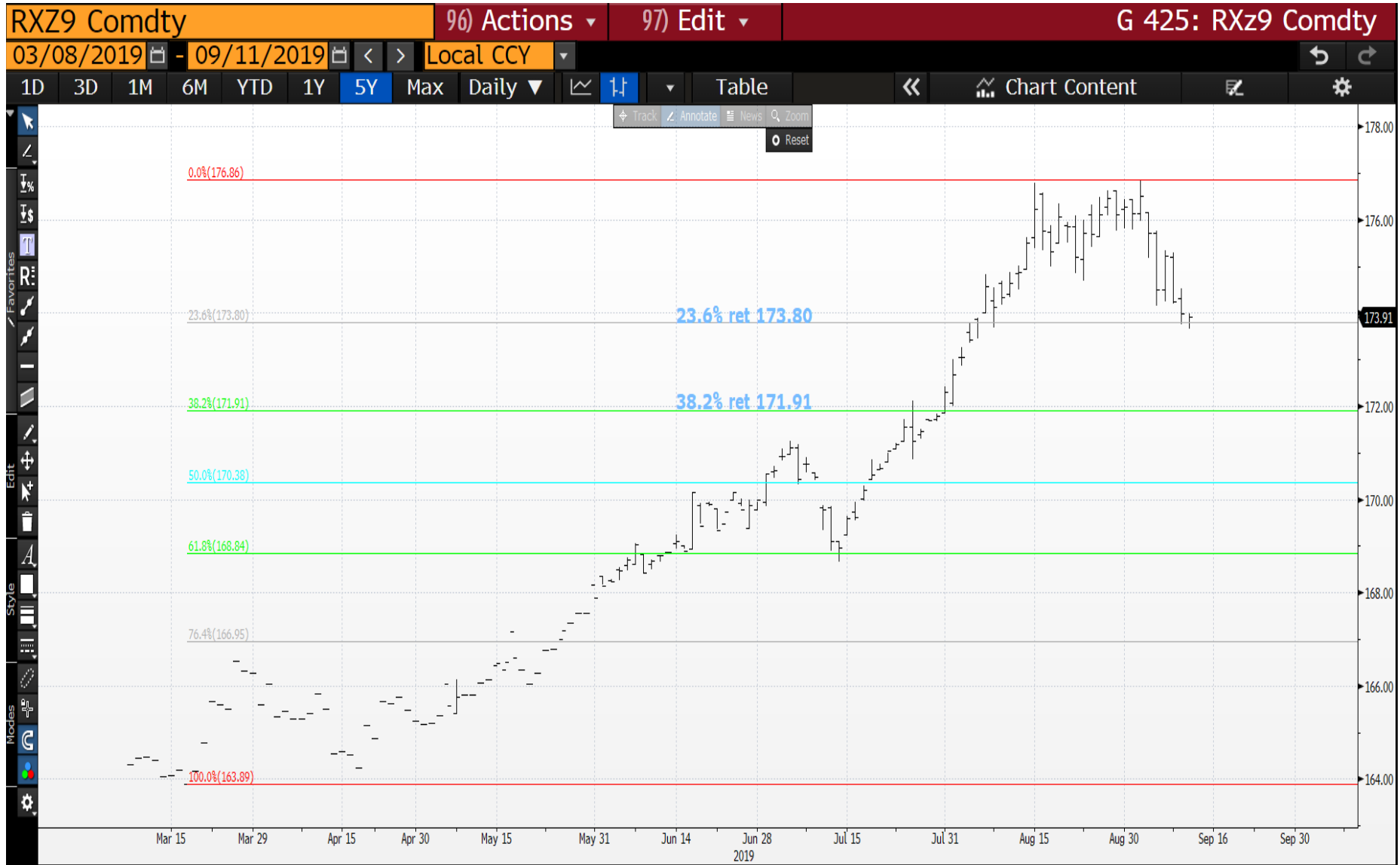


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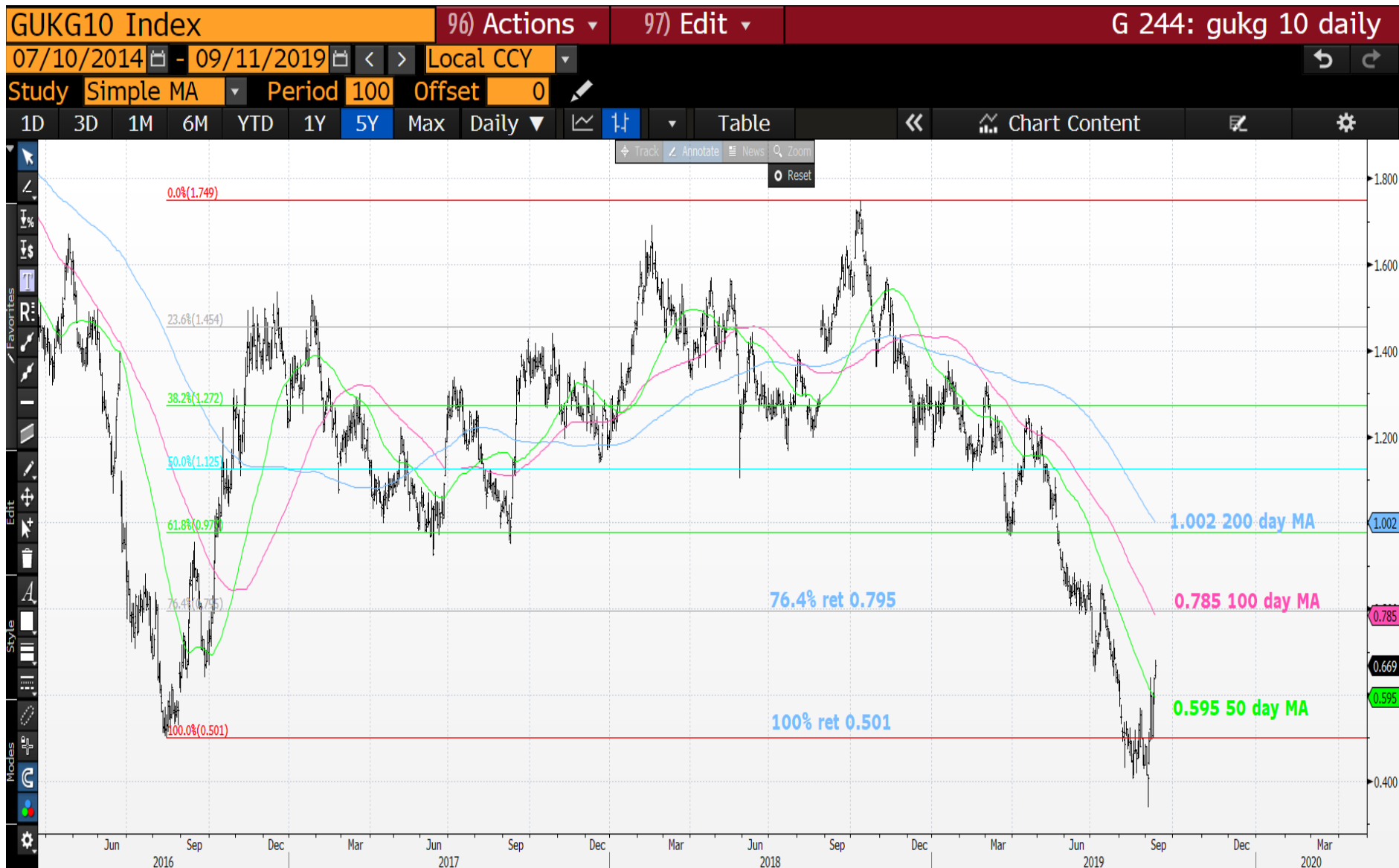
DBR 46 daily : ****A BOND TO WATCH**** Given this has been one of the MOST reliable bonds its well worth watching the 167.976 moving average support. The circles highlight previous SUCCESSFUL HOLDS.



Bund future daily : This time the futures is a compliment, we need to HOLD the 38.2% ret 173.80. I doubt the CTA's have exited and could ADD here, but will be the LAST TIME THEY DO.



Gilt future daily : These are the ONLY chart to breach the 50 day moving average 0.595, lets see how much further they go.



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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