

**BOND YIELDS AND STOCKS ALL NOW HEADING LOWER IN SOME STYLE, SADLY SINCE THE CORONAVIRUS CLAIMS MORE VICTIMS.**

**BOND YIELDS DEFINITELY REPLICATING THE MOVE OF 2011-2012 AS WE APPROACH MONTH END. MANY STOCKS COULD GAP LOWER THIS MORNING GIVEN THEIR VERY OVER BOUGHT STATE. MANY IN EUROPE SUB THEIR 50 DAY MOVING AVERAGE.**

- 1. BOND YIELDS LOWER? YIELDS CONTINUE TO GRIND LOWER WITH GERMANY BREACHING MAJOR LEVELS, TIME TO REPLICATE THE 2011-2012 SCENARIO.**
- 2. COMMODITIES HIGHER. GOLD HAS BROKEN THE RECENT HIGHS AND REMAINS A FIRM FAVOURITE AS AN INSURANCE POLICY.**

**BONDS :**

**THERE ARE MANY KEY CHARTS TO BACK UP THE REPLICATION OF THE 2011-2012 YIELD SCENARIO ESPECIALLY IN THE US, WHILST GERMANY BREACHED BACK INTO THE LONGTERM DOWNTREND YIELD CHANNEL. ADDITIONALLY THE DBR 46'S HAVE BREACHED THEIR SIGNIFICANT MOVING AVERAGE.**

**US BREAKEVENS AND USGGT :**

**BREAKEVENS COULD BE POISED TO TOP OUT.**

**COMMODITIES : VERY LITTLE GROUND HAS BEEN GIVEN BACK ON LAST YEARS RALLY WITH GOLD REMAINING IN VERY POSITIVE TERRITORY.**

**EQUITIES : STOCKS ARE LIKELY TO GAP OPEN THIS AFTERNOON AND INITIATE A SIZEABLE REVERSAL GIVEN THE OVER BOUGHT STATE OF MANY.**

**\*\*A LOT DEPENDS ON STOCKS AS I THINK WE NEED THEM FOR FURTHER BOND YIELD FALLS\*\***

USGG30yr monthly : **\*\* ONE TO WATCH \*\*** Quite a major reversal on the month with the market now back at the lows. This is a good time for fresh lows so we CAN emulate the 2011-2012 scenario, targeting 1.3664 over the next couple of months.

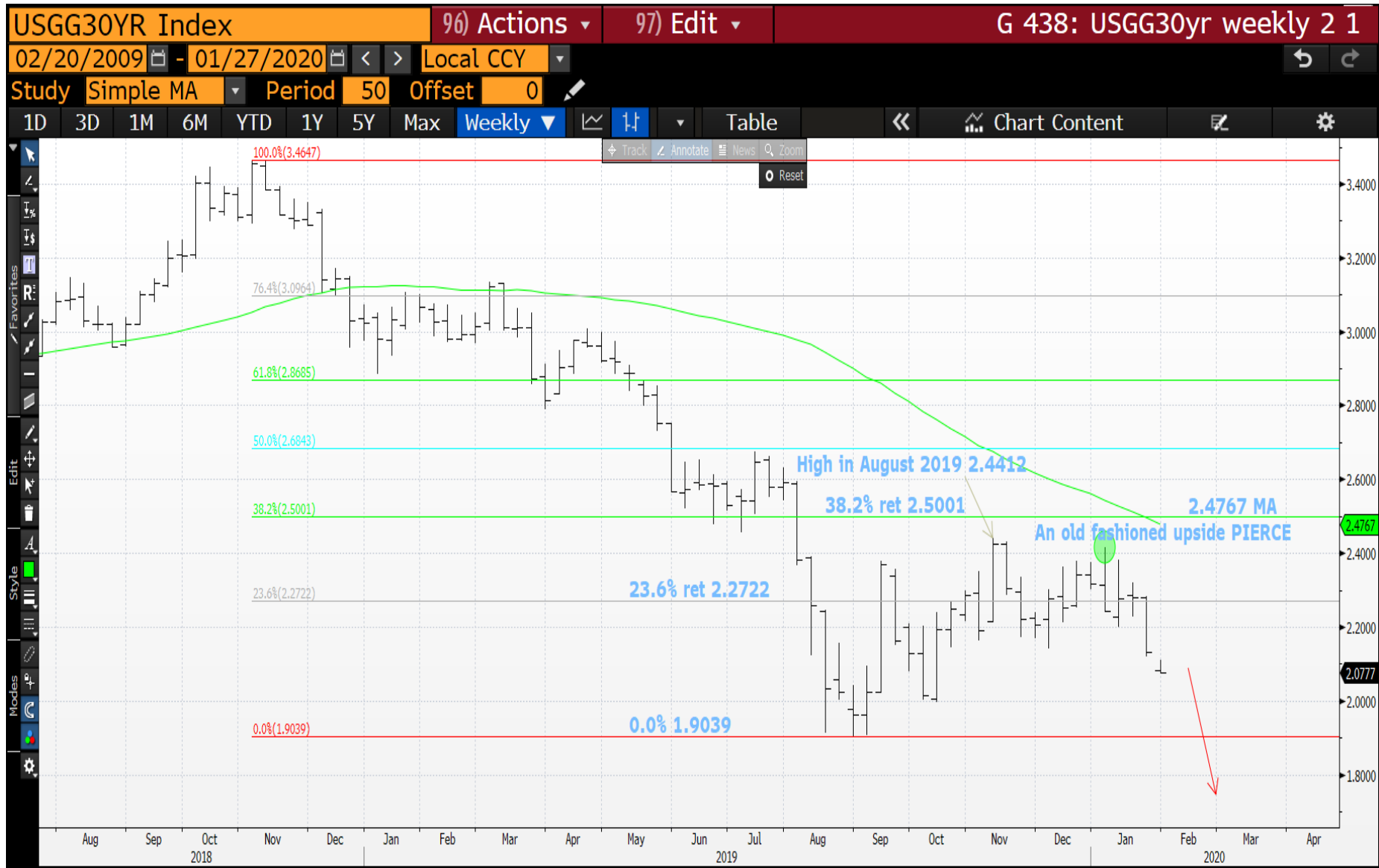


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USGG30yr weekly (Taken from Feb 2011 high to July 2012 low) : Hopefully this chart and the following will look similar. That time we failed the 38.2% retracement and 50 day moving average, formulating a new low shortly after.



USGG30yr weekly (Now) : We are making decent progress and should see the recent lows in the next couple of weeks, if not sooner.



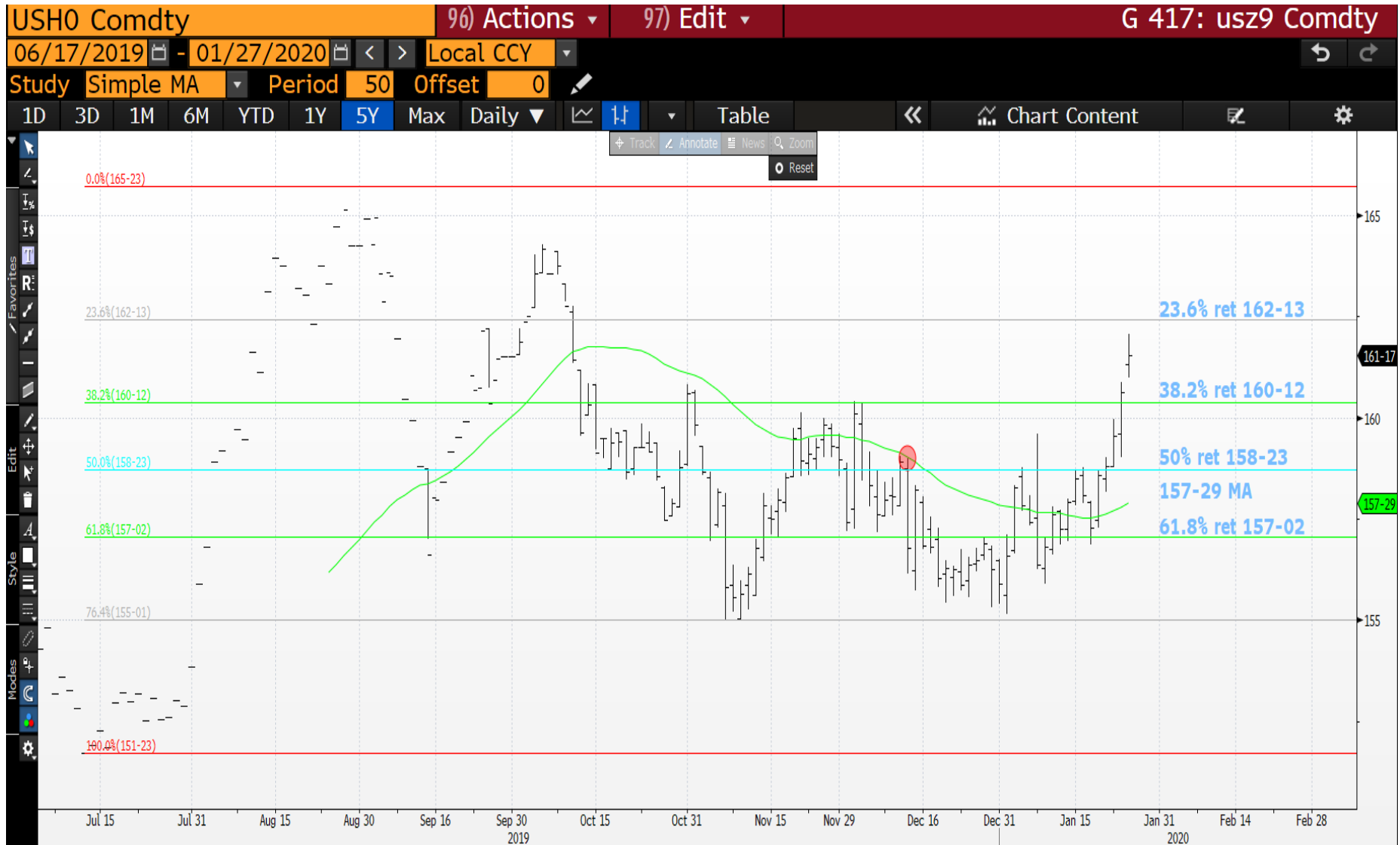
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USGG30yr yield daily : \*ONE TO WATCH\* We are below ALL moving averages and poised to revisit the previous lows.



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US 30yr futures daily : We are now above all futures levels and poised to takeout the recent high.



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US 10yr yield quarterly : \*Possibly the chart to watch.\* The quarterly RSI is off the lows BUT we CONTINUE to REJECT the all important 2.00 % yield level. This could a critical signal!



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# USFS 10-20 monthly : A sizeable rejection now and new lows loom.



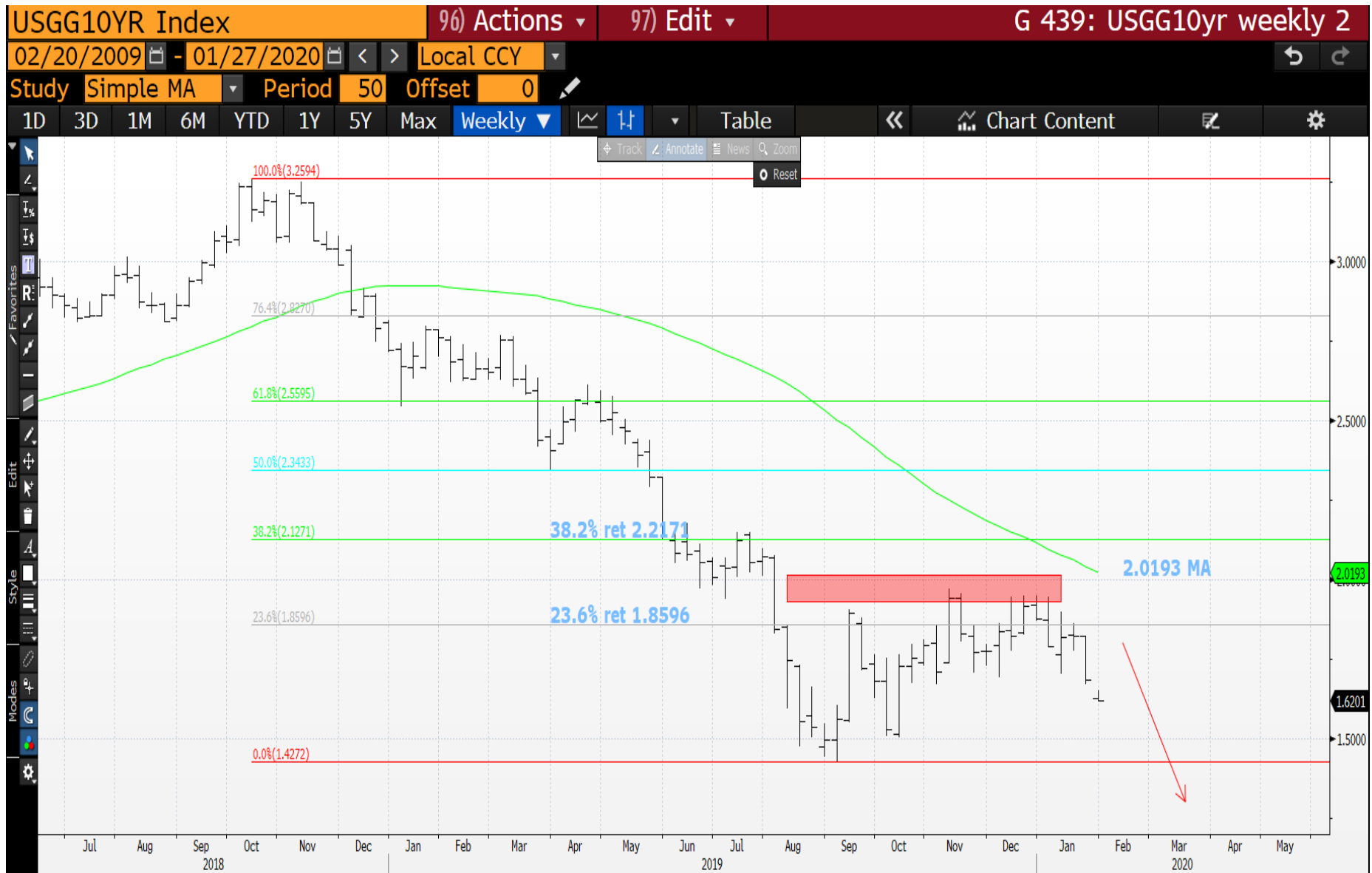
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# US 10yr yield weekly (Taken from Feb 2011 high to July 2012 low): That time we fell SHY of the retracement and MOVING AVERAGE.



US 10yr yield weekly (Now) : New lows looming in the next week or two.

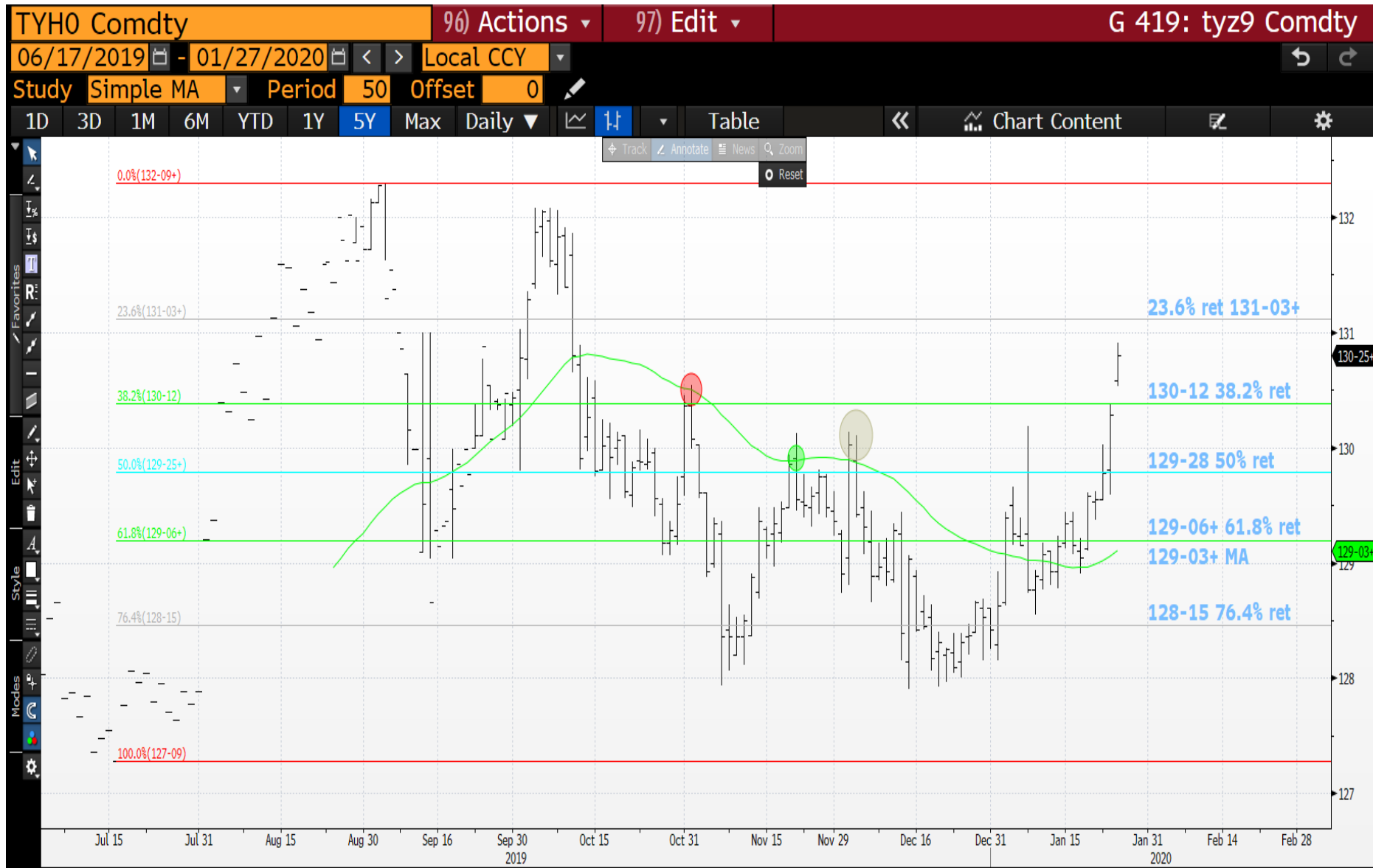


USGG10yr daily : We are below ALL moving averages and trending toward the previous low.



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US 10yr futures daily : We have breached the 130-12 and now on the way to the previous highs.



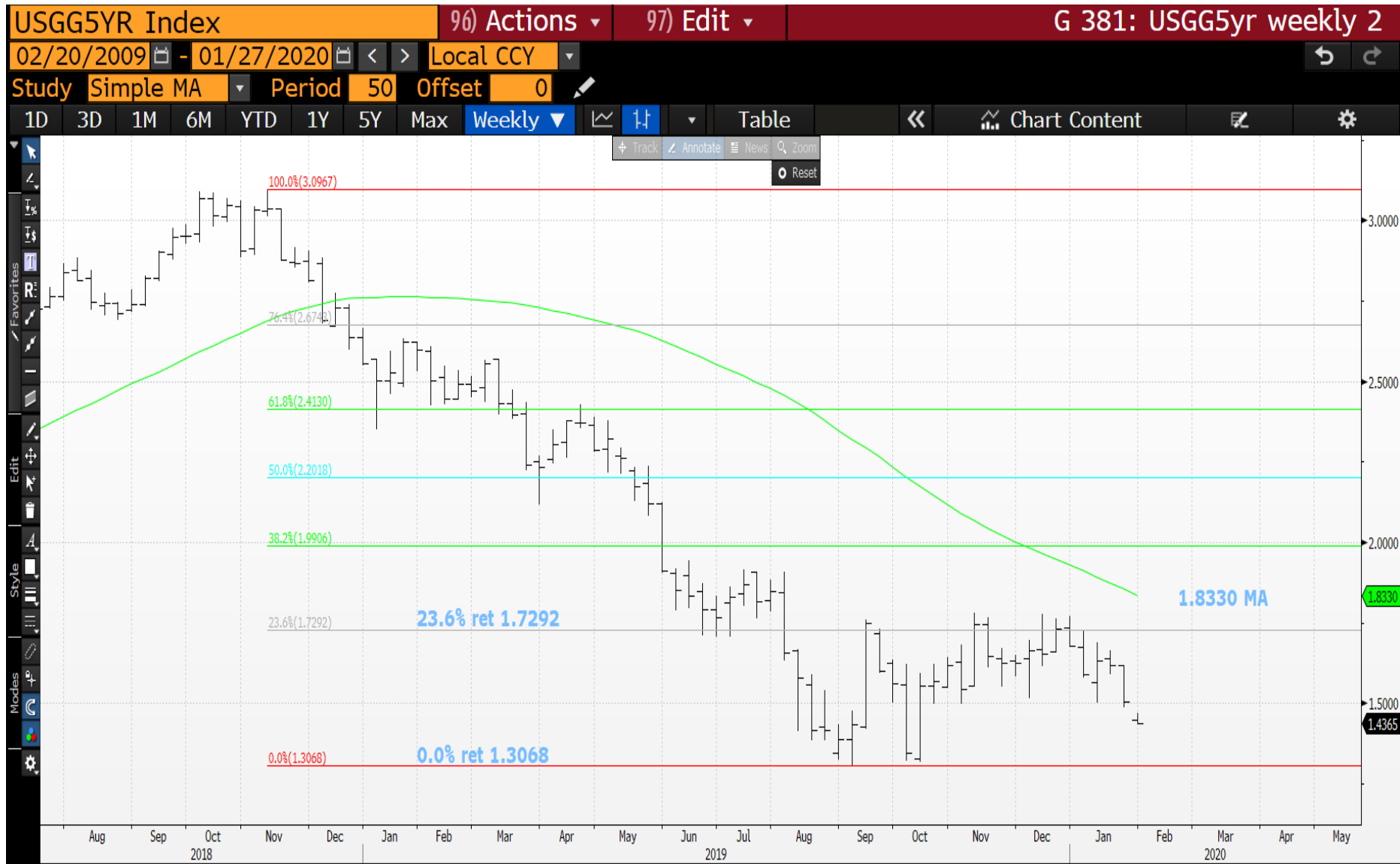
USGG5yr quarterly : \*\* Critical chart \*\* The moving average has proved steadfast resistance, lower we go.



USGG5yr weekly (Taken from Feb 2011 high to July 2012 low) : That time the bounce was ONLY to the 23.6% ret 1.1520 indicating a very LAME bounce.

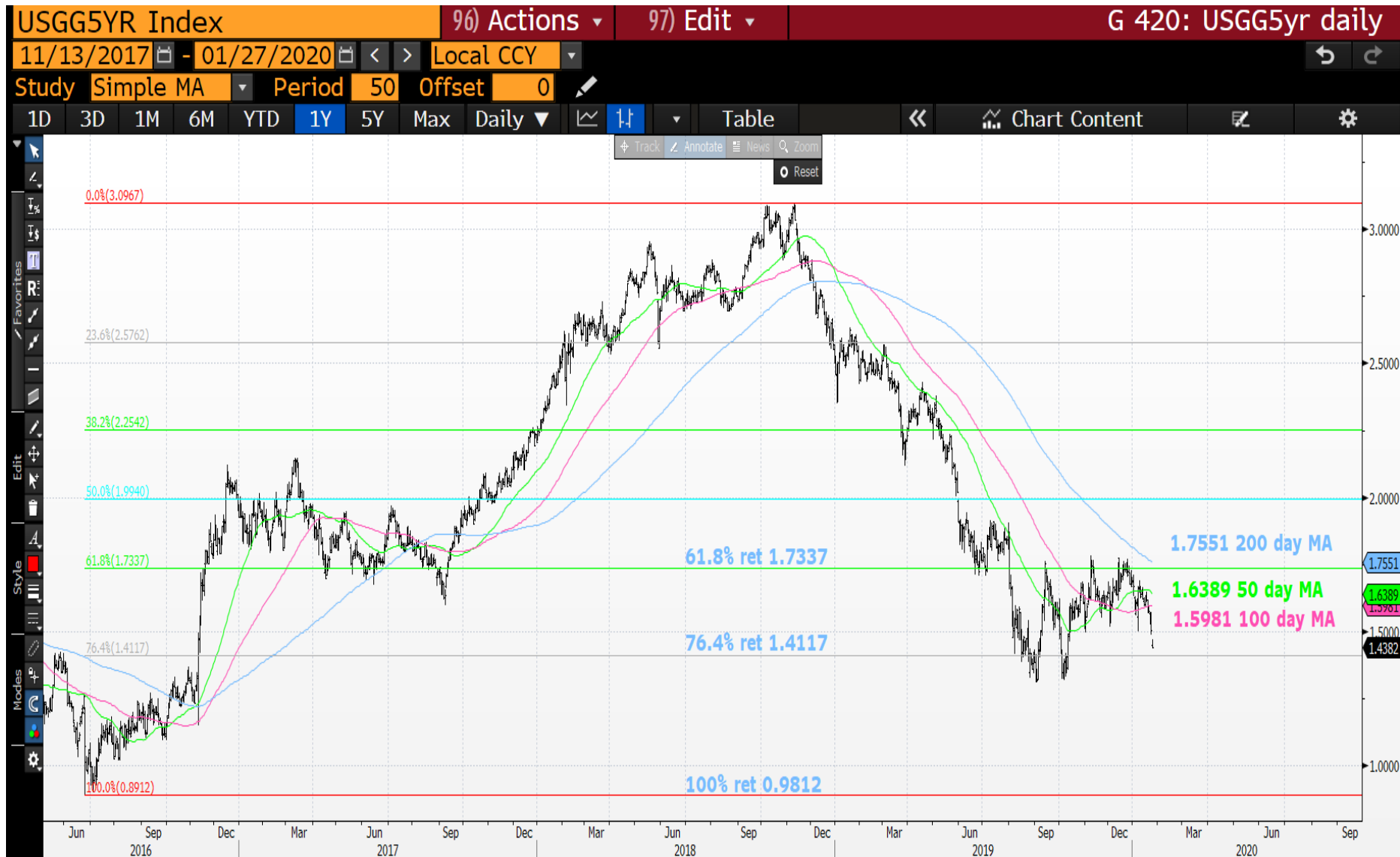


USGG5yr weekly (Now) : This was a particularly lame bounce only reaching the 23.6% ret 1.7292, now sub 1.500% the lows are easily in sight.



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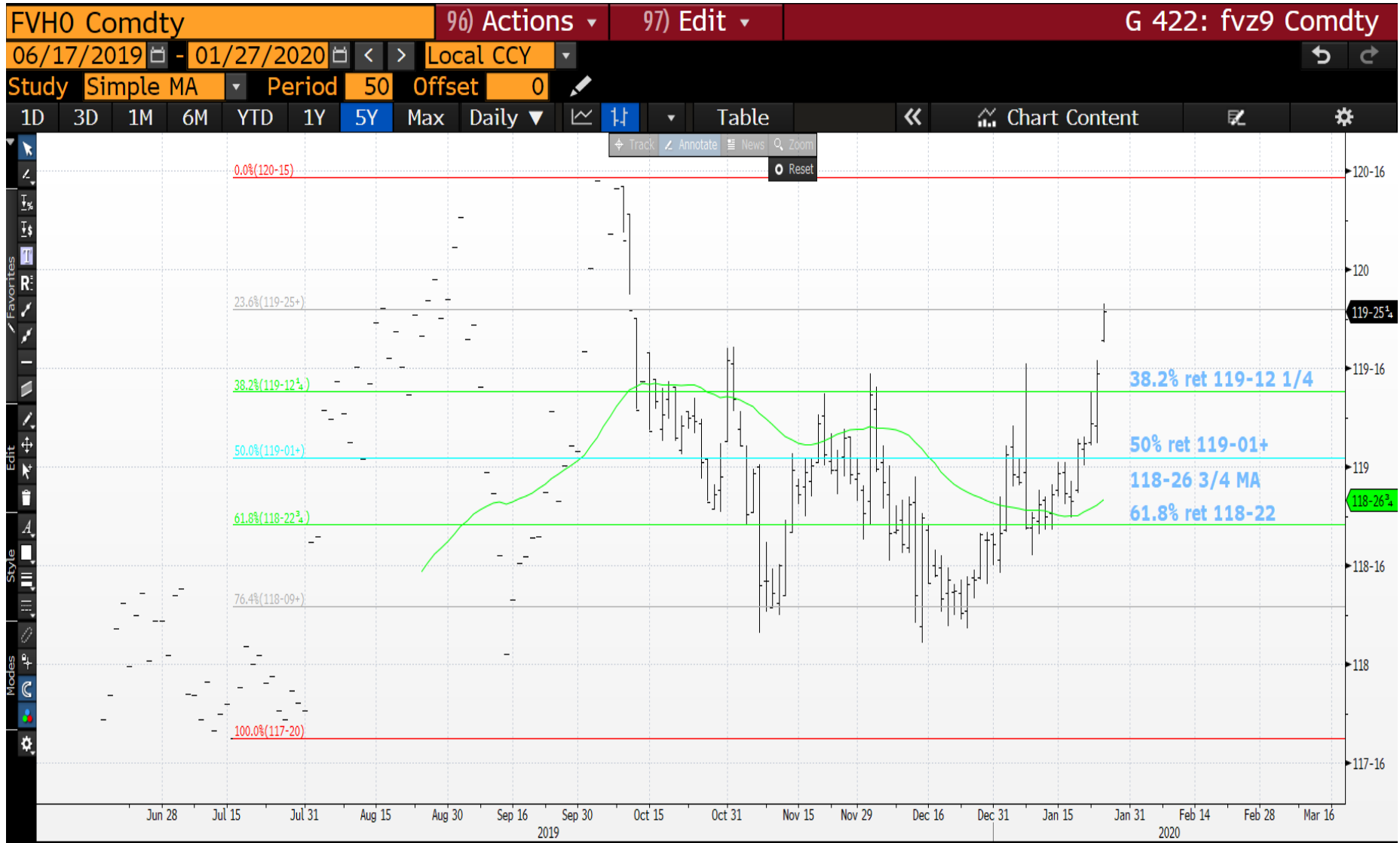
USGG5yr daily : We are now below ALL moving averages and poised to hit the previous 0.9812 low.



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US 5yr futures daily : A nice GAP opening but we should revisit the previous highs soon.



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USGG2yr monthly : This continues to be the LAME sector of the curve and poised to head a lot lower.



USGG2yr weekly : We have remained below the prominent 1.791 moving average and keen to head lower.



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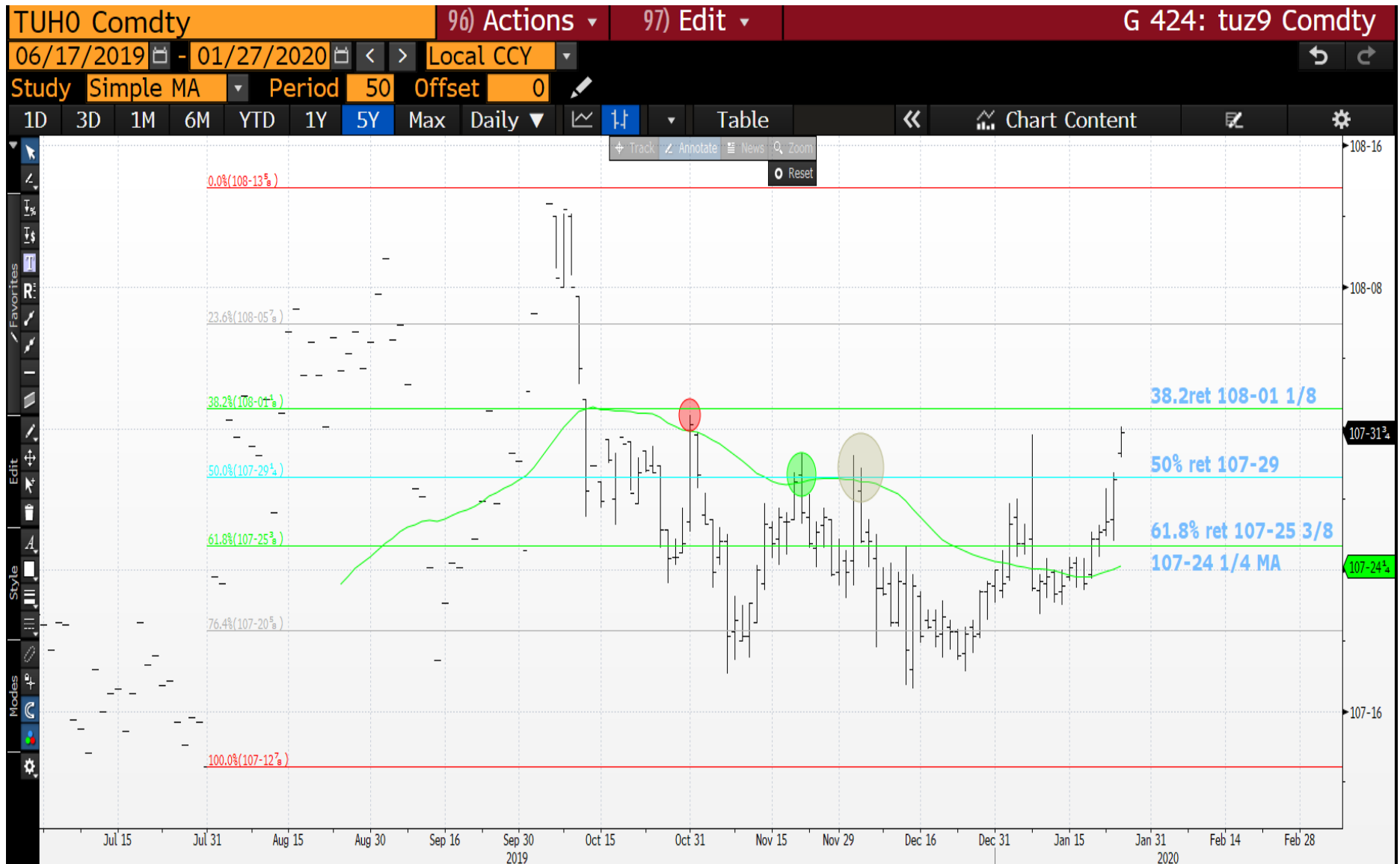
USGG2yr daily : \*\*Further evidence of the STRUGGLE.\*\* Struggle over we are heading lower.



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US 2yr future daily : A close above the 38.2% ret 108-01 1/8 will help the RALLY.



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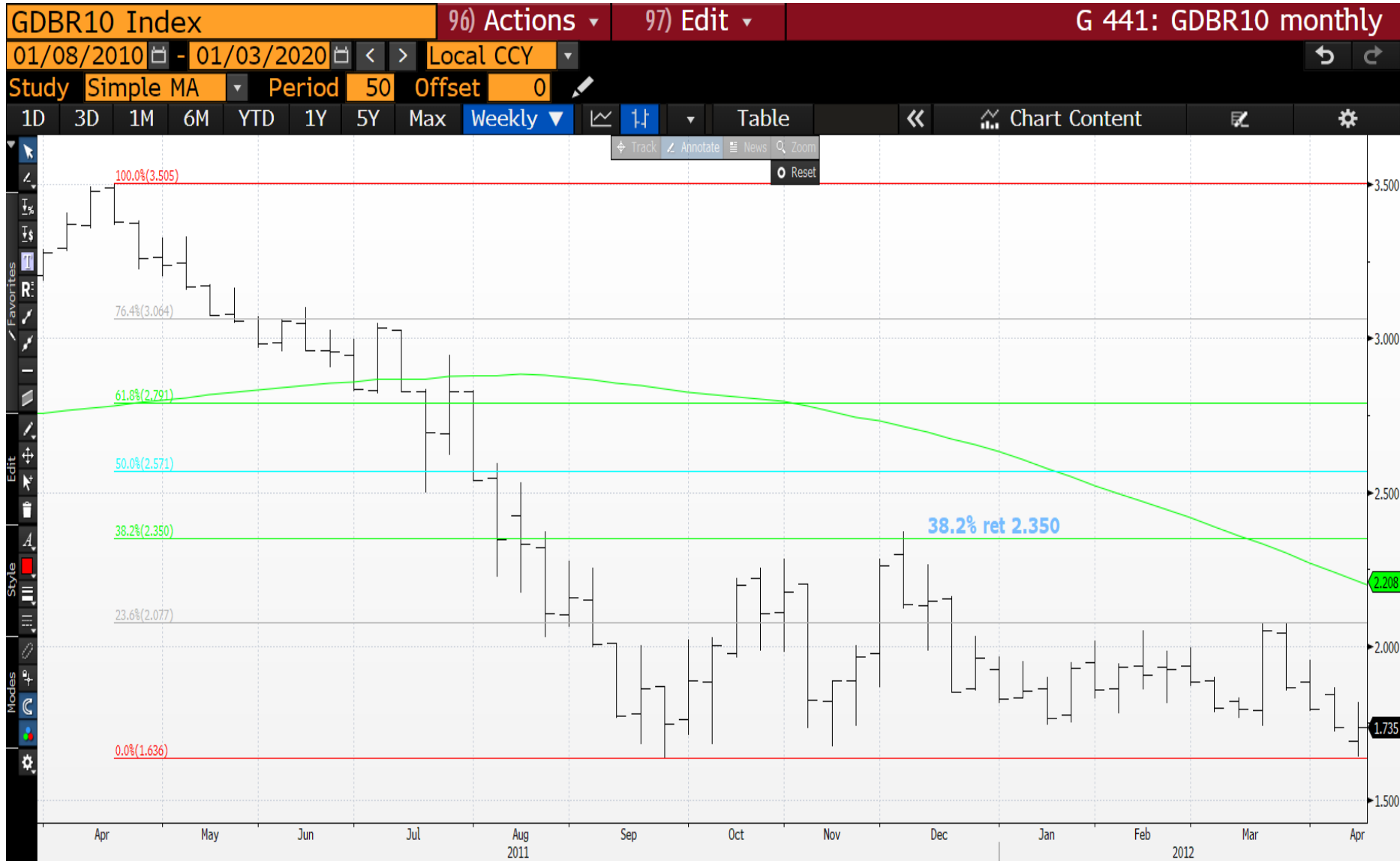
Generic German 10yr quarterly : This has been a VERY KEY chart and we have re-entered the CHANNEL -0.293. Lower we go.



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Generic German 10yr weekly (Taken from April 2011 high to April 2012 low) : That time we hit the 38.2% ret 2.350 and failed.

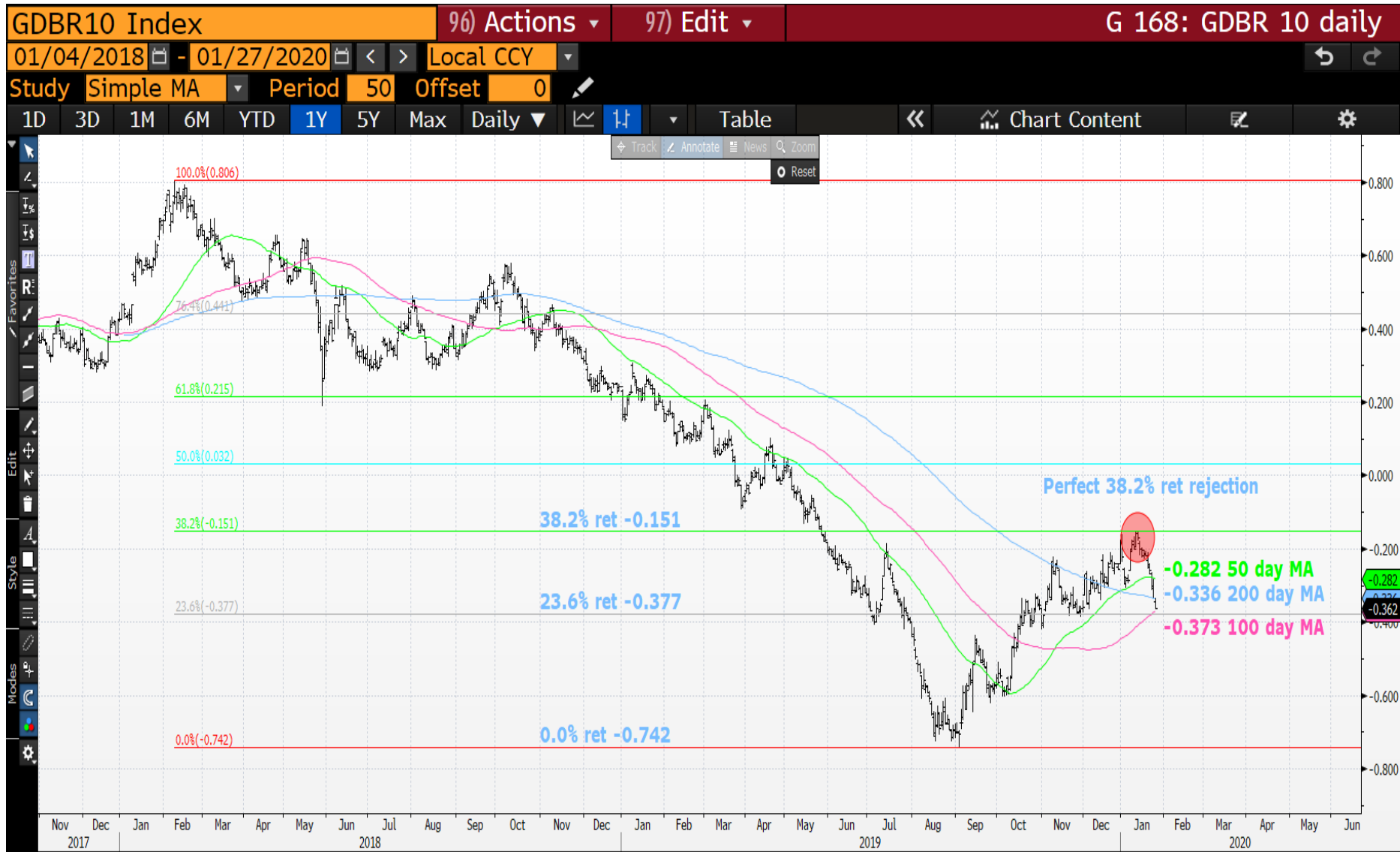


Generic German 10yr weekly (Now) : \*\* A PERFECT CHART \*\* Ideally we can breach the 23.6% ret -0.377, that should then force a more rapid decline.





Generic German 10yr daily : We are close to breaching the -0.373 100 day moving average.  
 Close sub this and we will join other markets in yield free fall.



DBR 46 daily : This has been a VERY valuable chart. We now need to breach the 100% ret 163.575 given well above the reliable moving average.

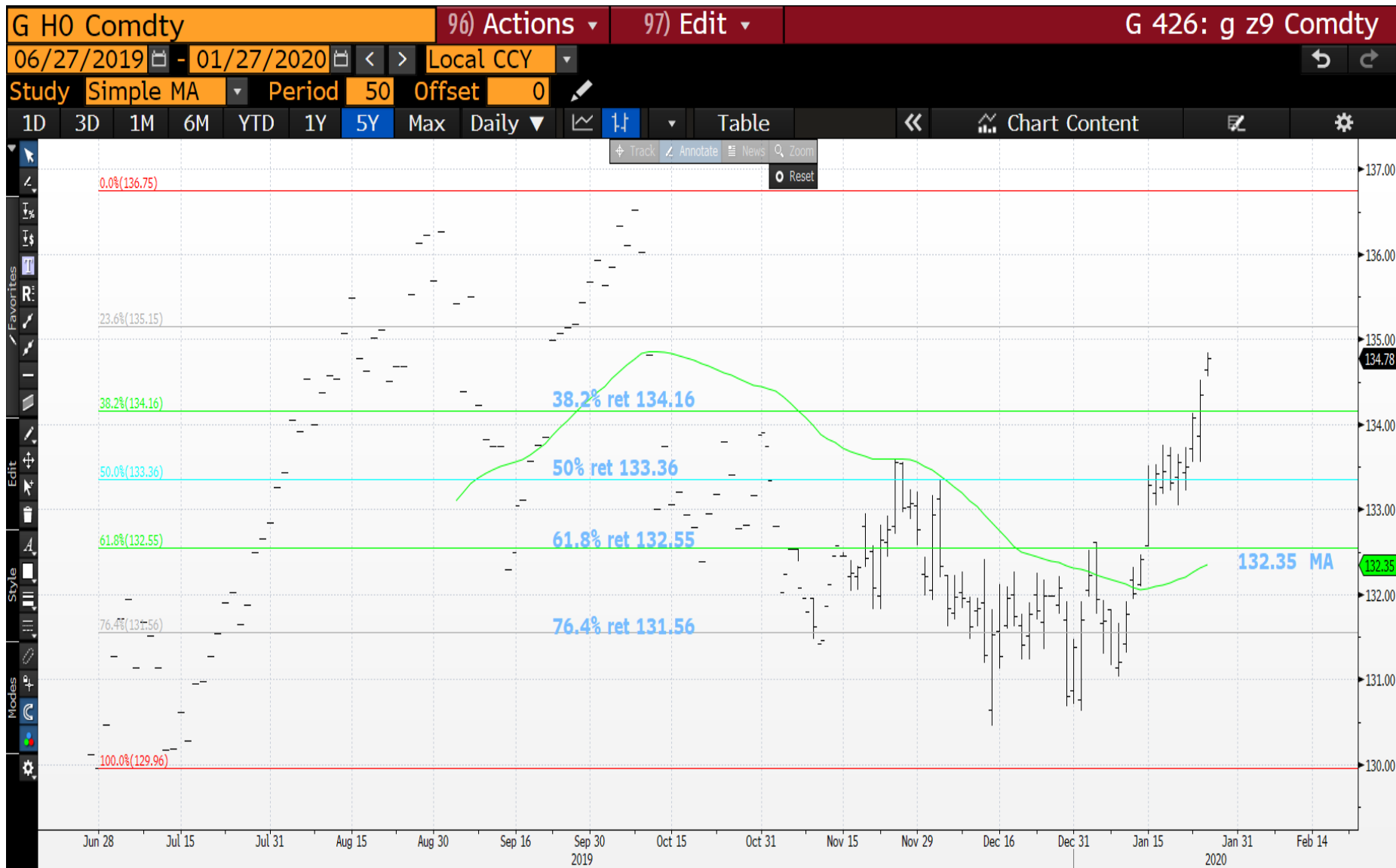


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Bund future daily : We have based and above the 50% ret 173.97 will help alot.



Gilt future daily : We have breached the 38.2% ret 134.16 and well on the way to the previous highs.

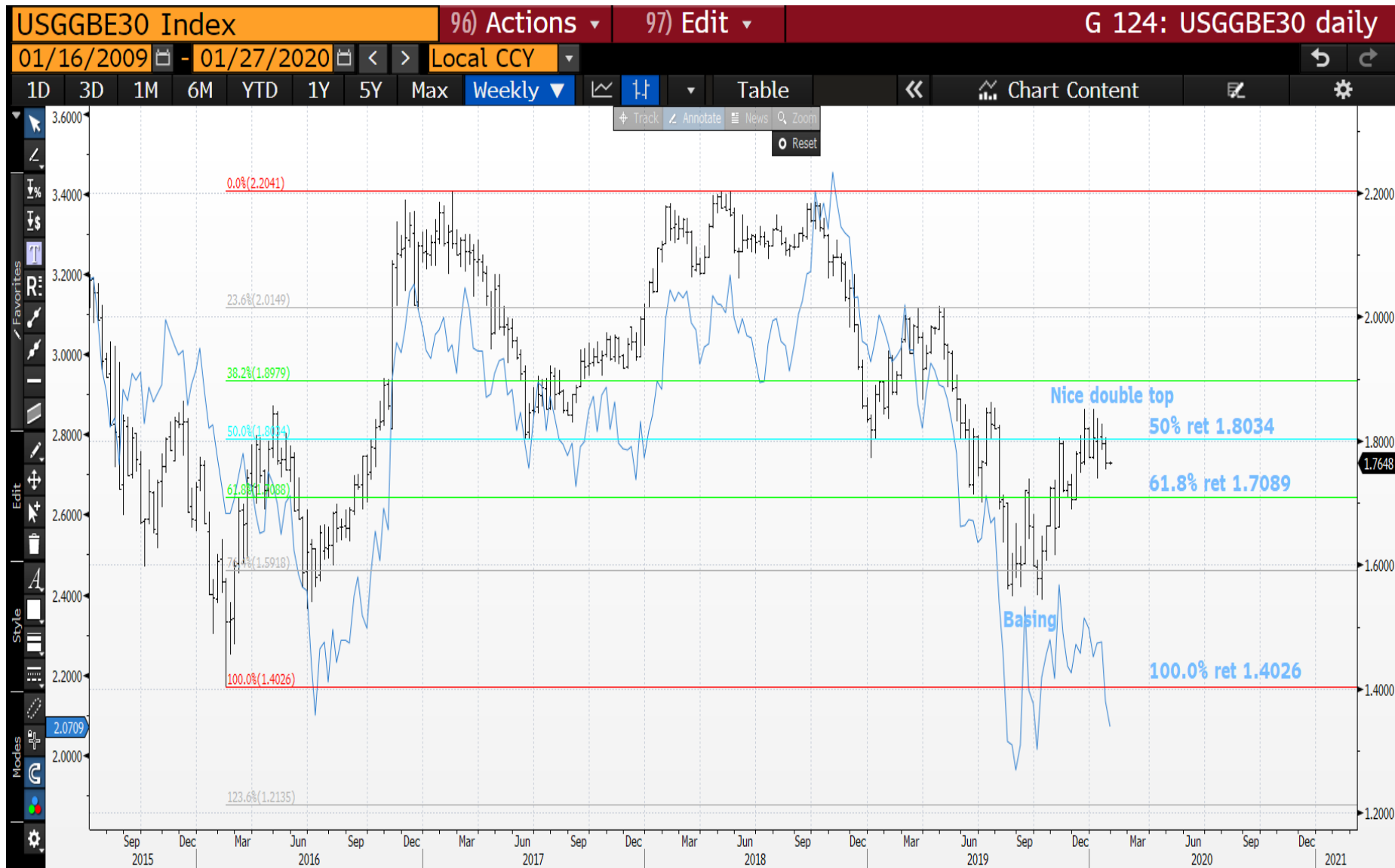


## US BREAKEVENS :

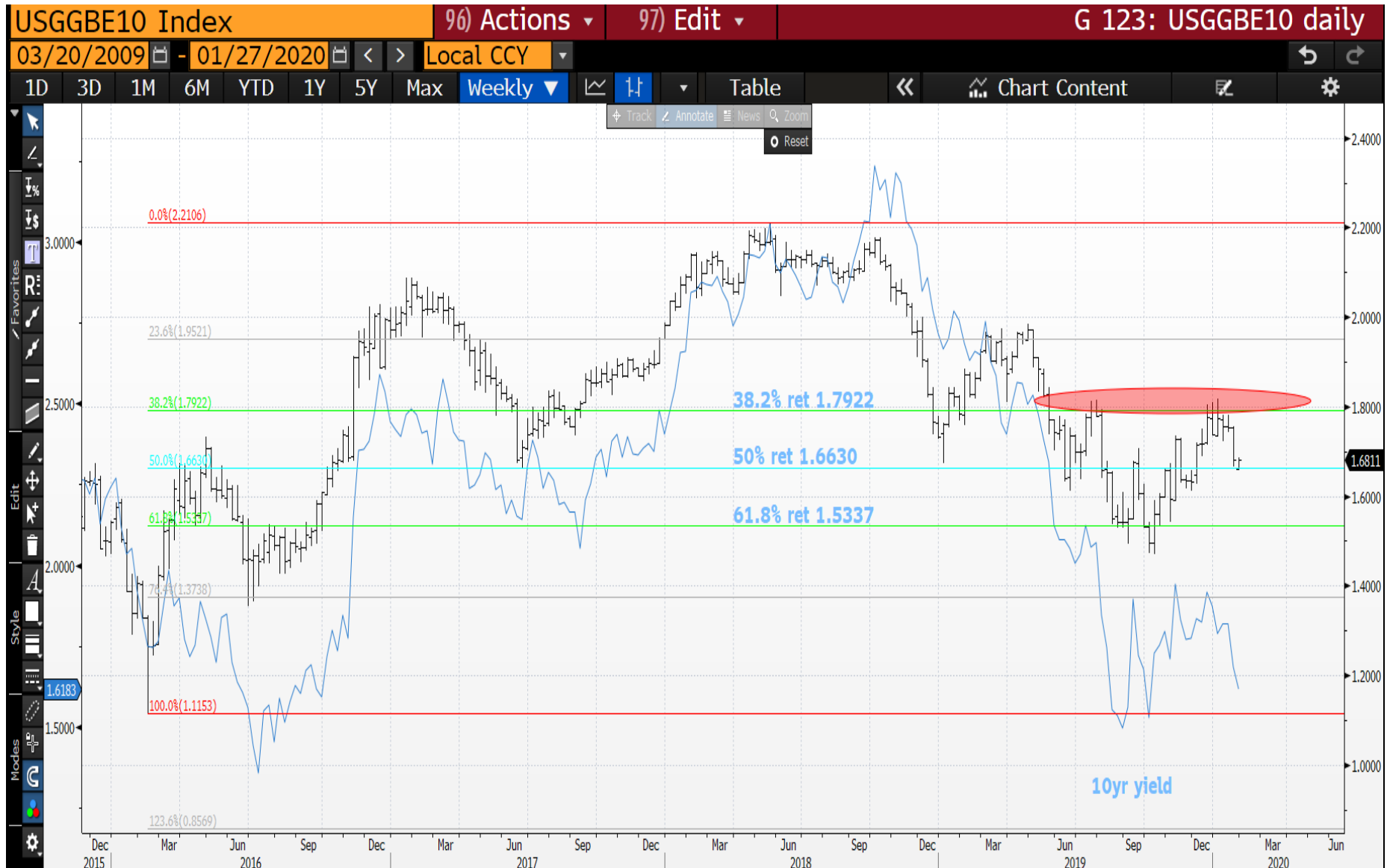
**FINALLY IT LOOKS LIKE BREAKEVENS ARE TOPPING OUT AND FOLLOWING YIELDS LOWER.**

**MANY CHARTS HAVE BOND YIELD OVERLAYS.**

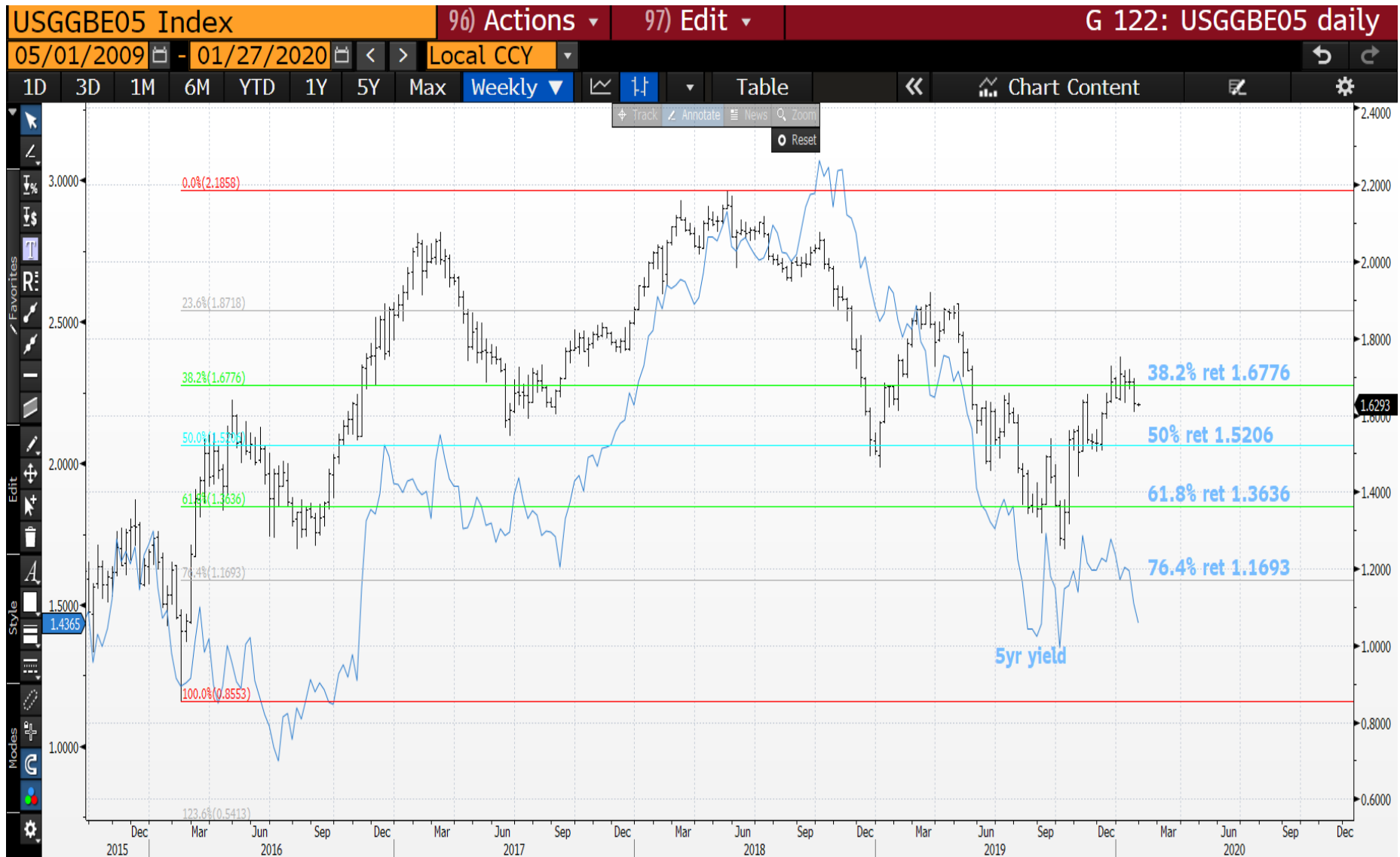
UKGGBE30 and 30yr yield weekly : We have created a nasty DOUBLE TOP! Sub the 50% ret 1.8034 has confirmed a STALL.



# USGGBE10 and 10yr yield weekly : A nice TOP in play now, we just need to breach the 50% ret 1.6630.



# USGGBE05 and 5yr yield weekly : As with the previous charts its all about closing SUB the 38.2% ret 1.6776.





# COMMODITIES

**NOW THAT EQUITIES LOOK VULNERABLE GOLD IS POISED TO FLY, MANY HAVE BEEN LONG AND KEEN TO USE IT AS AN INSURANCE POLICY.**

GOLD monthly : A HEAVY month so far but we should rally over the next few weeks.



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SILVER monthly : Am sure this will play catch up, certainly if the 61.8% ret 19.4783-moving average 19.764 is breached.



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# OIL monthly : A very nasty rejection.



# EQUITIES

SADLY THE CORONAVIRUS HAS CLAIMED MORE VICTIMS LEAVING STOCK MARKETS POISED TO CORRECT, MANY ARE ALREADY OVER BOUGHT. THEY REMAIN A KEY ELEMENT IN FURTHER BOND YIELD DROPS.

EQUITIES : TODAYS OPENING IN THE USA WILL BE KEENLY ANTICIPATED GIVEN IT SHOULD BE A LOT LOWER. A WEEK TO WATCH FOR STOCK TOPS, FINALLY.

THESE COULD BECOME A CONCERN GIVEN MANY LOFTY RSI'S ESPECIALLY APPLE AND UNITED TECHNOLOGIES TO NAME BUT A FEW. EUROPE DOESN'T HAVE THE SAME OVER EXTENSION AS THE USA.

**\*\*THE NEXT 3 CHARTS ARE ONES TO WATCH OVER THE NEXT FEW DAYS\*\***

APPLE weekly : Lets see how todays opening is but we remain in A VERY OVERBOUGHT SITUATION. ONE CHART TO WATCH GIVEN THE RSI.



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INTEL weekly : If we can reverse last weeks move then it will form a MASSIVE reversal top. This stock could drop for a while if reversed.



UNITED TECHNOLOGIES weekly : Could this be a KEY chart given we have failed the 153.79 trend line.



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DAX monthly : KEY here is for this reversal to extent to new monthly lows leaving a superb failure at the previous highs.



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DAX daily : We have yet to breach the 13280 50 day moving average but we are close.

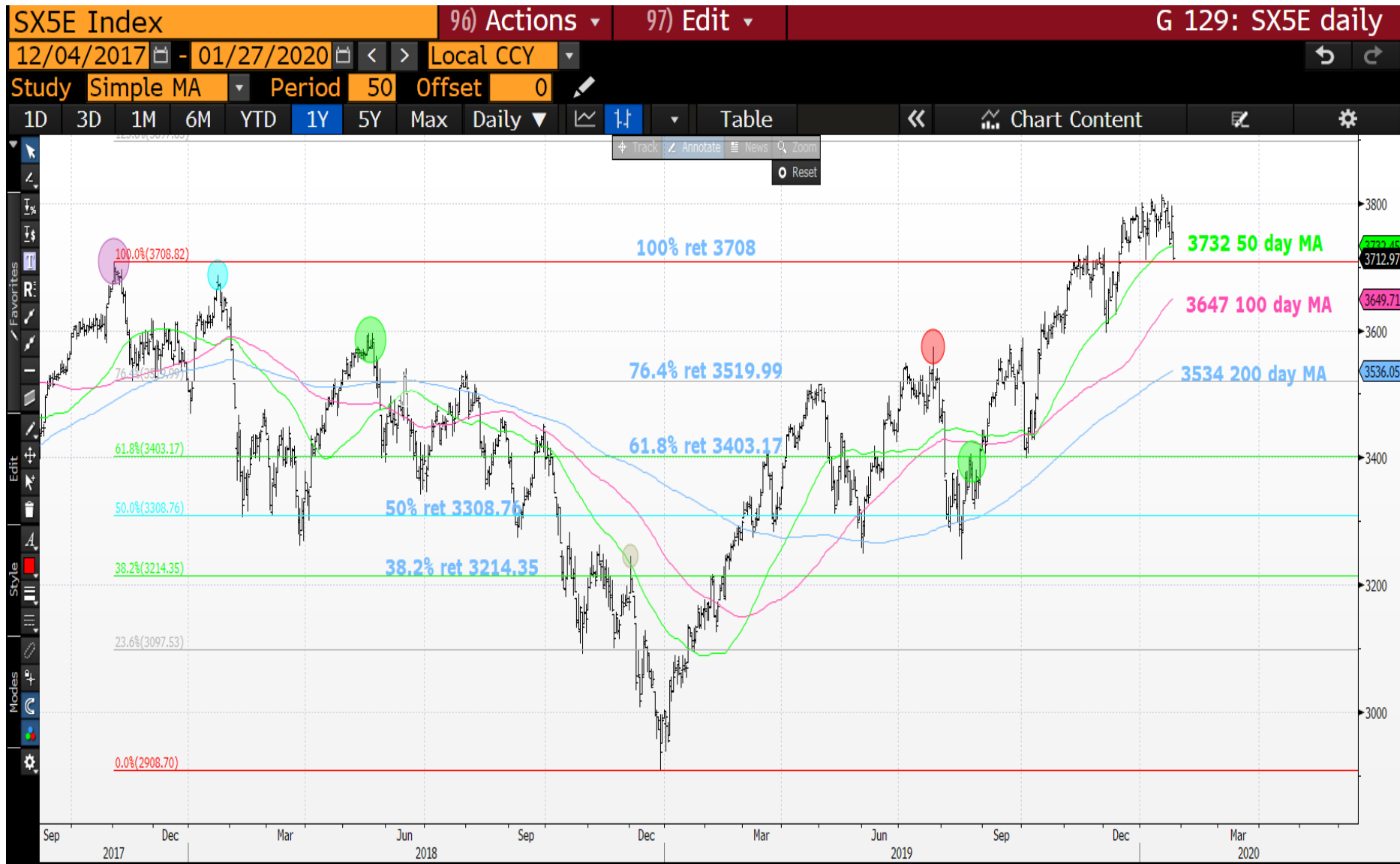


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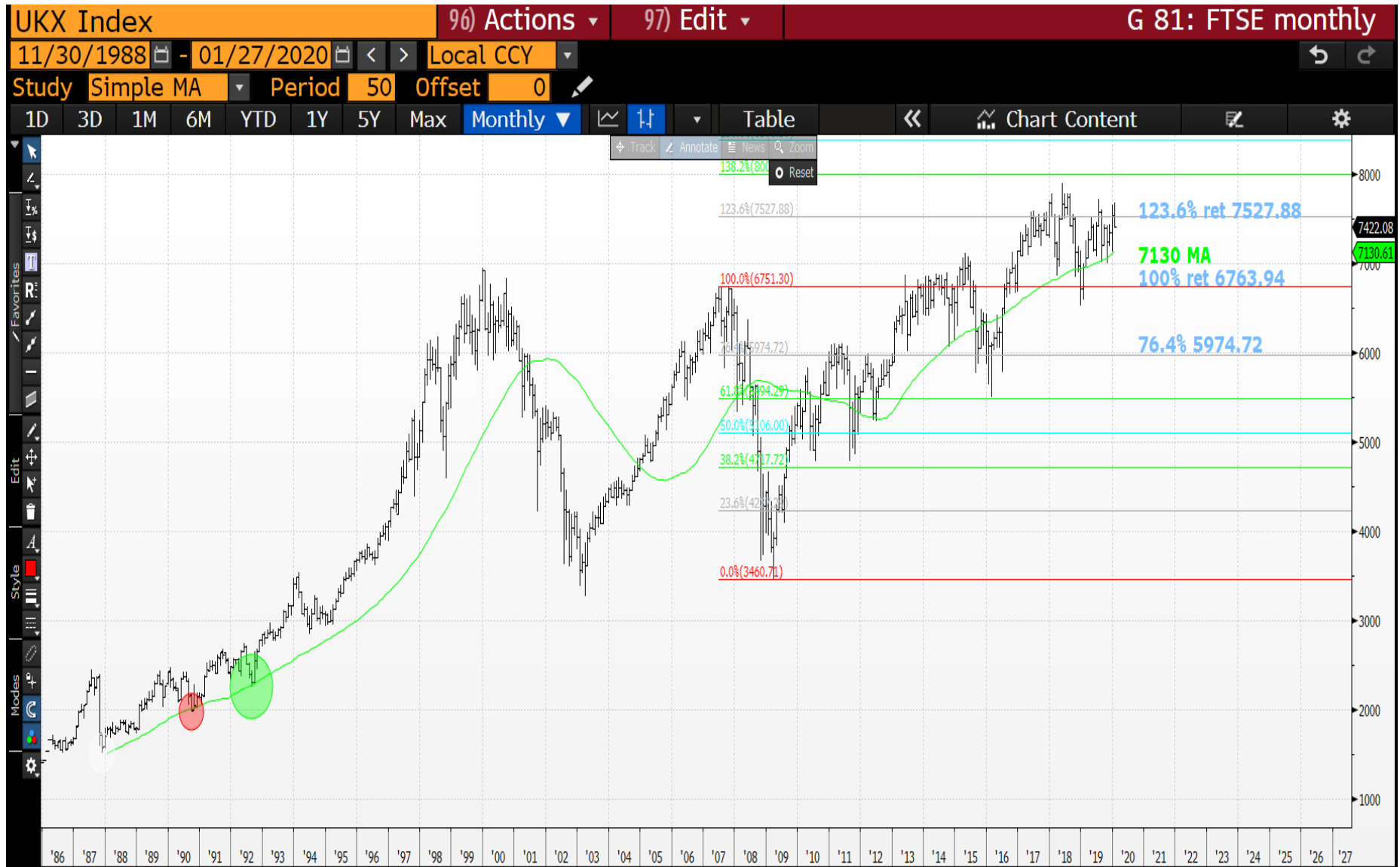
Eurostoxx monthly : We need to breach the 38.2% ret 3648 before things get serious.



Eurostoxx daily : We are off the highs but do need to breach the 3708 previous high.

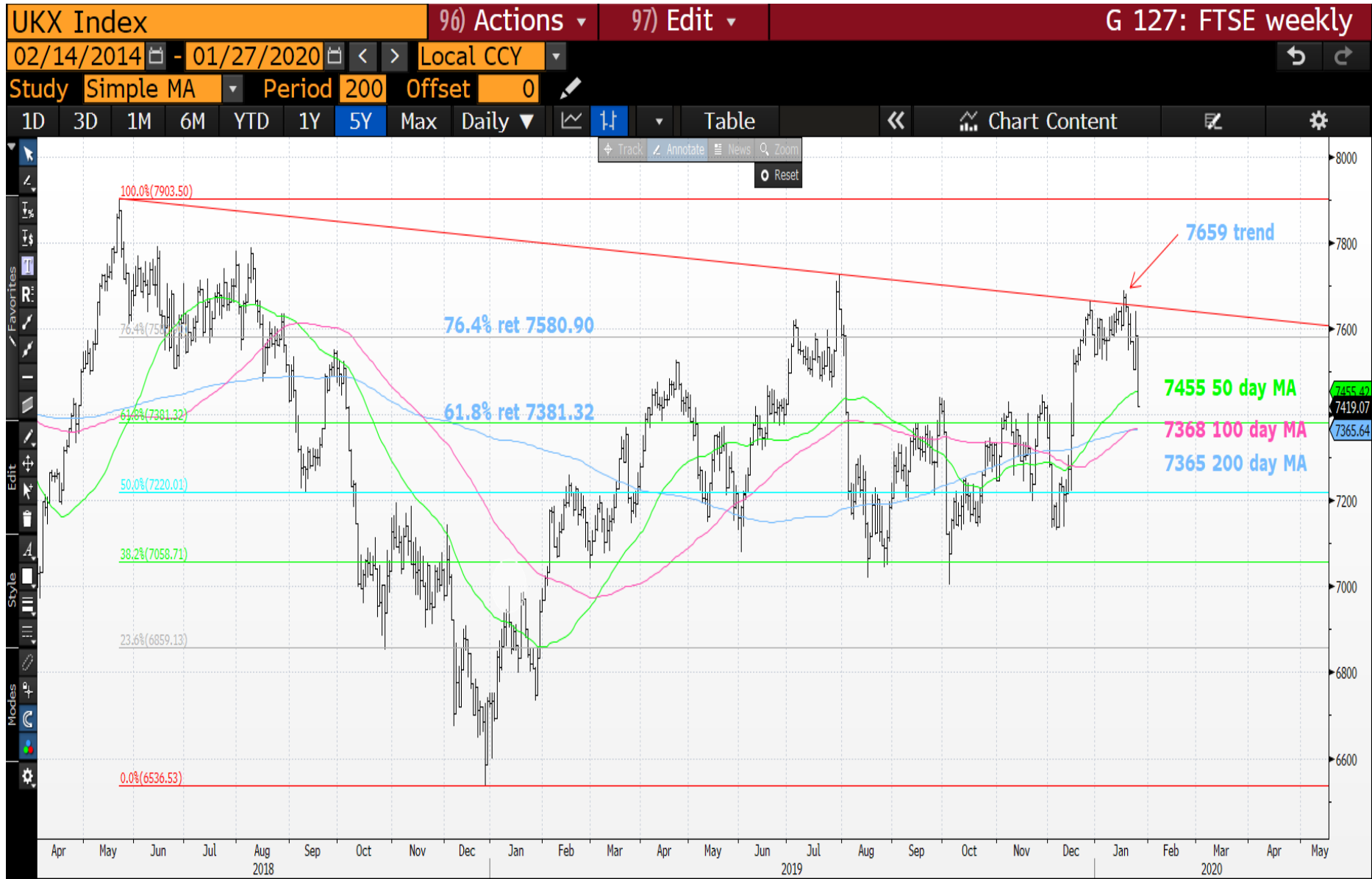


FTSE monthly : We have finally breached the 123.6% ret 7527.88 and heading lower, this COULD be the big top.



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FTSE monthly : A very nasty trend rejection, just need to breach the moving averages.

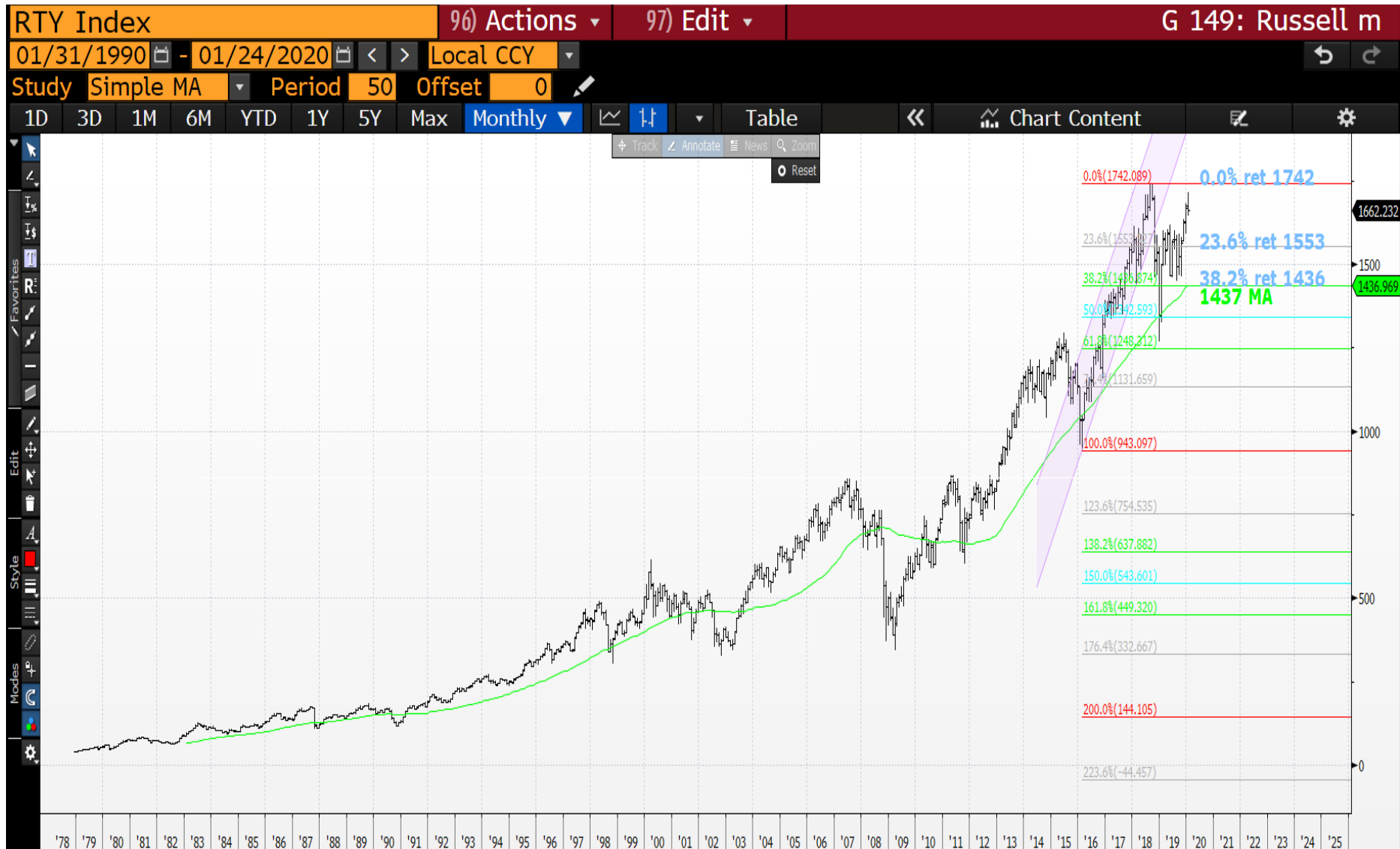


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DOW weekly : Hopefully we can start heading lower alongside the topped RSI.



Russell monthly : Looks like we might now FINALLY have a top.





CCMP monthly : We need to see today's opening level.



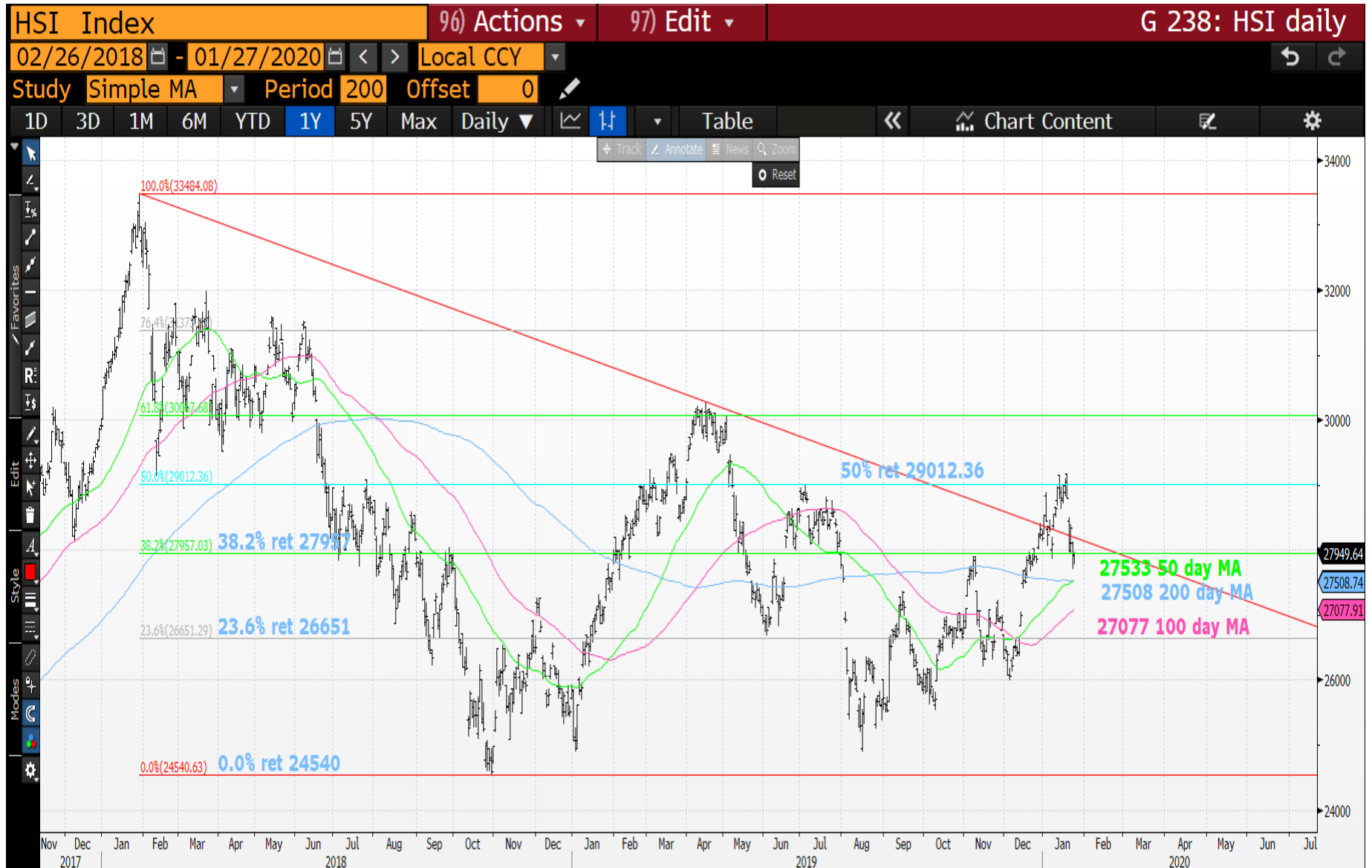
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# Hang Seng monthly : A potential TOP has gone in?!



Hang Seng daily : All looking very negative here especially if we breach ALL moving averages.



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