

CHART IMPRESSIONS POST MR TRUMPS ACTIONS : THERE ISNT GOING TO BE AN EASY SHORT-TERM FIX.

- 1. BOND YIELDS LOWER? BOND PERFORMANCE TODAY HAS FORMED MAJOR SIMILARITIES TO THAT OF 2011-2012 I.E. LOWER IN YIELD, INITIATING THE NEXT LEG.**
- 2. COMMODITES HIGHER.**

DESPITE MR TRUMPS DRASTIC ACTIONS THE ONLY TWO MAJOR “POP UPS” ARE THAT BOND YIELDS HEAD LOWER AND COMMODITIES HIGHER. STOCKS SEEM TO BE SHRUGGING ALL OF THE BAD NEWS, HOWEVER AM SURE THE RETRIBUTION WONT ALLOW THAT PERFORMANCE TO SUSTAIN.

**** THE ONLY REQUIREMENT IS THAT BOND YIELDS OPEN WEAKER MONDAY.****

BONDS :

THERE ARE MANY KEY CHARTS TO BACK UP THE REPLICATION OF THE 2011-2012 SCENARIO ESPECIALLY IN THE US, WHILST GERMANY IS SET TO RE-ENTER THE LONGTERM DOWNTREND CHANNEL.

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 : AS EVER THE TREND PREVILS AND BUYERS ARE IN ON THE DIP, BUT THIS IS NOT A SITUATION THAT WILL BLOW OVER QUICKLY.

USGG30yr monthly : ** ONE TO WATCH ** We do have a new yield high but despite that we could be poised to EMULATE the next leg lower in yield, as per the example of 2011-2012!



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



03/01/2020

USGG30yr weekly (Now) : This time we remain SHY of the 38.2% ret 2.5029 and moving average thus a WEAKER bounce. The drop could be MORE savage.



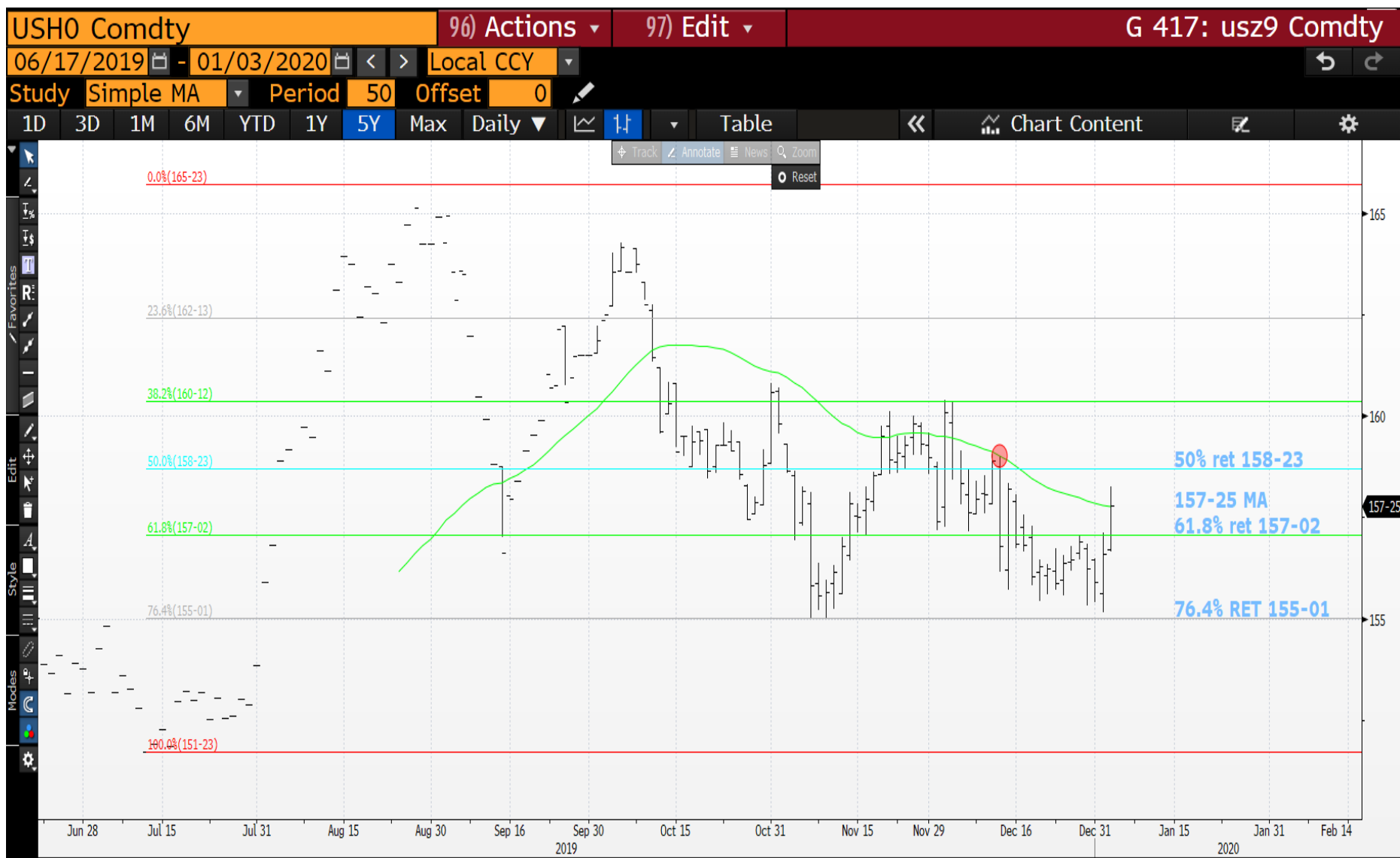
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USGG30yr yield daily : *ONE TO WATCH* Further assistance given we have failed the 123.6% ret 2.4368 and 200 day moving average. Ultimately we need to breach the 2.2026 100 day moving average, but we have failed at the optimum level.



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US 30yr futures daily : We have been here before where we have breached the 50 day moving average thus Monday needs to continue the bond bounce.
Ideally we breach the 50% ret 158-23.



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US 10yr yield quarterly : The quarterly RSI is off the lows BUT we have yet to breach the all important 2.00 % yield level.



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USFS 10-20 monthly : Could the 2008 low 2.1104 become relevant here given the RSI is rolling over.



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) : This time we have fallen SHY of the retracement and moving average, a very LAME scenario.



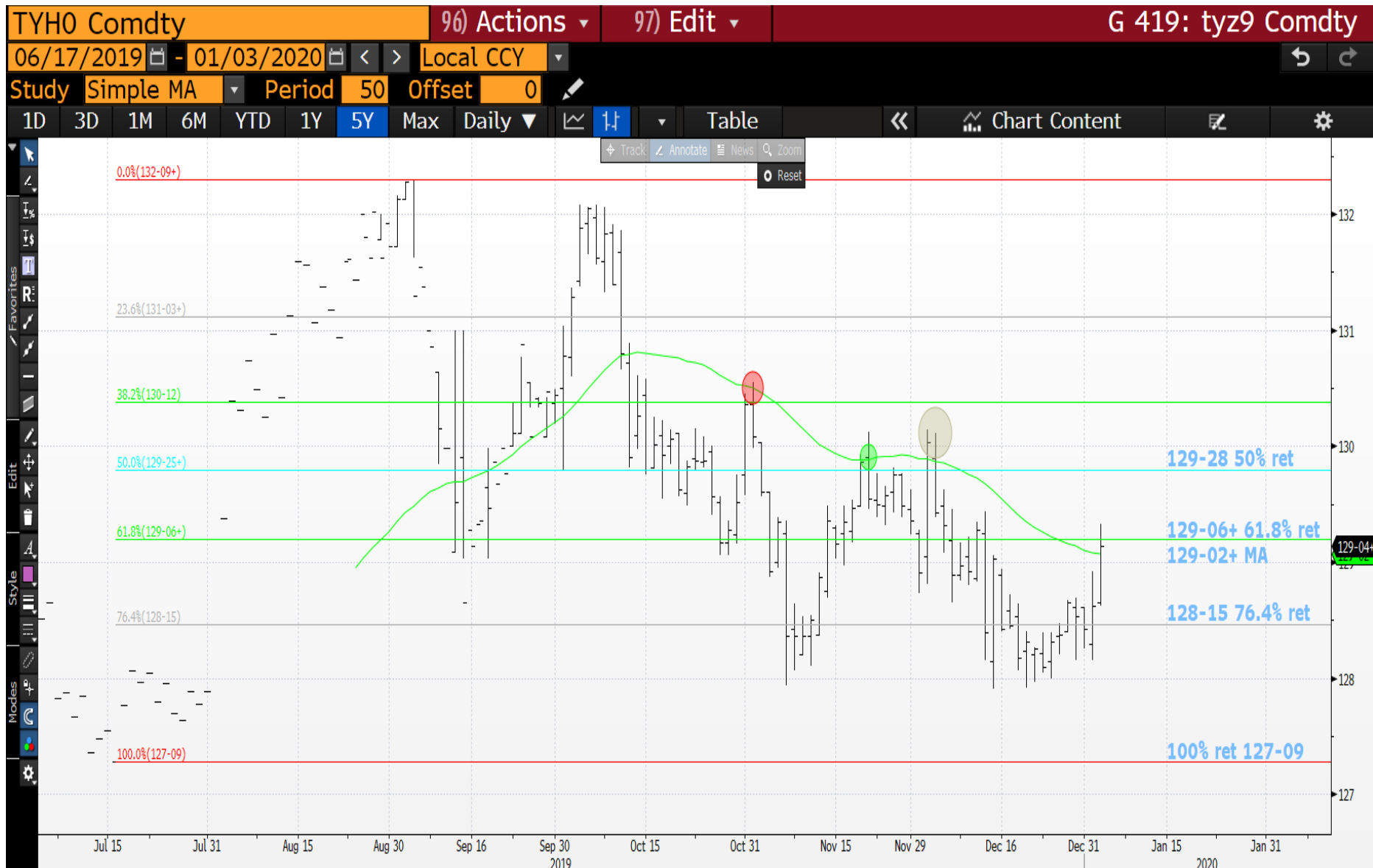
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USGG10yr daily : The RSI is neutral so can be ruled out BUT failing SHY of the 200 day 1.9930 cannot. A close sub the 1.7360 100 day moving average will be key.



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US 10yr futures daily : Again Mondays performance needs to be HIGHER bond prices.



USGG5yr quarterly : ** Critical chart ** The key here is to remain sub the RELIABLE 1.8092 moving average. This could become a very historical rejection and see HISTORY being repeated.



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.

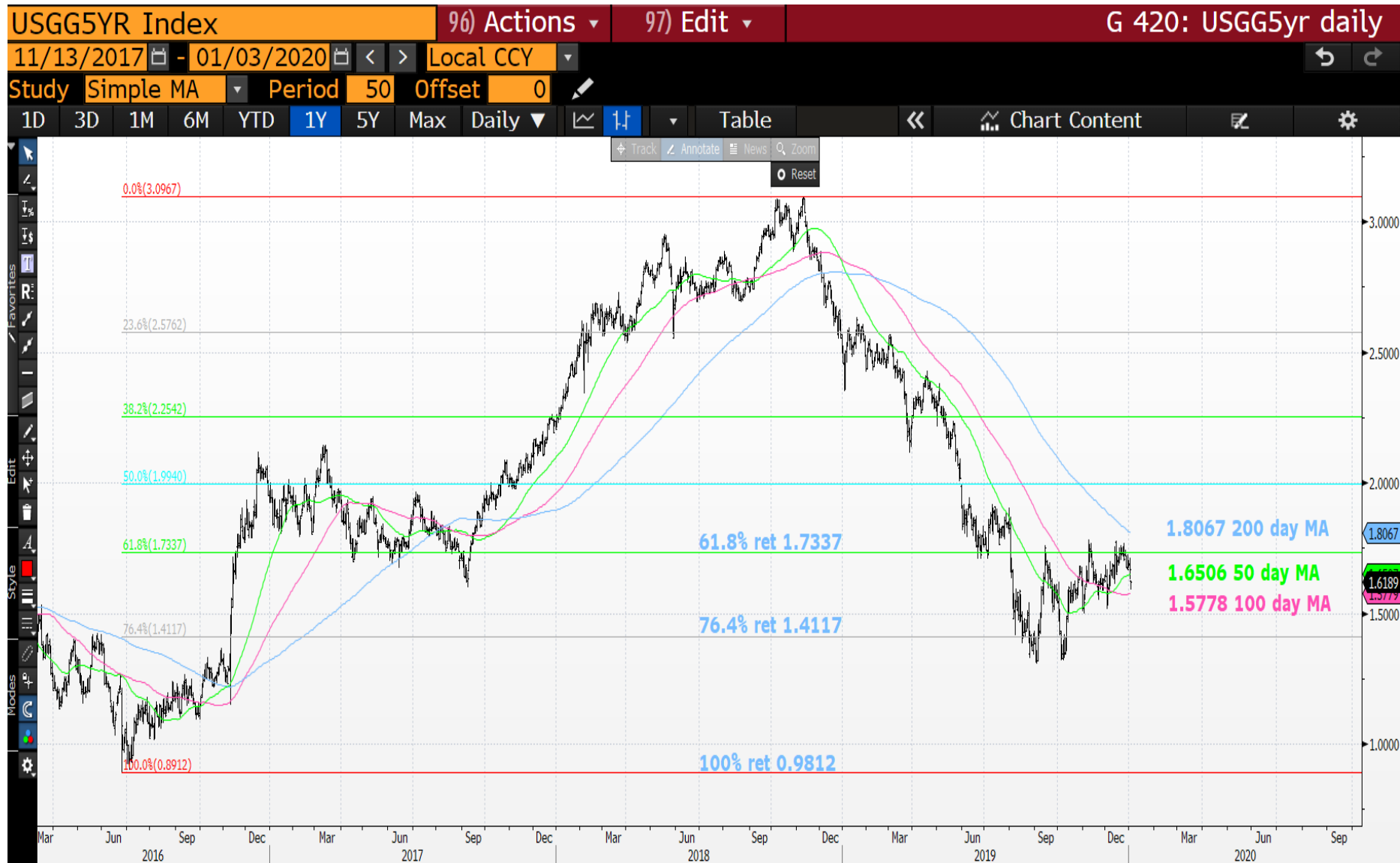


USGG5yr weekly (Now) : An identical scenario where we are failing the 23.6% ret 1.7292.

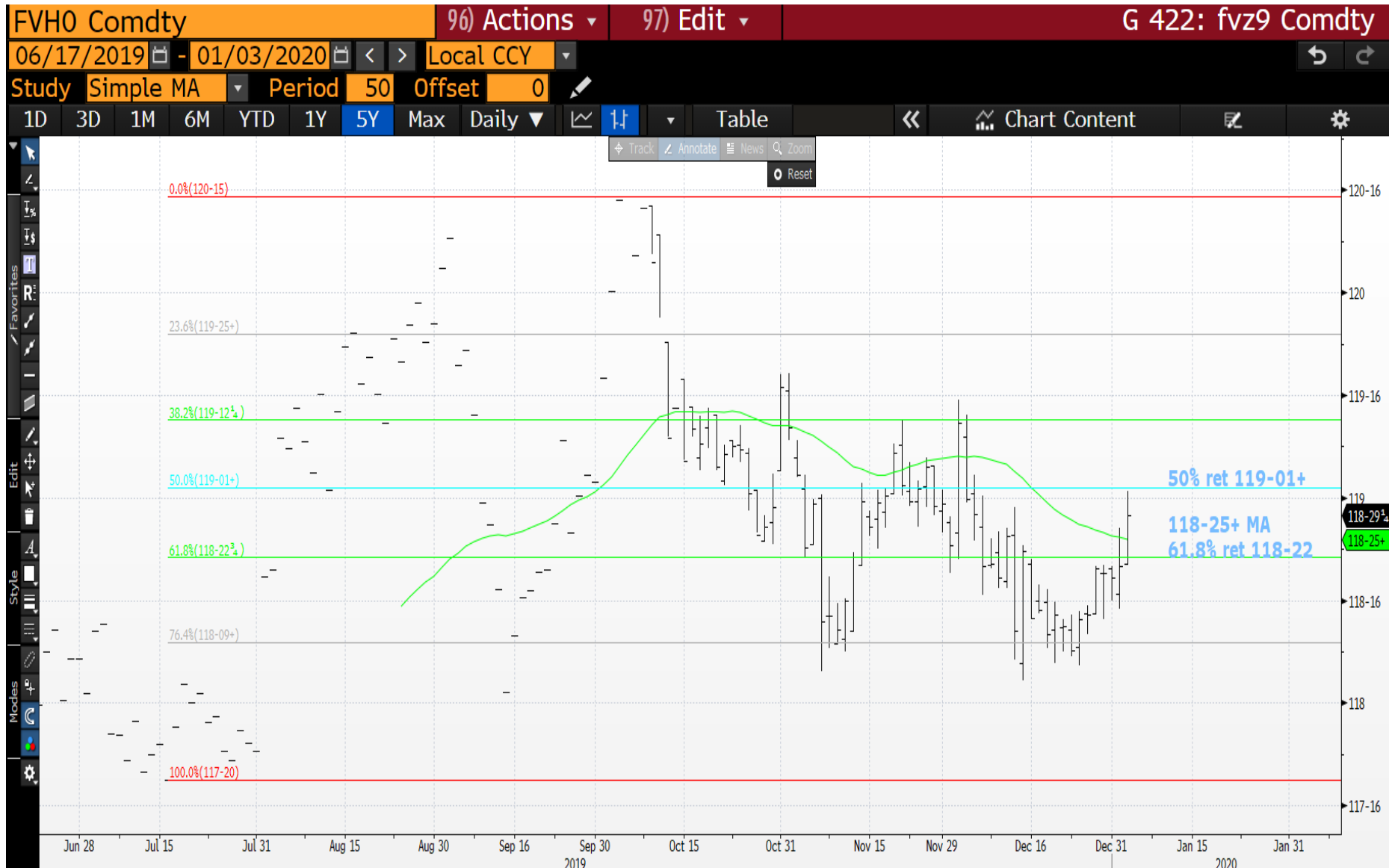


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USGG5yr daily : Again we have failed to impact the 200 day moving average 1.8067. Again a breach of the 100 day moving average 1.5778 will be key.



US 5yr futures daily : A GREATER breach of the moving average so again Mondays performance is KEY! Above the 50% ret 119-01+ would be ideal.



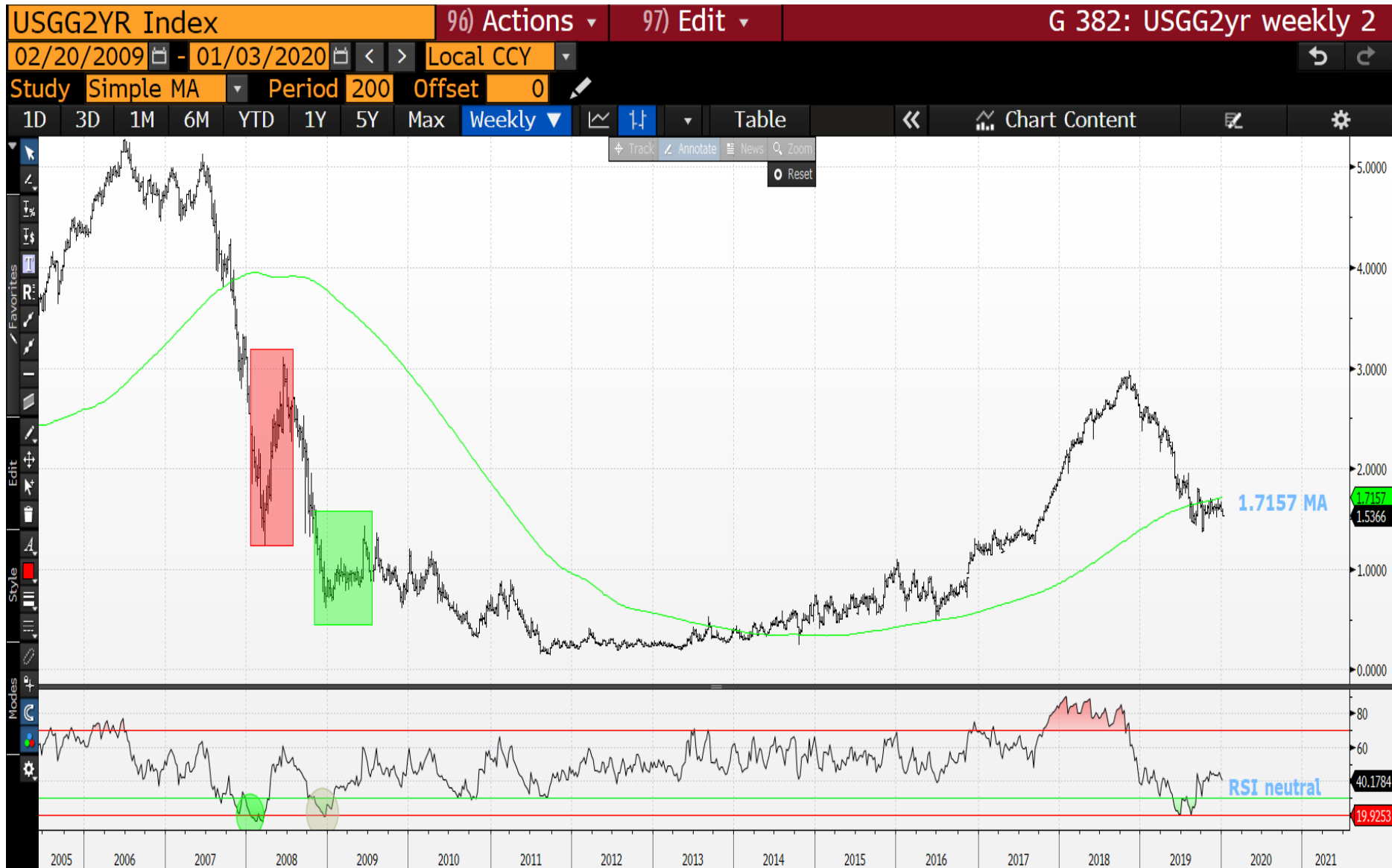
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USGG2yr monthly : This could be another KEY chart given we have not been able to breach the 23.6% ret 1.7448.



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USGG2yr weekly : A real TEASE given we have been UNABLE to breach the prominent 1.7157 moving average. We have had several opportunities and FAILED.



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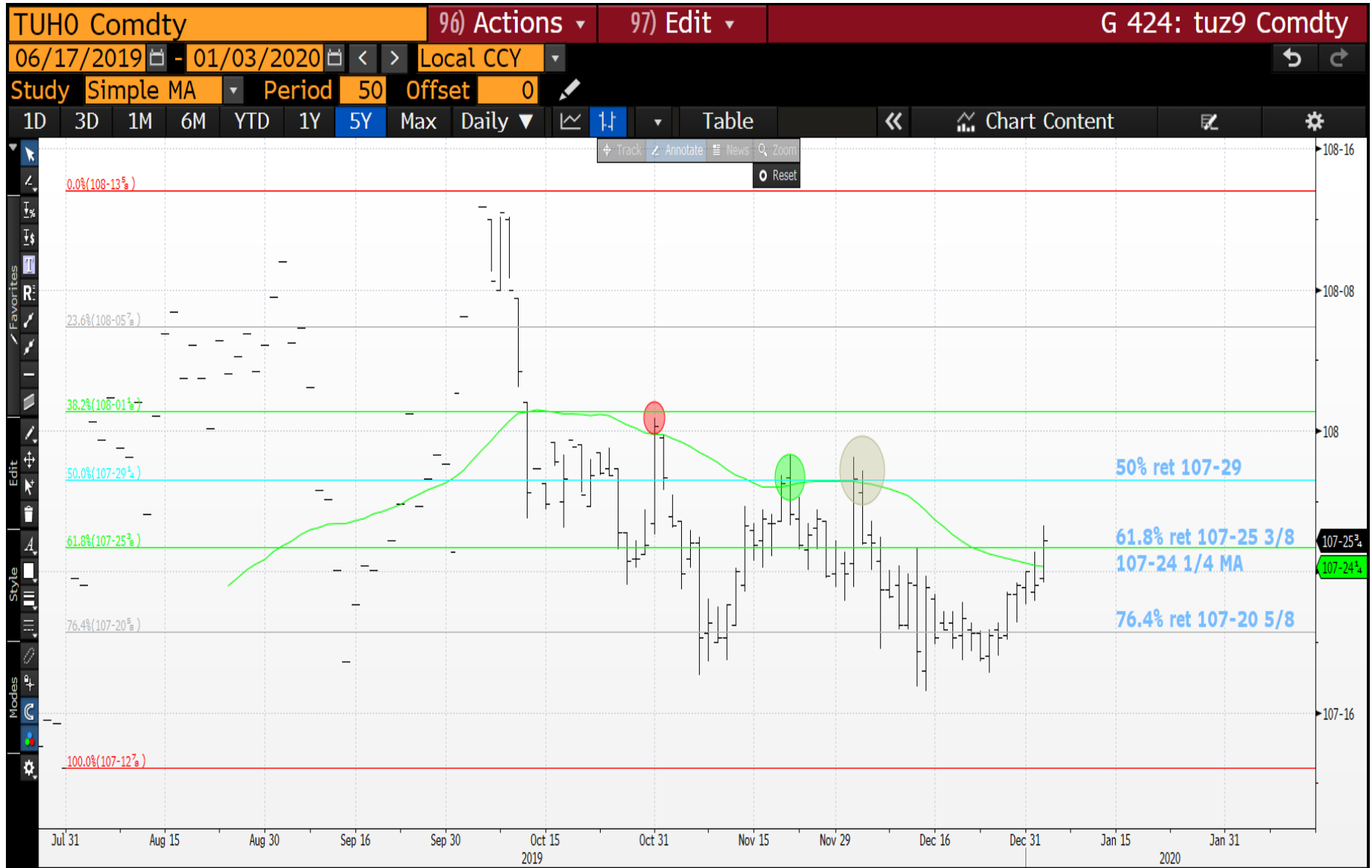
USGG2yr daily : ****Further evidence of the STRUGGLE.**** We are now **BELOW ALL** reliable moving averages.



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US 2yr future daily : Again Mondays price action is KEY.



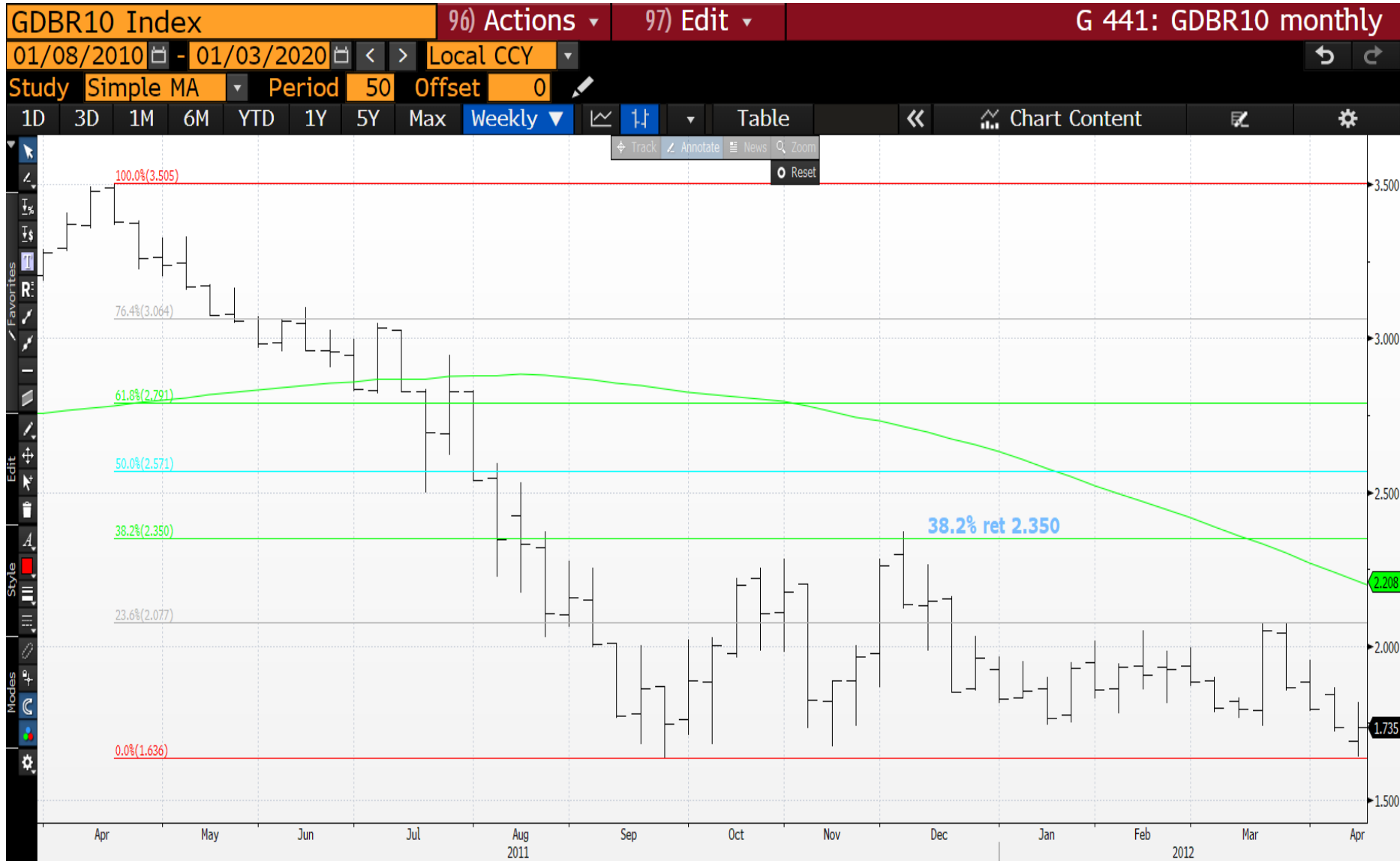
Generic German 10yr quarterly : A VERY KEY chart if we RE-ENTER the channel -0.293.



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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.

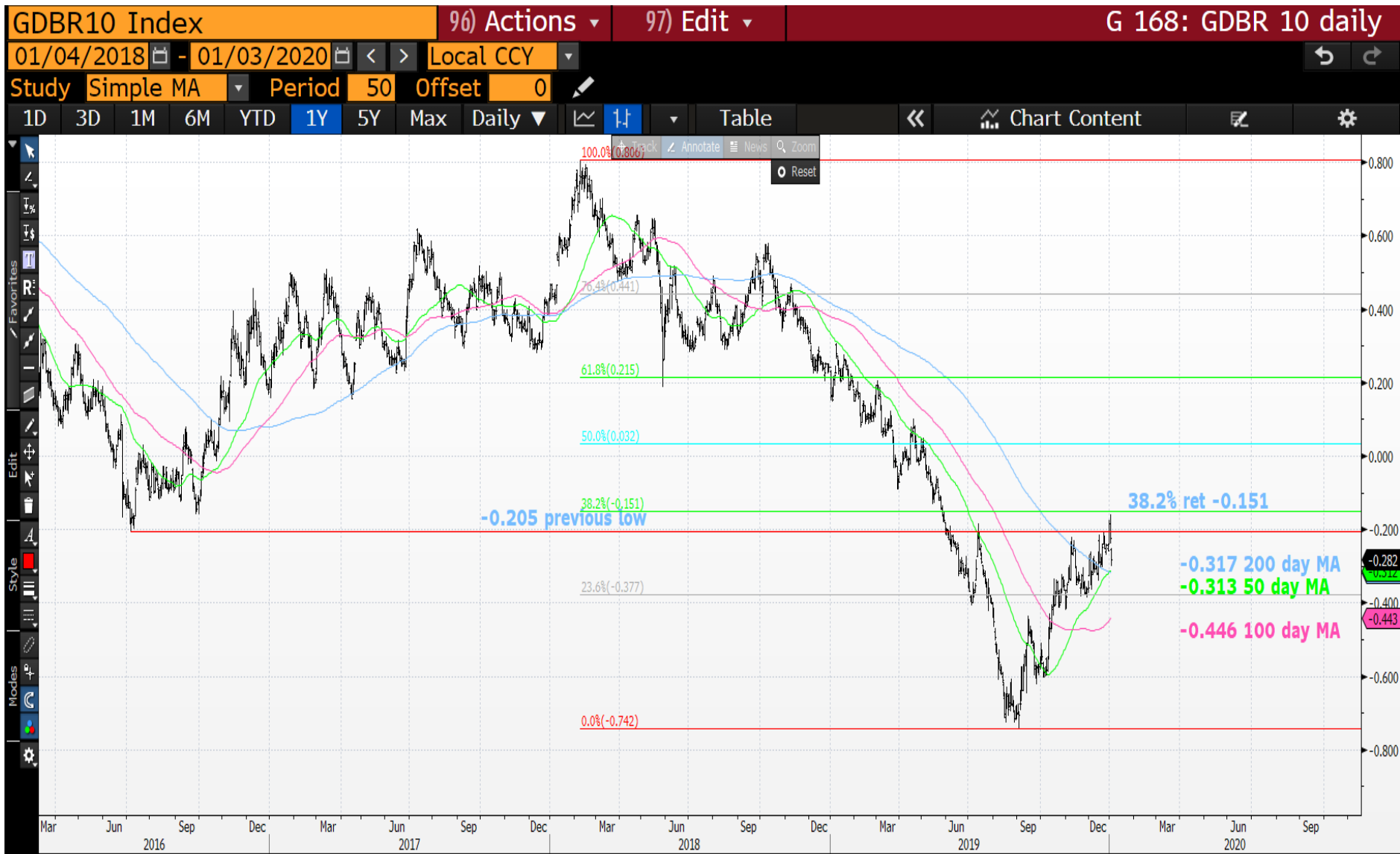


Generic German 10yr weekly (Now) : This could be DOUBLE TROUBLE! We have hit the 38.2% ret -0.151 AGAIN and closed sub the reliable 50 period moving average -0.241.



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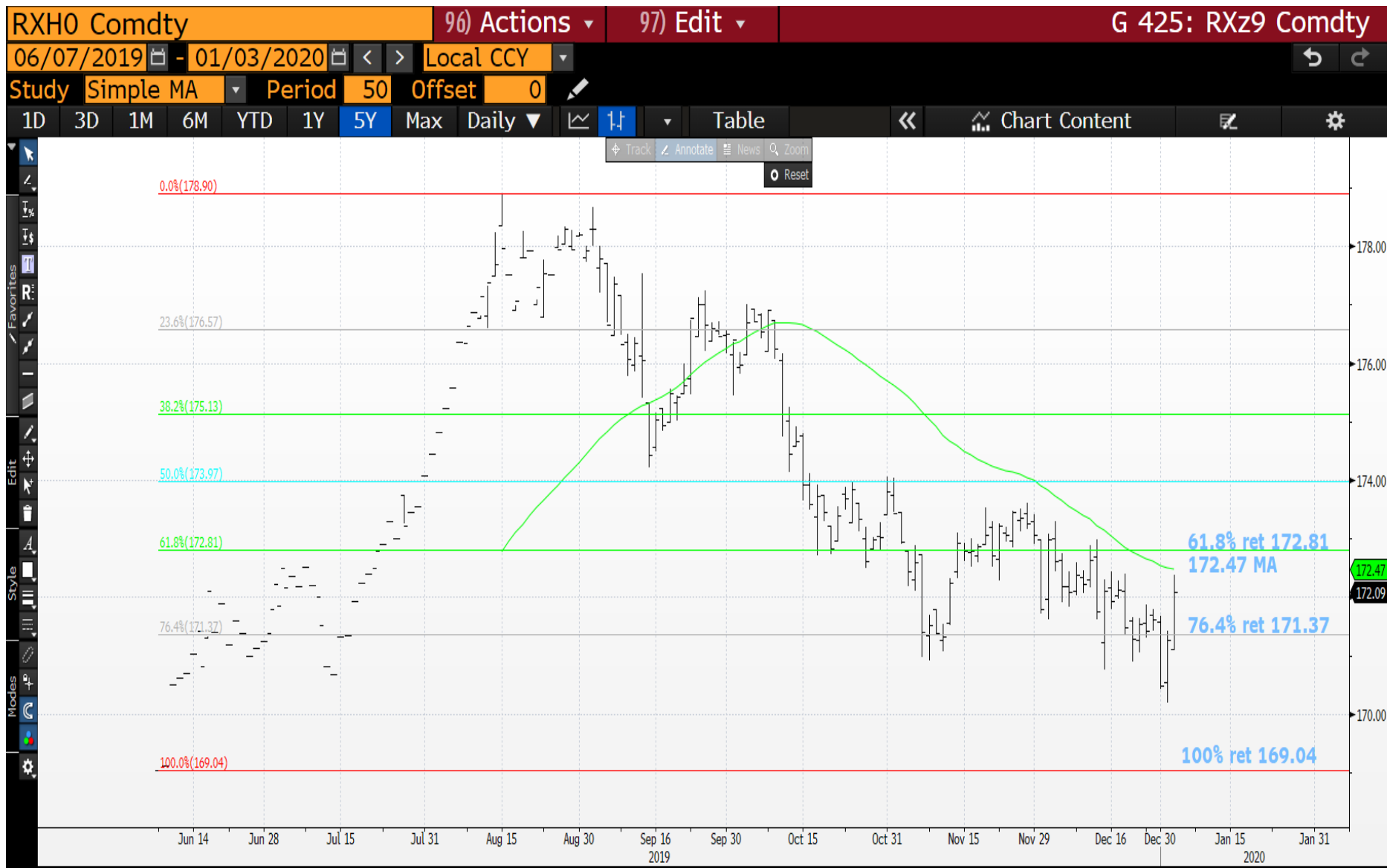
Generic German 10yr daily : Given we have failed the 38.2% ret and previous low -0.205 things look pretty negative and supporting lower yields! Also the 200 and 50 day are about to CROSS.



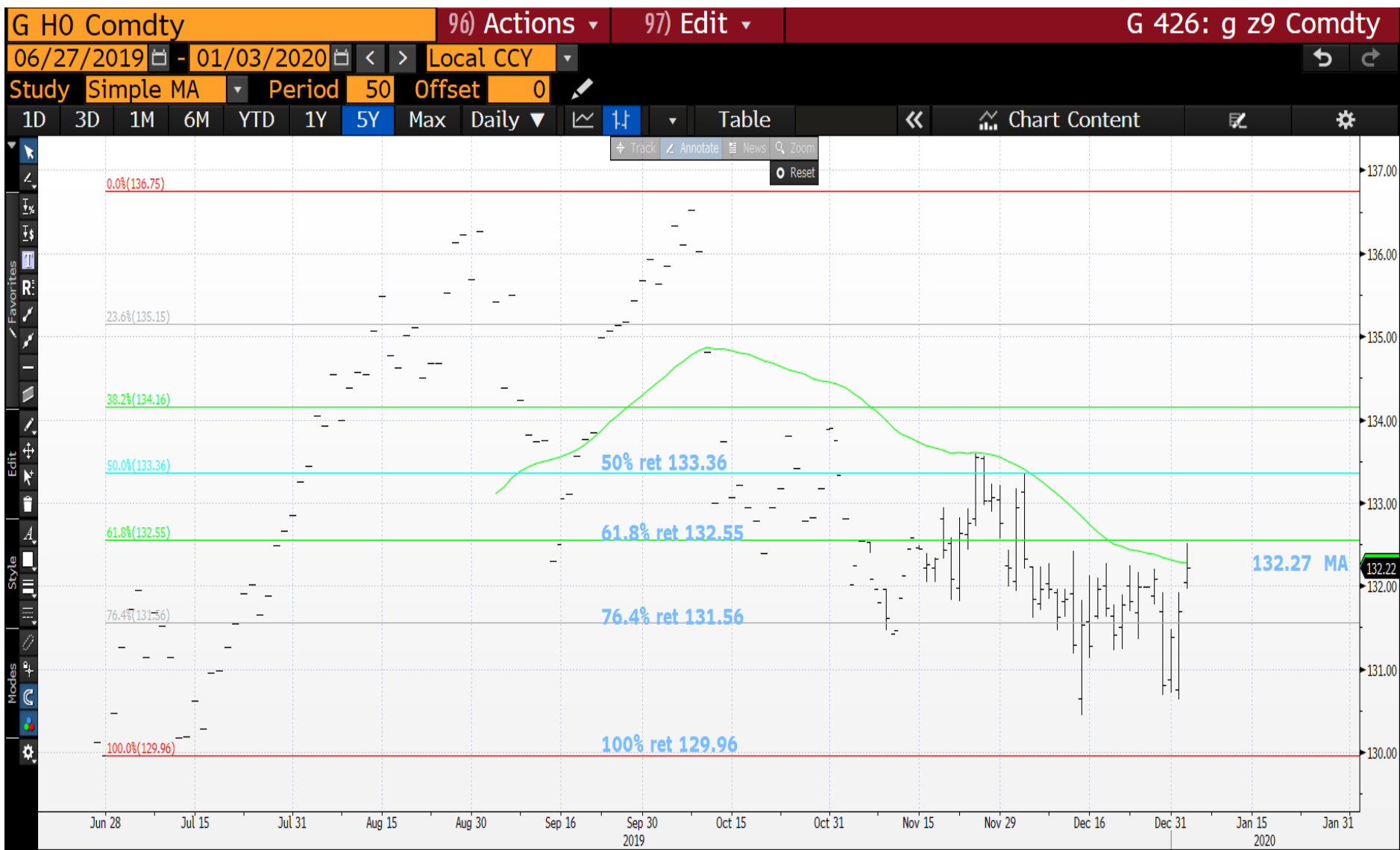
DBR 46 daily : Only help here will be if this bond breaches the reliable 161.628 moving average.



Bund future daily : A breach of the 50 day moving average 172.47 will be key. Again Mondays opening is very important.



Gilt future daily : We have closed ON the 132.27 moving average so ideally we can breach the 61.8% ret 132.55 Monday.



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US BREAKEVENS AND USGGT :

MANY BREAKEVEN CHARTS ARE POTENTIALLY INDICATING A TOP.

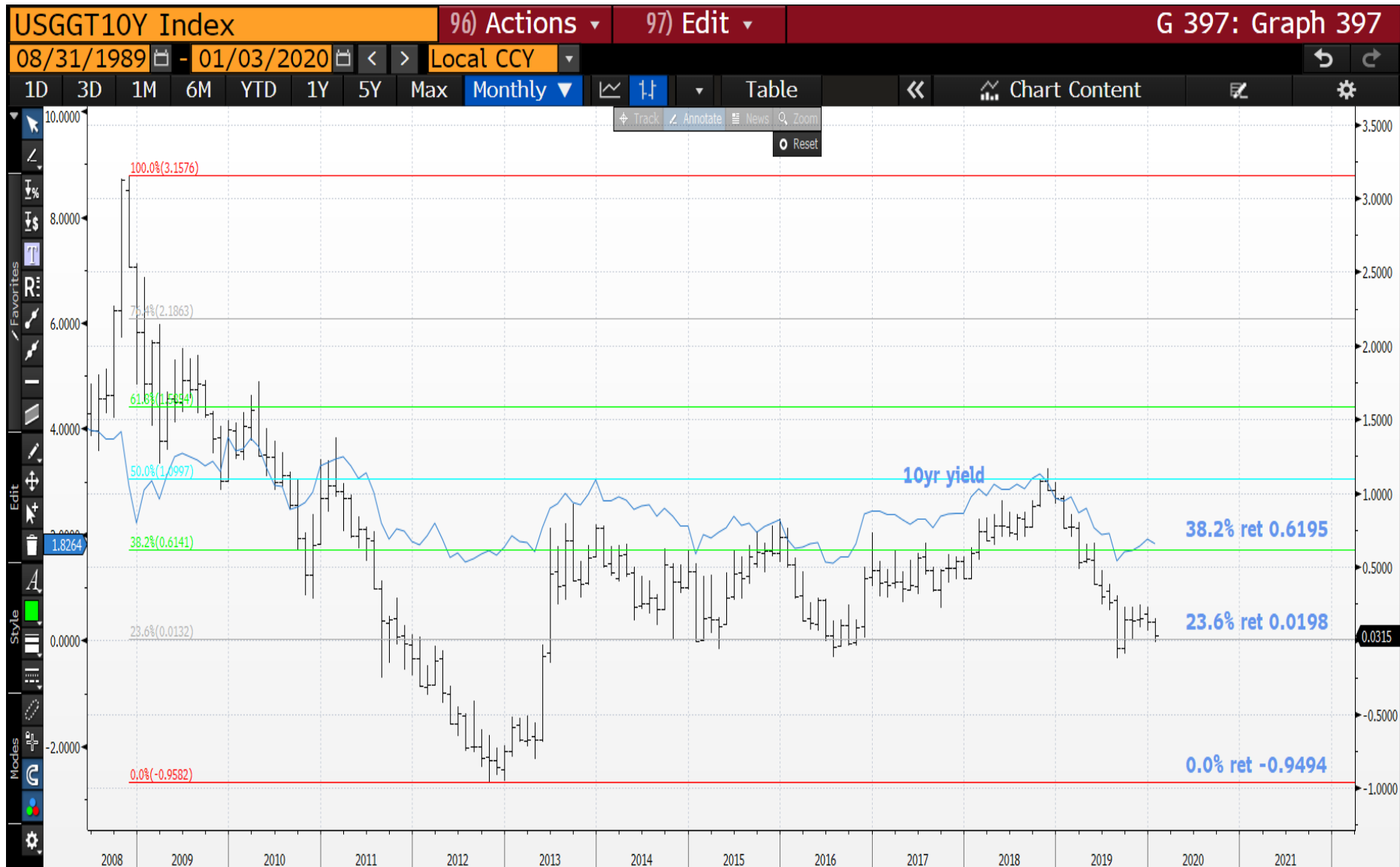
MANY CHARTS HAVE BOND YIELD OVERLAYS.

USGGT05Y and 5yr yield monthly : This has struggled to pop back above the 38.2% ret 0.1344 and as a result could be letting us know that bond yields are heading lower.



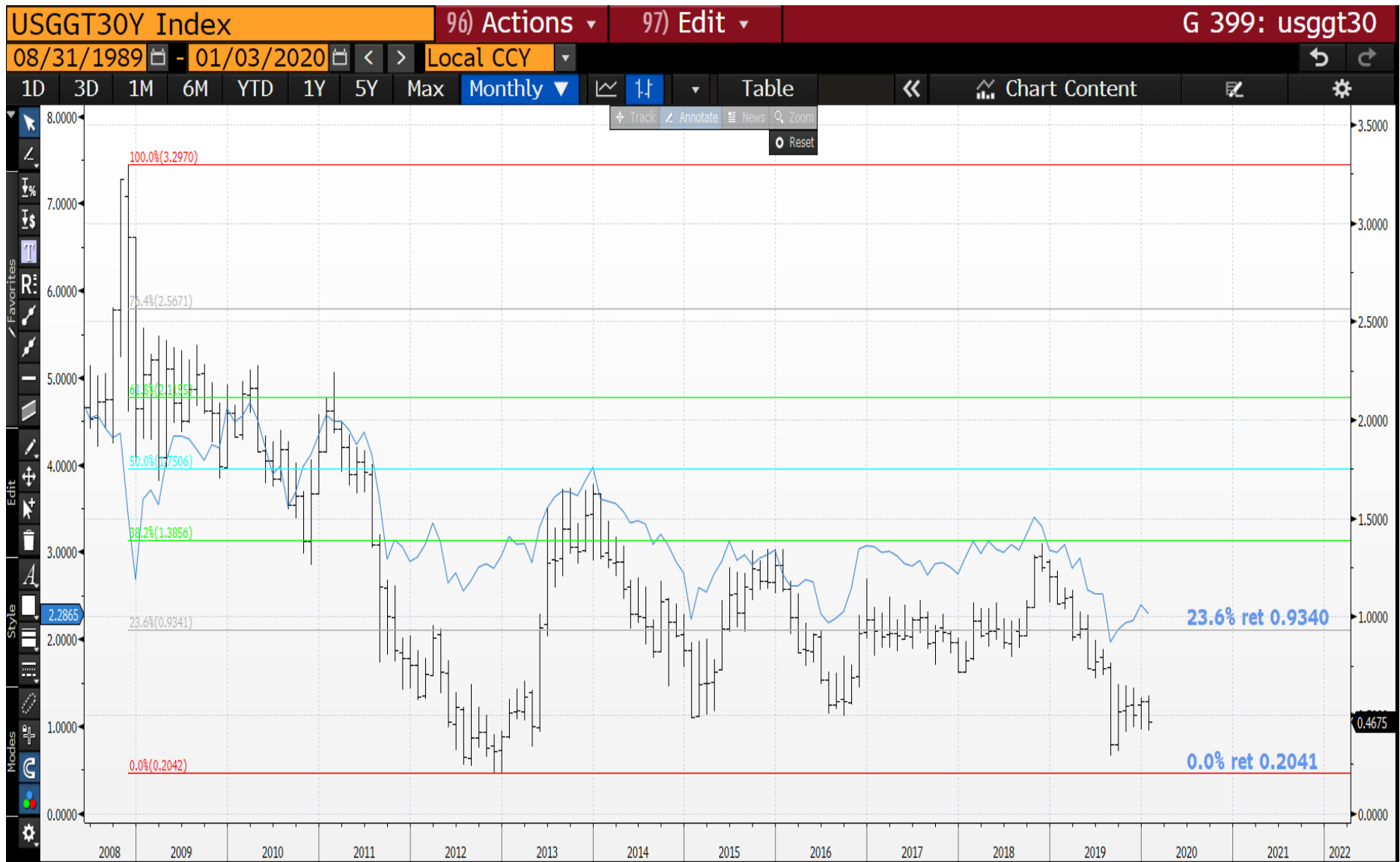
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USGGT10 and 10yr yield monthly : A breach of the familiar 23.6% ret 0.0198 should tell us all we need to know.



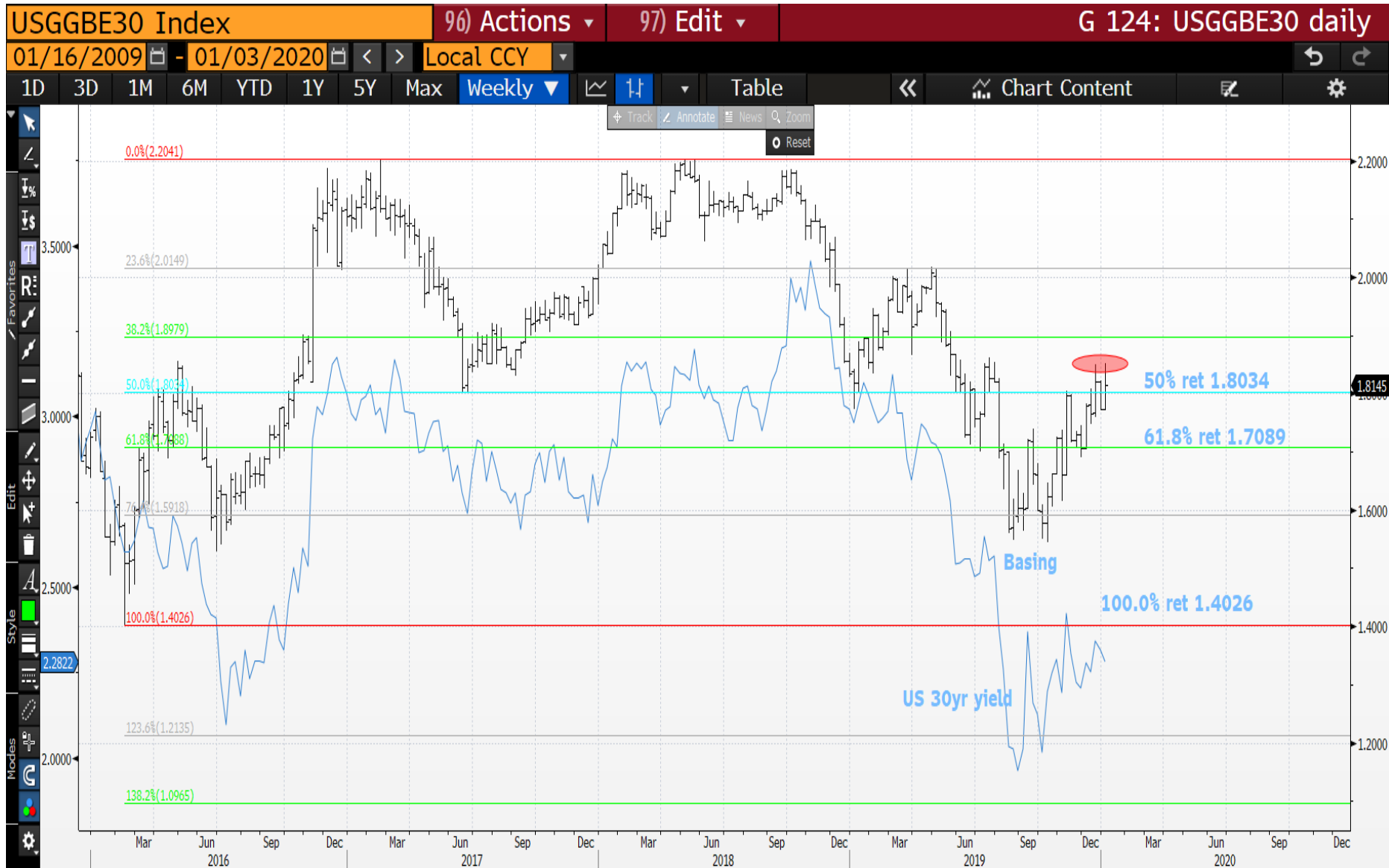
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USGGT30 weekly : A very sideways series of months.

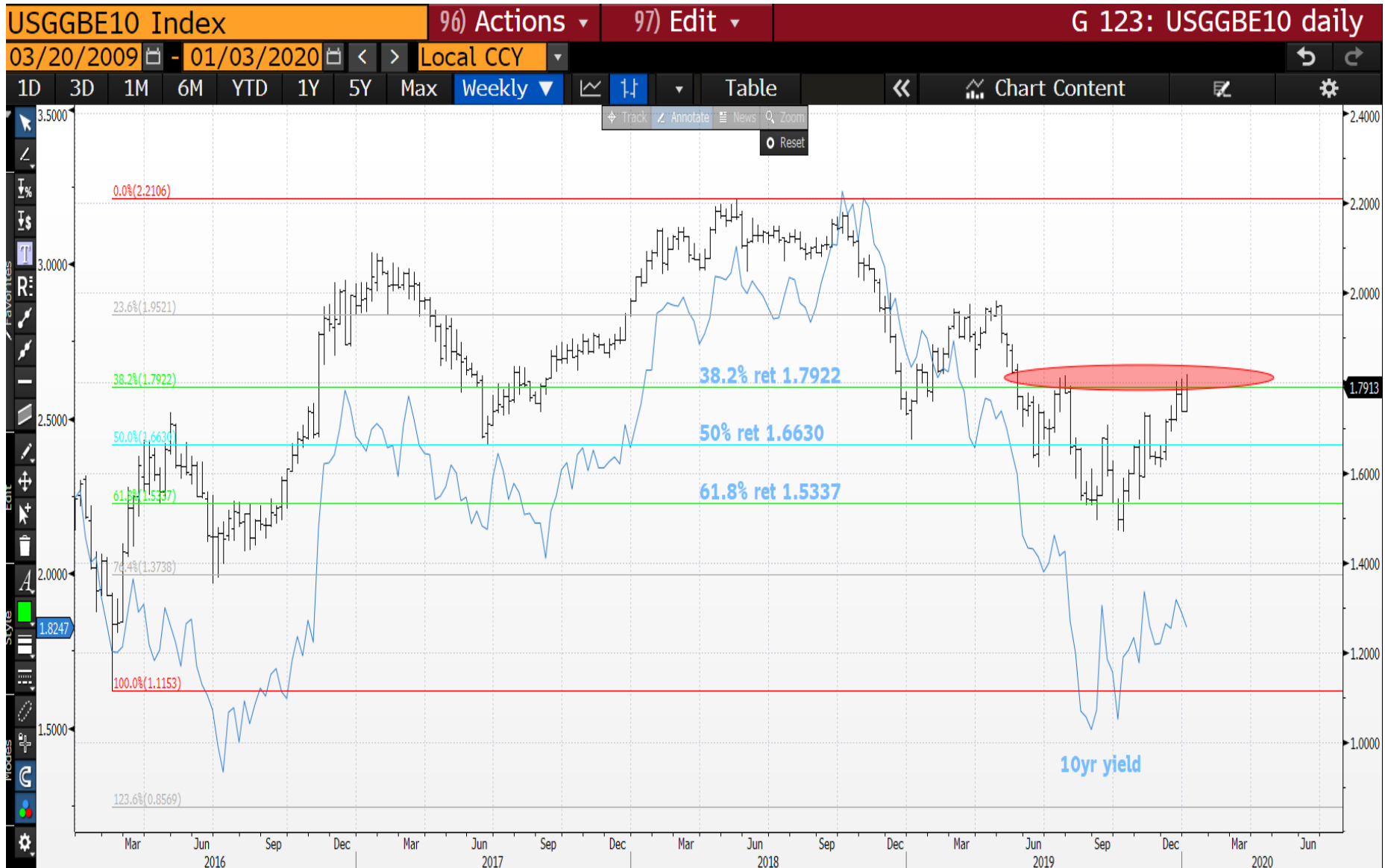


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UKGGBE30 and 30yr yield weekly : We look like creating a nasty DOUBLE TOP! A close sub the 50% ret 1.8034 will confirm a STALL.

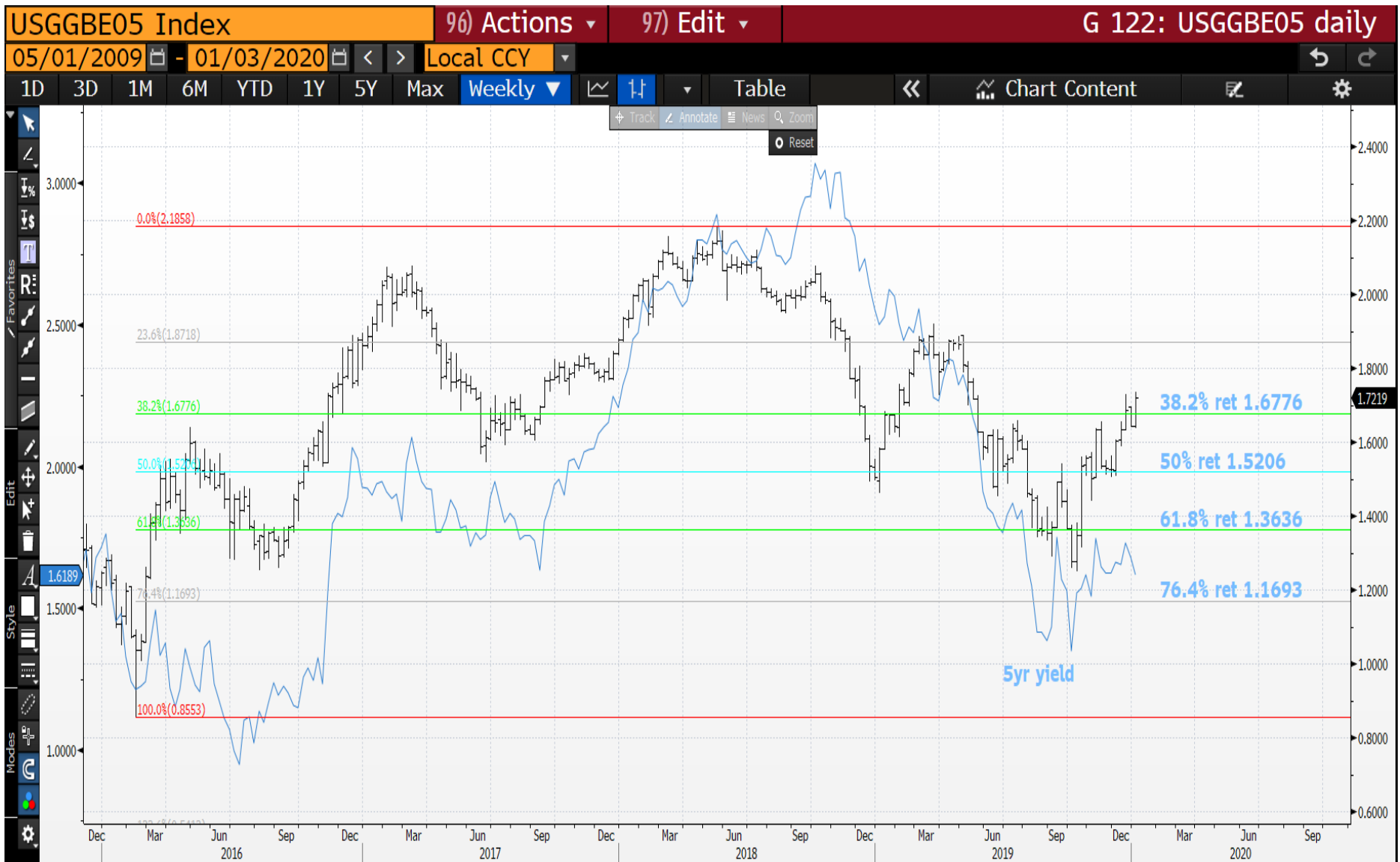


USGGBE10 and 10yr yield weekly : A POTENTIAL TOP if we close sub the 38.2% ret 1.7992.



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



COMMODITIES

This could be time for them to fly given the middle east situation.

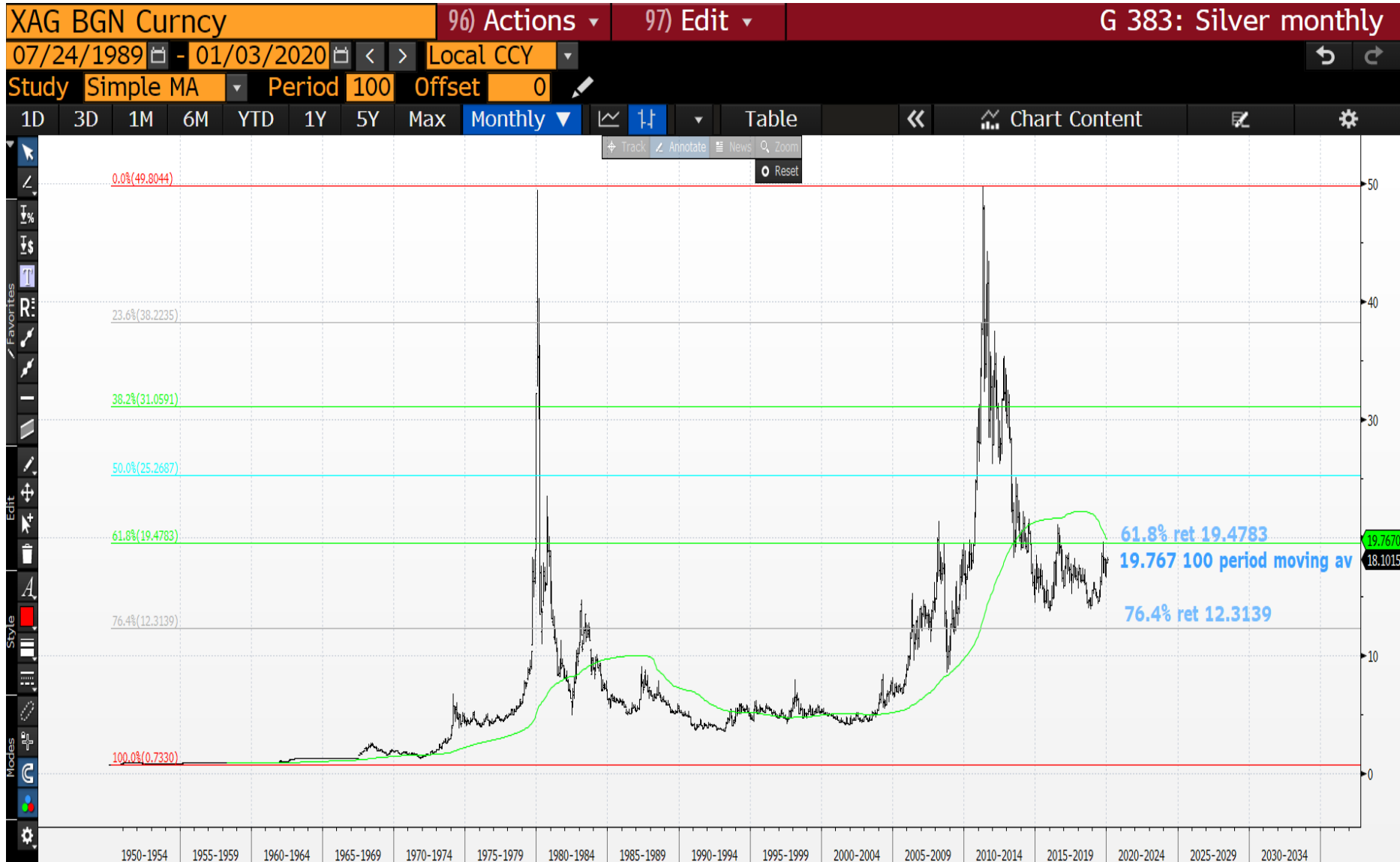
Very little of the recent performance in Gold and Oil has been taken back, they have held in WELL. They continue to be a SAFE HAVEN.

GOLD monthly : Since the May 2019 we haven't given back any real gains and now we look poised to fly. A breach of the 1557.11 previous will trigger renewed buying!



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SILVER monthly : Am sure this will play catch up, certainly if the 61.8% ret 19.4783-moving average 19.767 is breached.



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OIL monthly : Given this is not a MINOR infringement on the middle east then OIL should spike higher, above the 69.21 moving average will help.



EQUITIES

EQUITIES : VERY LITTLE REACTION HERE BUT SOME RSI'S REMAIN LOFTY AND THIS SITUATION WONT BE RESOLVED QUICKLY.

DAX monthly : Question is do leverage against failing last months HIGH? Time will tell.



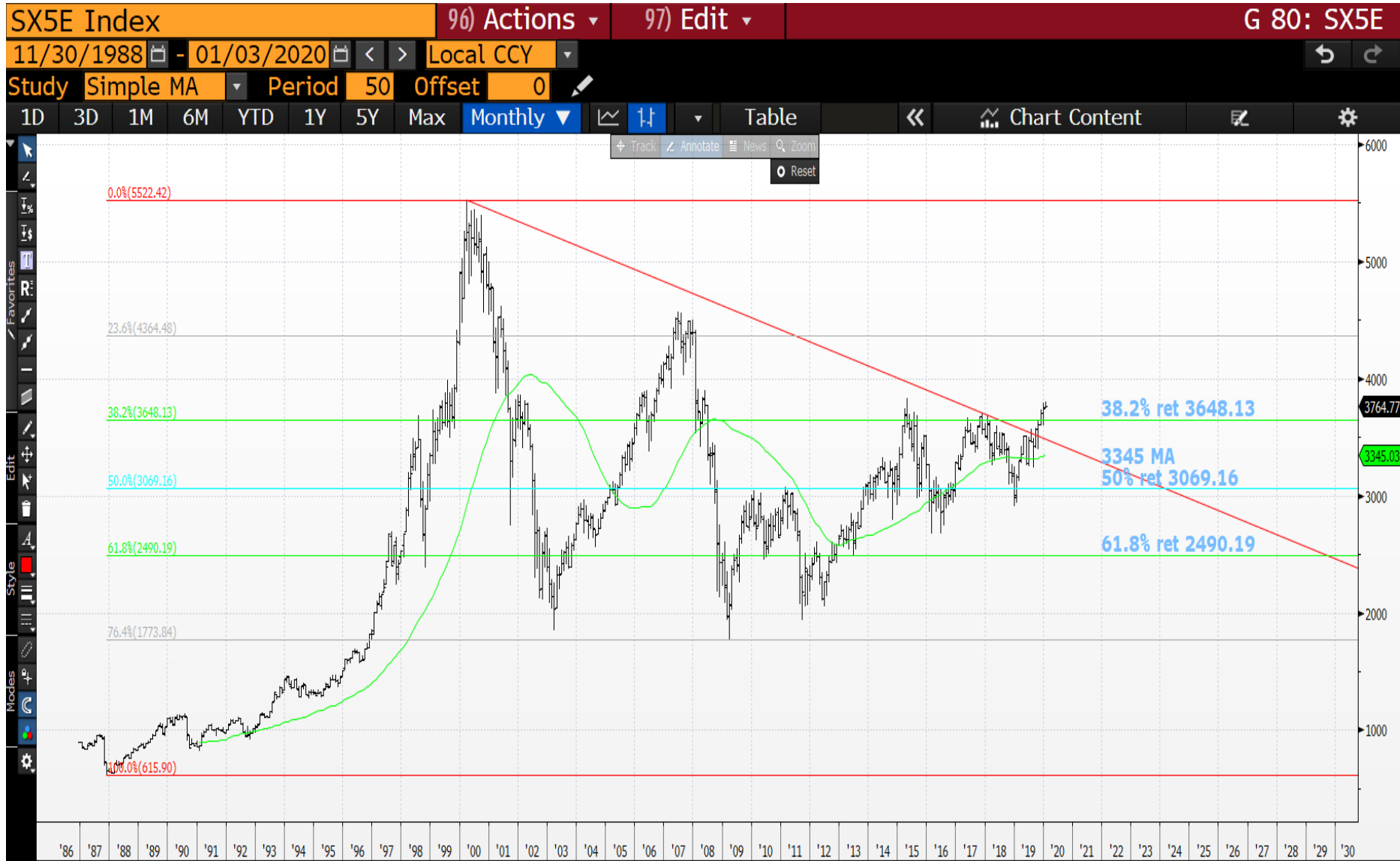
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DAX daily : Typically the equity response is muted and we have held the reliable 50 day moving average 13140.



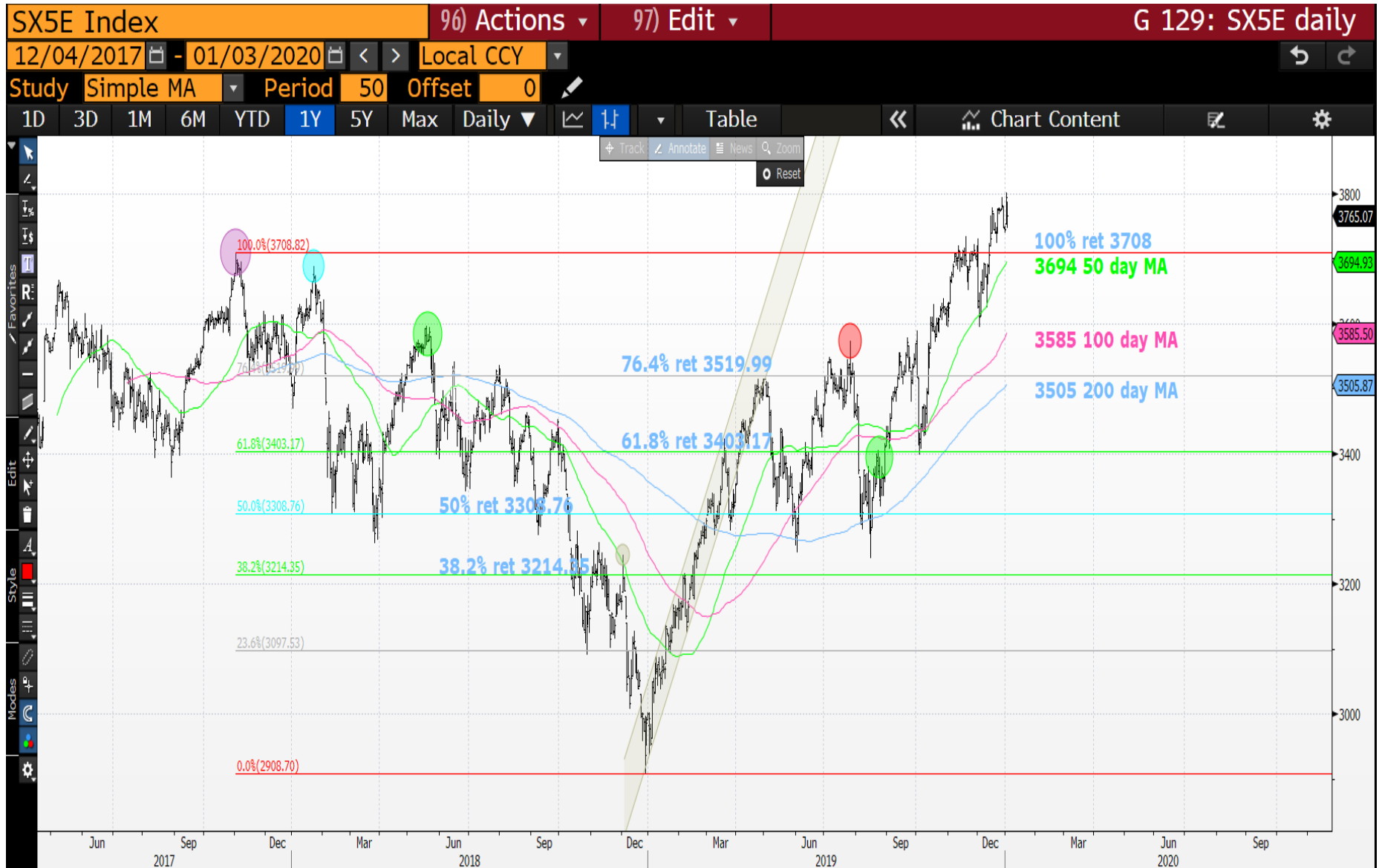
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Eurostox monthly : We need to make use of failing last months HIGH.



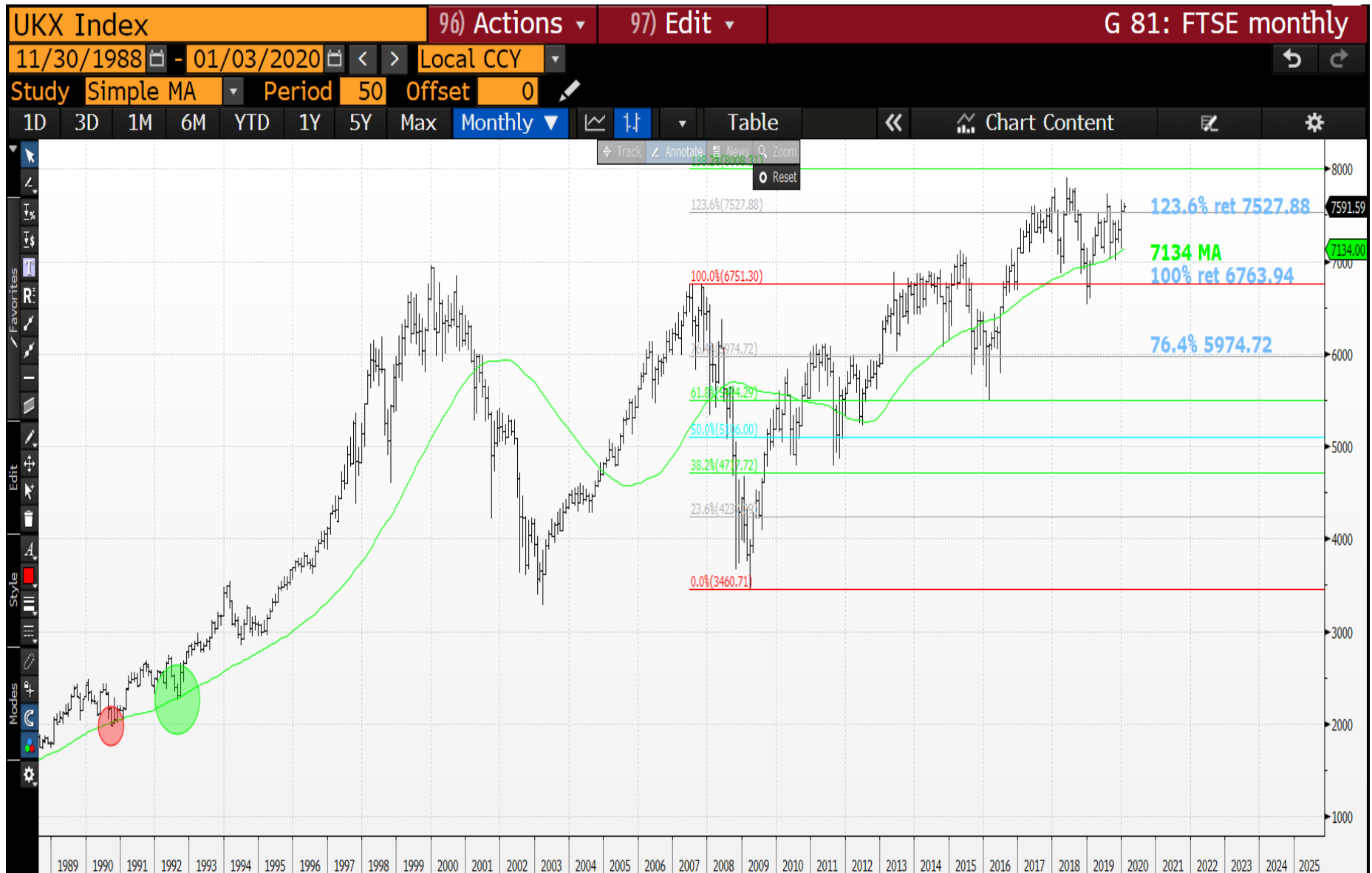
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Eurostox daily : No drama yet as minimally we would need to breach the 100% ret 3708.



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FTSE monthly : No issue here certainly whilst we remain above the 123.6% ret 7527.88.



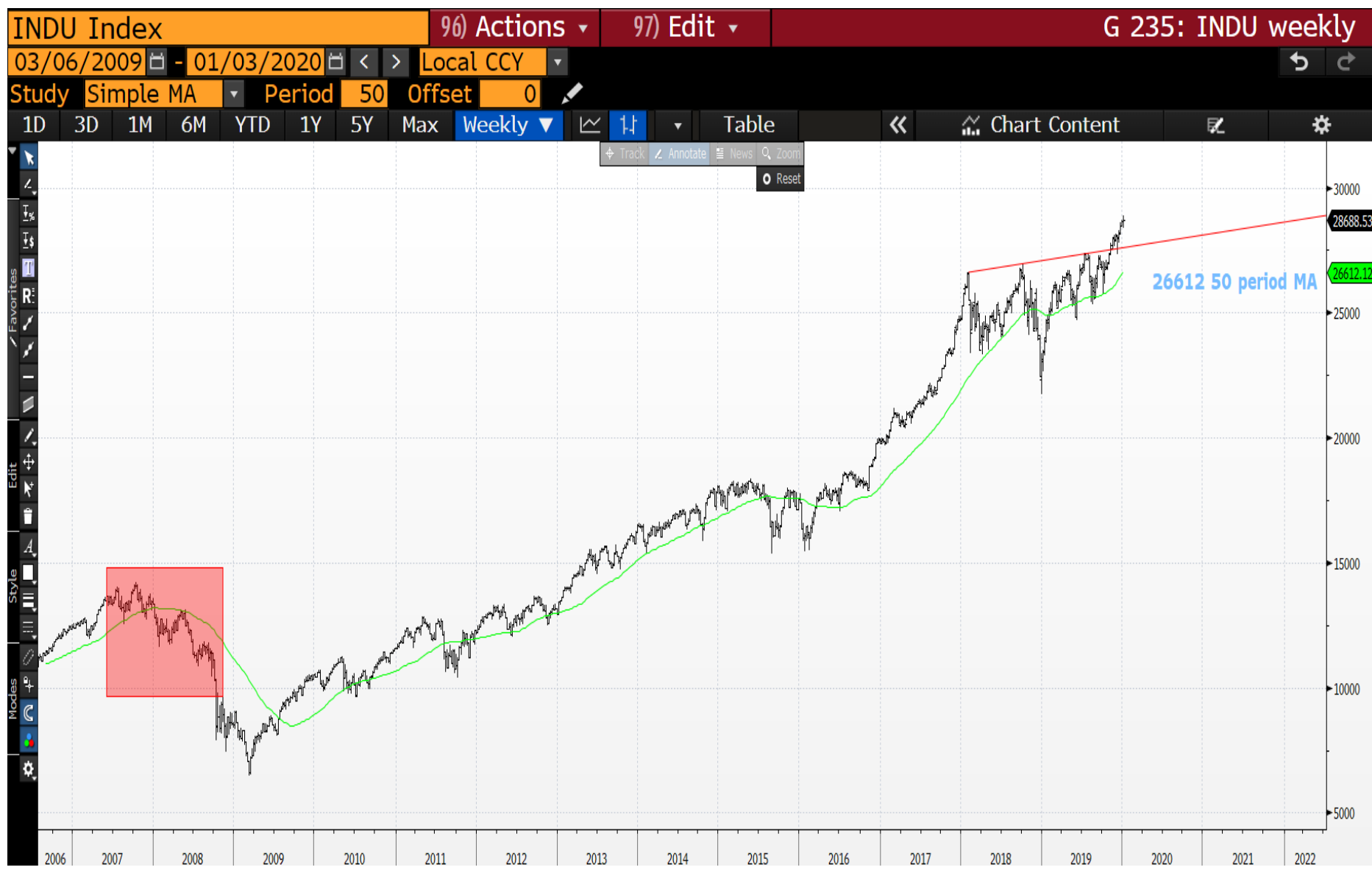
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FTSE monthly : Ideally we can remain sub the 7665 trend line high.



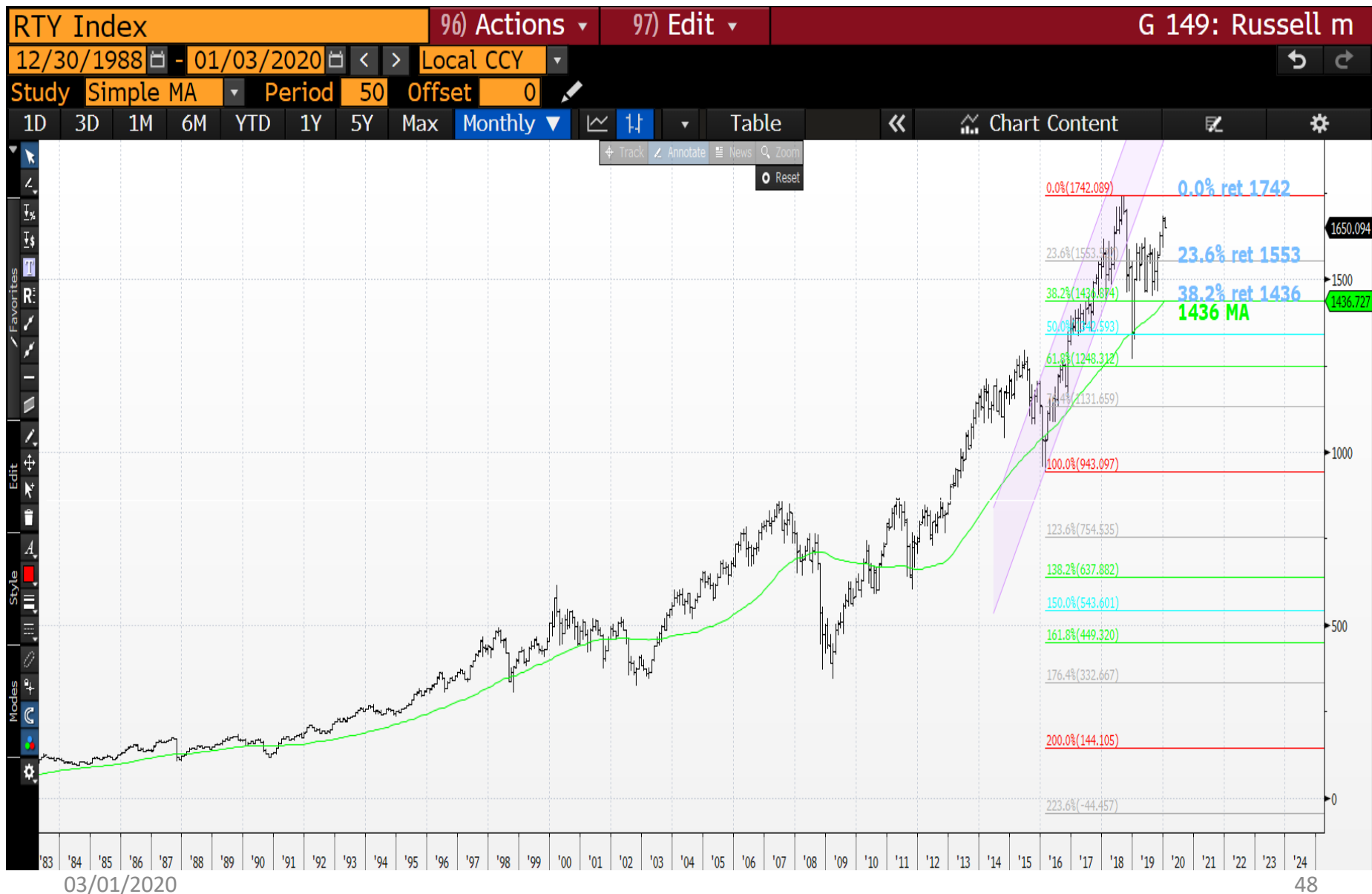
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DOW weekly : Again chart wise there seems very little to be worried about.



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Russell monthly : No major statement here just similar to others we are sub last months high.



CCMP monthly : This remains a positive chart whilst in the channel 8516.

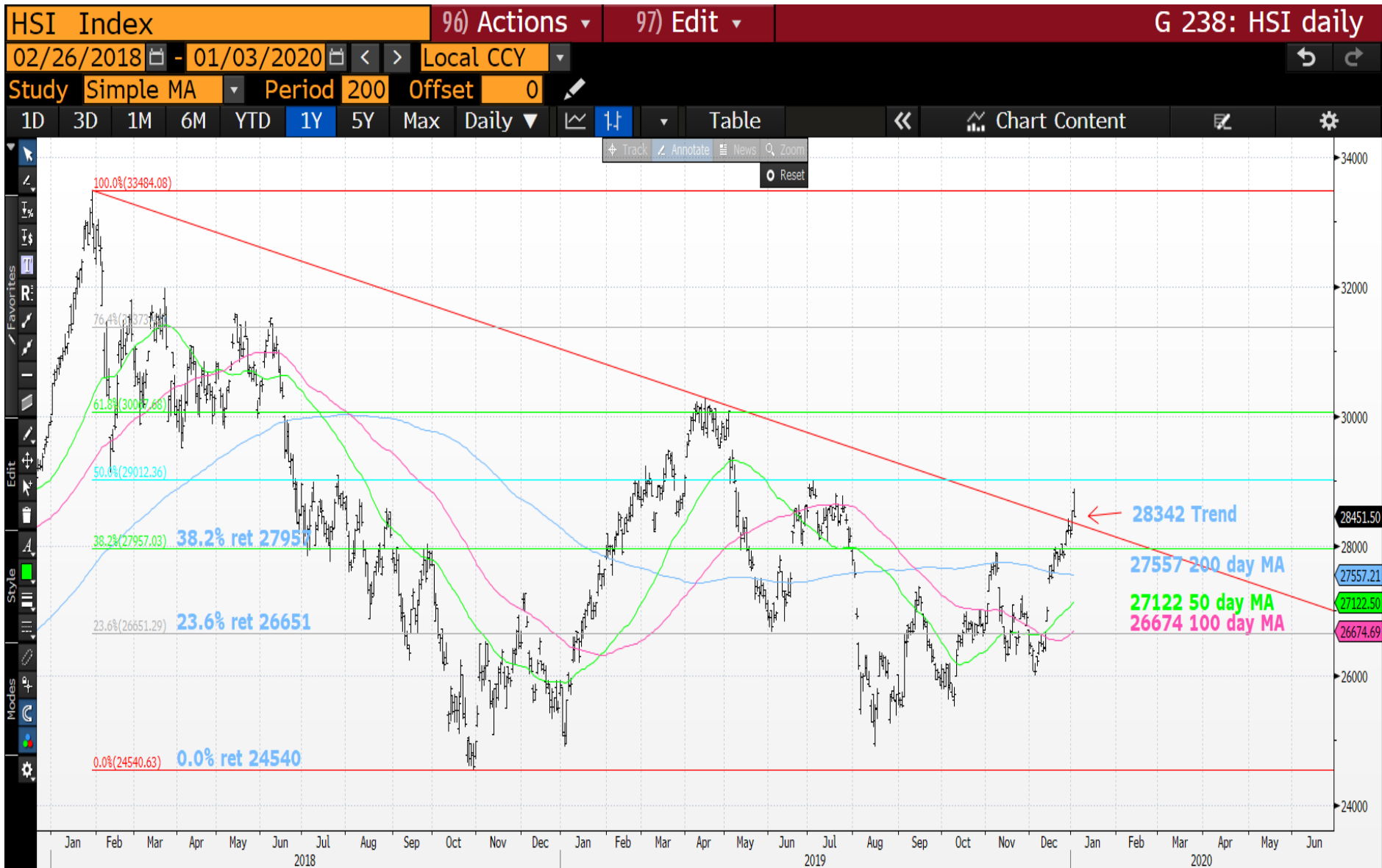


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Hang Seng monthly : Again little reaction.



Hang Seng daily : Key chart for Monday i.e. do we breach the 28342 trendline.

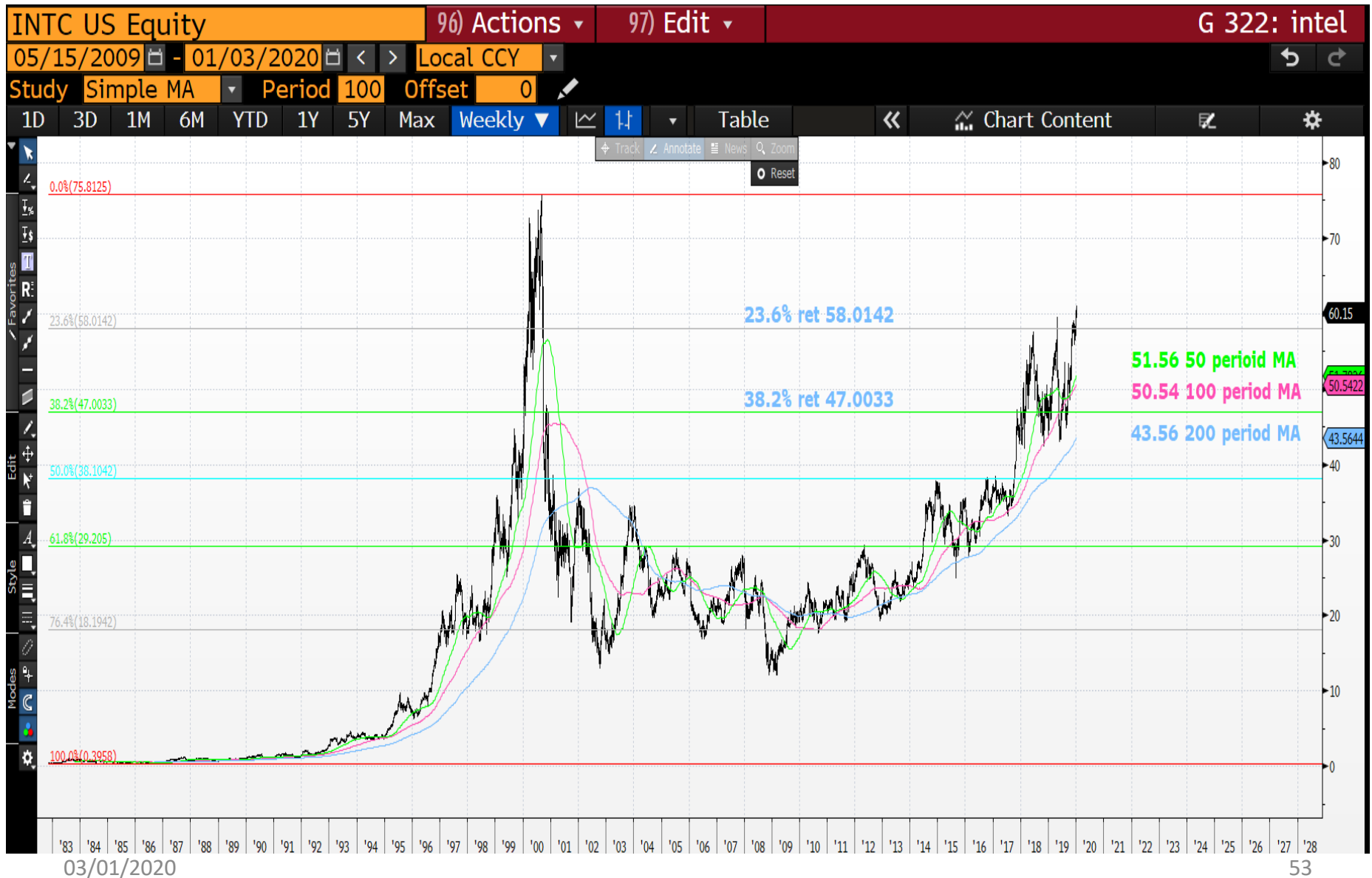


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APPLE weekly : The performance continues despite the LOFTY RSI.



INTEL weekly : For any failure here we need to breach the 23.6% ret 58.0142.



UNITED TECHNOLOGIES weekly : This could be a KEY chart for Monday especially if we fail the 153.91 trend line.



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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