

**MARKET UPDATE : STOCKS TO HOLD TODAY AND RECOVER INTO THE WEEKEND.**

**THE BOND MARKET UPSIDE PIERCES FROM MONDAY ARE GOING TO BE DIFFICULT TO ERADICATE, THUS PRICES LOOK LIKE HEADING LOWER STILL.**

**EQUITIES DESPITE THEIR LOW RSI'S ARE STRUGGLING BUT THAT SAID GIVEN THE VOLUME EXPLOSION OF LATE SHOULD RALLY TODAY! MAYBE ONE MORE LURCH LOWER BEFORE RECOVERING INTO THE WEEKEND.**

**BONDS SEEM TO BE THE ONES RESPONDING TO THE EXTENDED RSI'S ACROSS ALL DURATIONS SO FOR THE TIME BEING YIELDS WILL BOUNCE, HOW HIGH REMAINS AN ISSUE GIVEN THE EARLY INJECTION OF VOLATILITY.**

**THIS VIRUS MIGHT BE UNDERCONTROL IN CHINA BUT THE ECONOMIC FALL OUT HAS YET TO BE POSTED!**

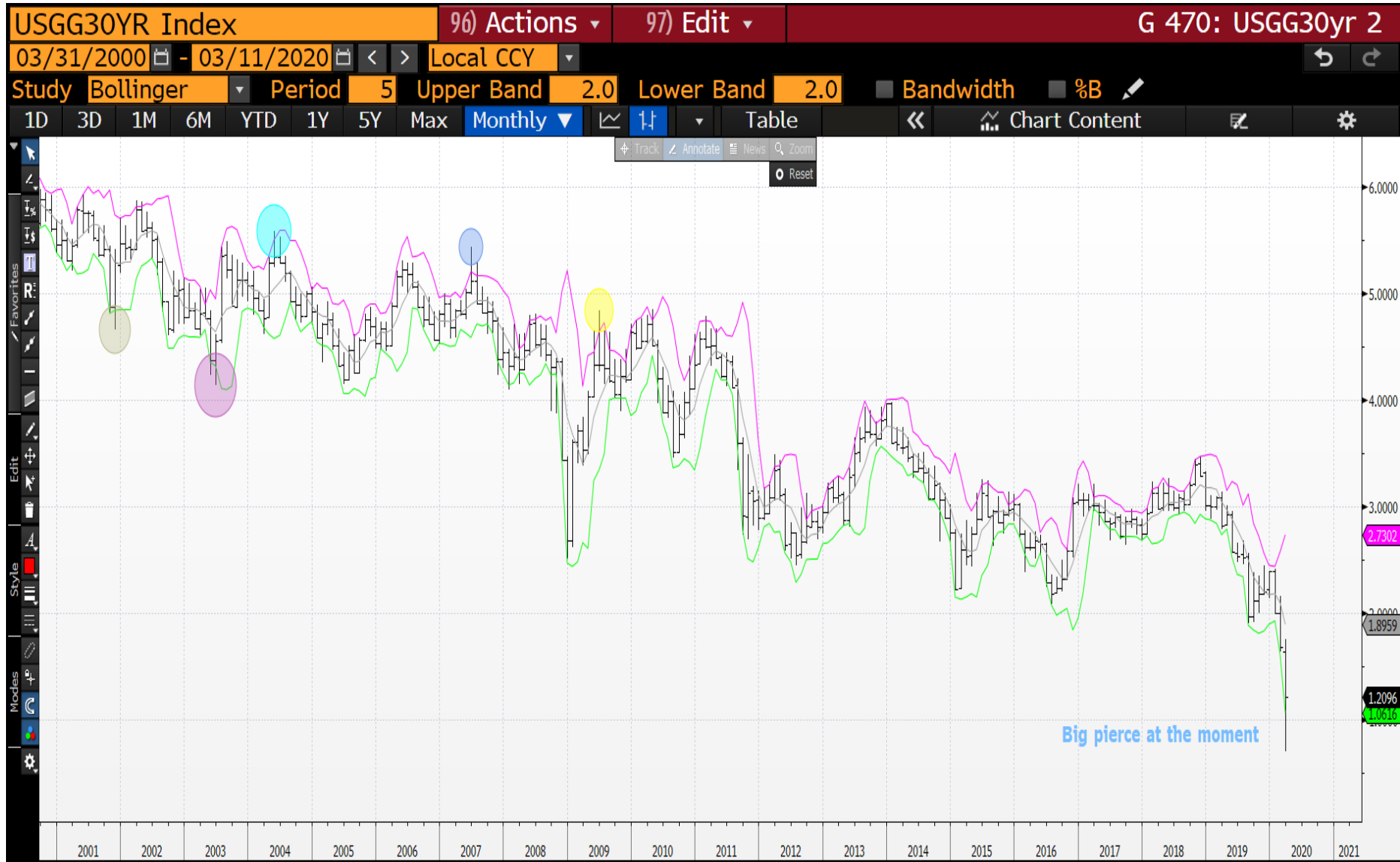
- 1. STOCKS : THEY ARE CLOSE TO HOLDING GIVEN THE RSI DISCLOCATIONS.**
- 2. BONDS : ALL DURATIONS OF RSI'S ARE NOW VERY DISLOCATED. THE ONLY PLACE TO WITNESS-SPOT A YIELD BOUNCE WILL BE IN THE "WHIPPY" BACK END.**

USGG30yr monthly : The BRAKES have been applied on this MONSTER range, it looks like being the emotional part of the curve.



11/03/2020

# USGG30yr monthly bollinger : An obvious chart highlighting the magnitude of the recent DOWNSIDE bollinger pierce.

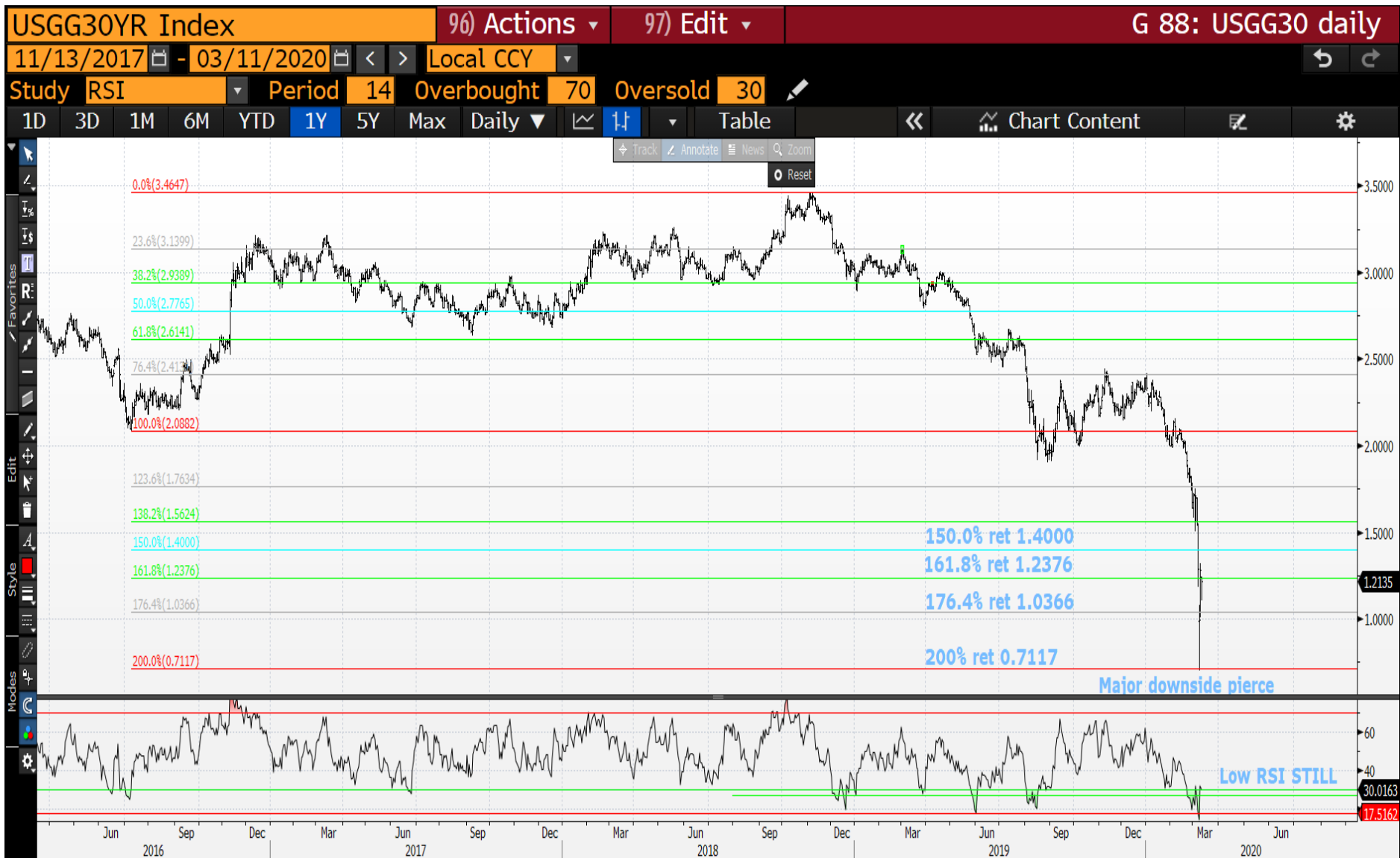


USGG30yr weekly : It certainly feels like a low is in now given the AGGRESSIVE nature of that low. We have also reversed the entire weeks DROP, hopefully new yield highs by the weekend.



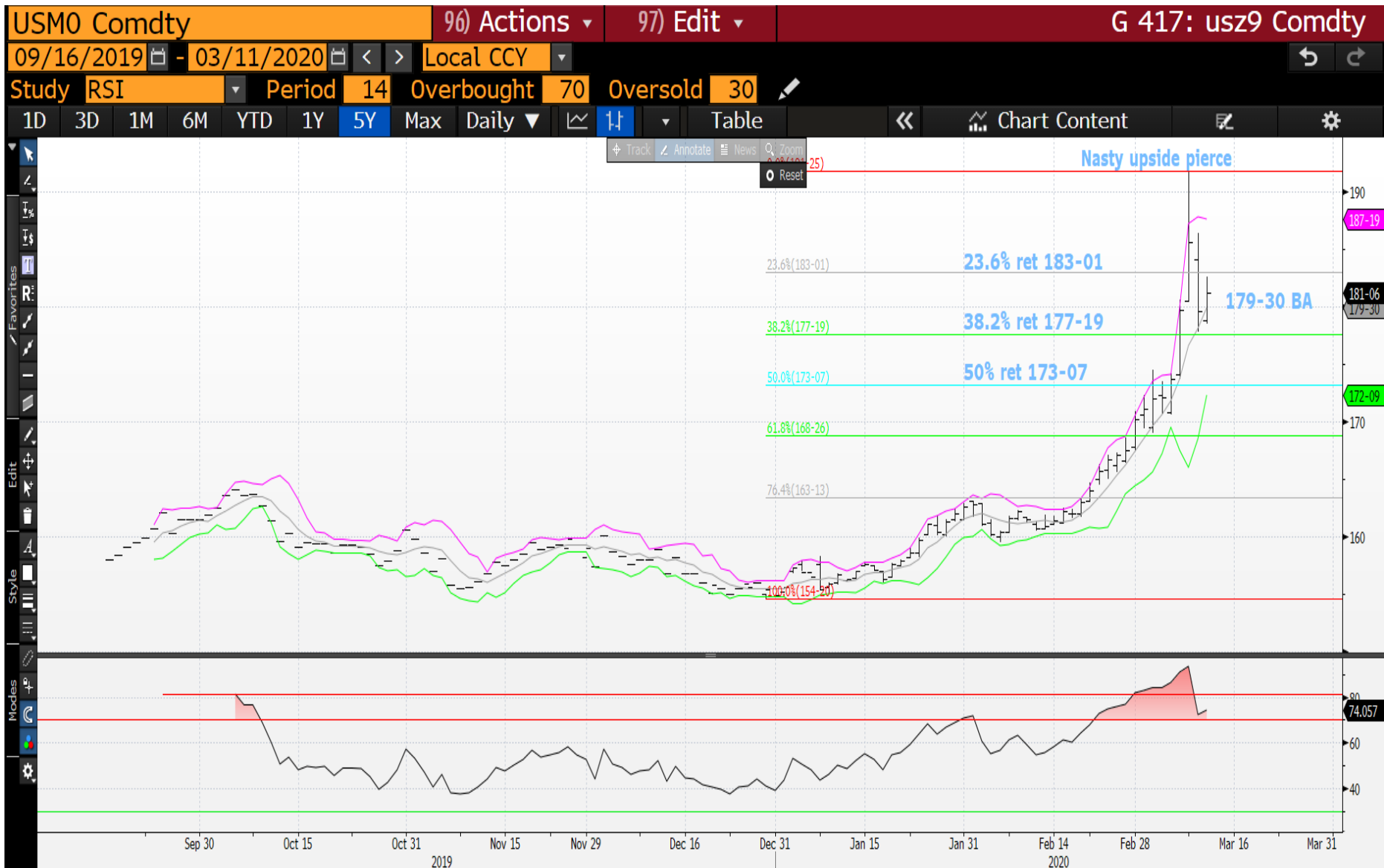
11/03/2020

USGG30yr yield daily : A very NASTY low is in place backed by the RSI, lets see how high the yield bounce is given we are HOLDING.



11/03/2020

US 30yr futures daily : A very significant upside pierce similar to a stalled stunt plane. Ideally we close the day sub the 38.2% ret 177-19.

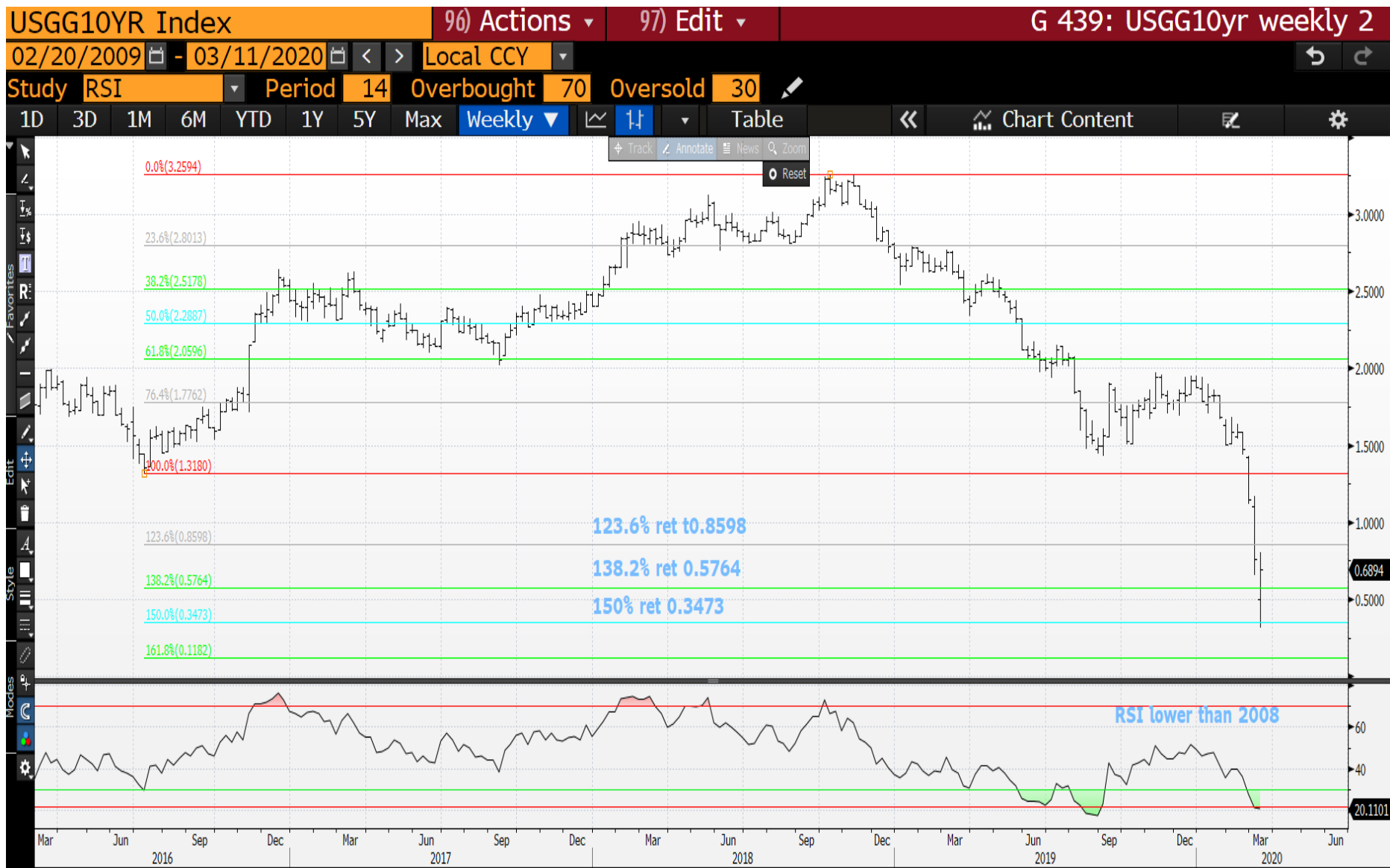


# US 10yr yield quarterly : A quarterly chart where the RSI is lower than 2008-09!



11/03/2020

# US 10yr yield weekly : A decent reversal on the week no doubt prompted by an RSI lower than 2008.



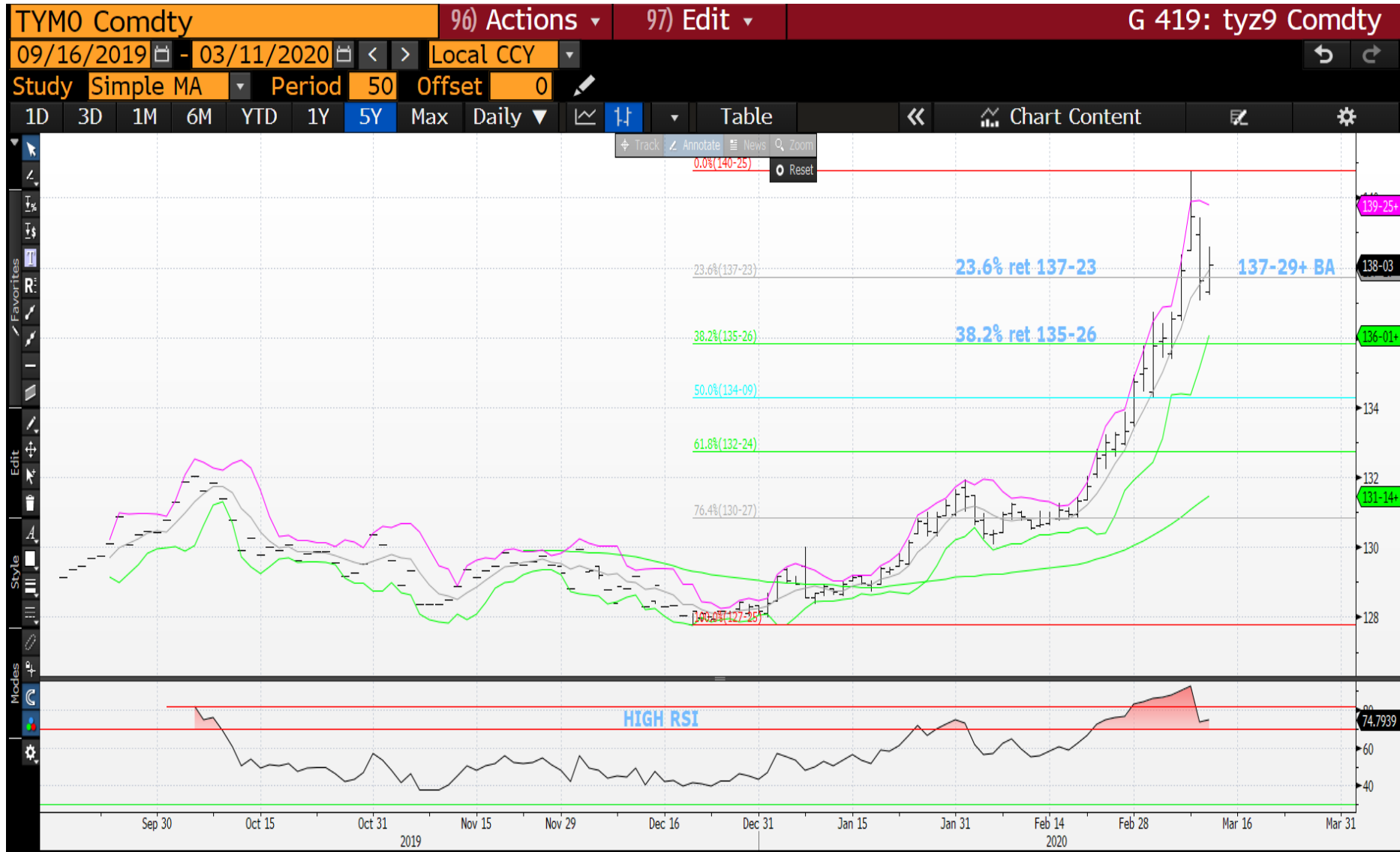
11/03/2020



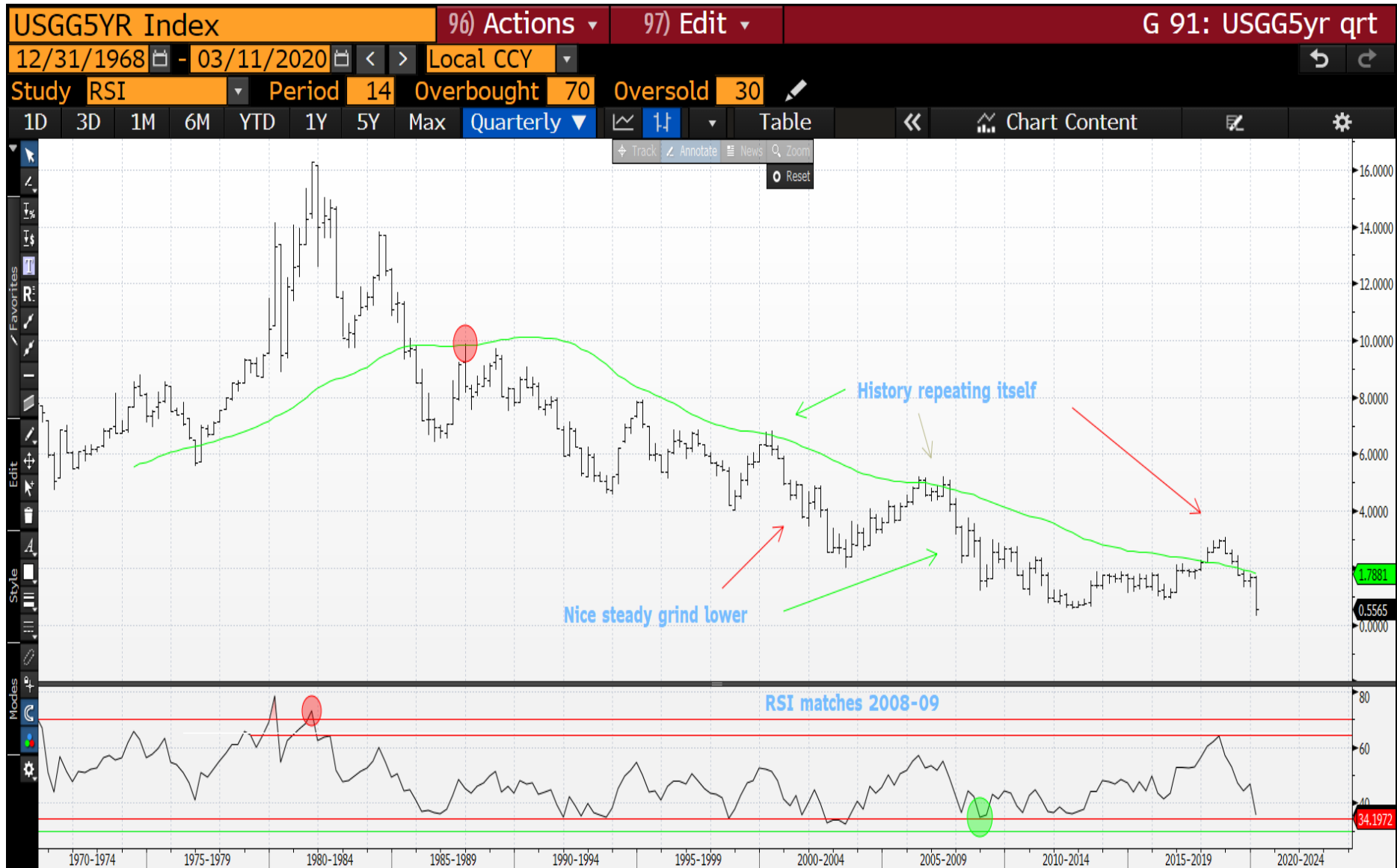
USGG10yr daily : A nice bounce so far, lets see the impact of such an RSI.



US 10yr futures daily : Again this chart has produced a sizeable pierce, hopefully we will close sub the 137-29+ bollinger average. The RSI has plenty of room.



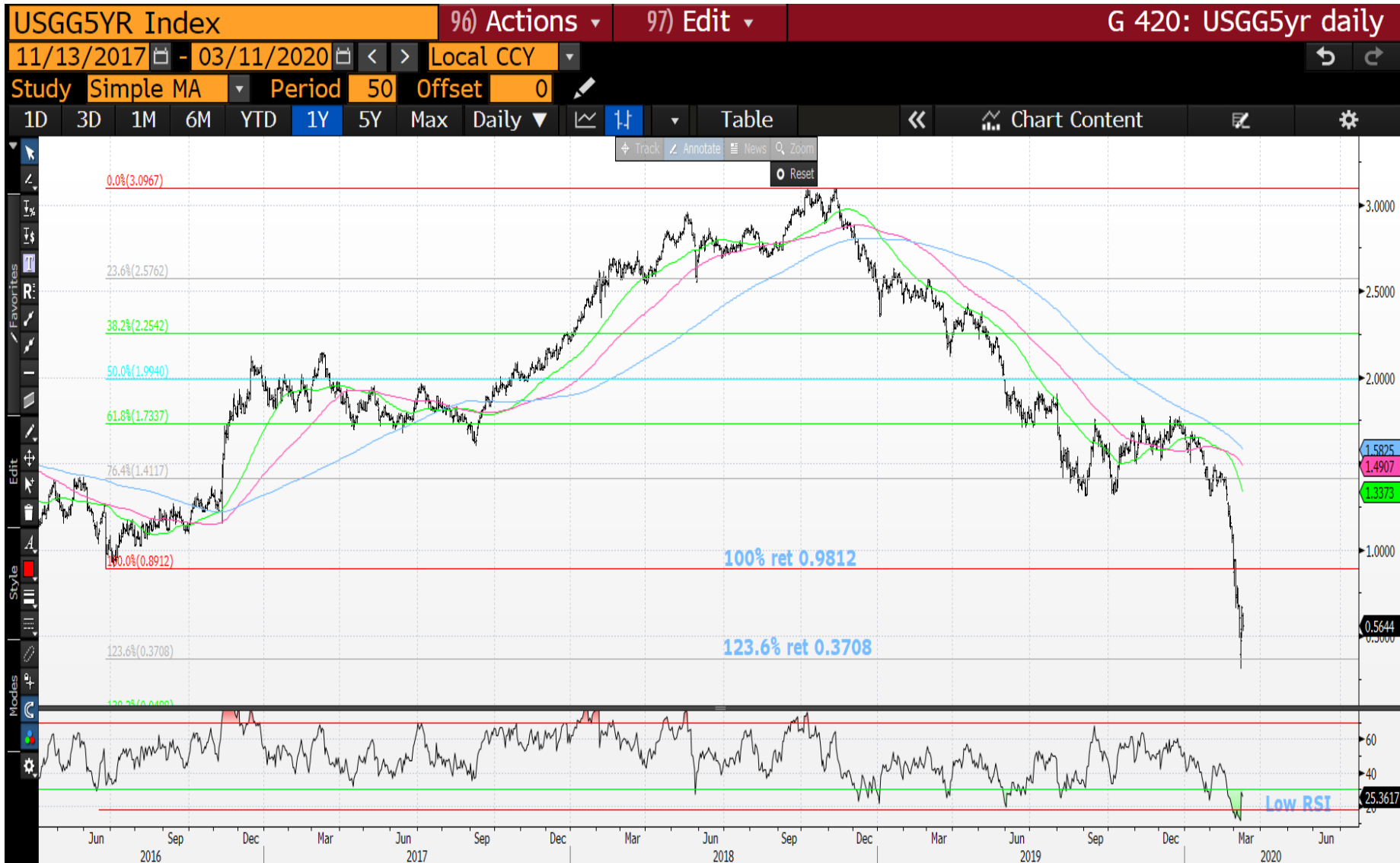
# USGG5yr quarterly : The RSI now matches that of 2008-09.



USGG5yr weekly : Less reaction to the low in this part of the curve but none the less the RSI is lower than 2008 and surely that must matter. A close above the 100% ret 0.5345 will help a yield pop.

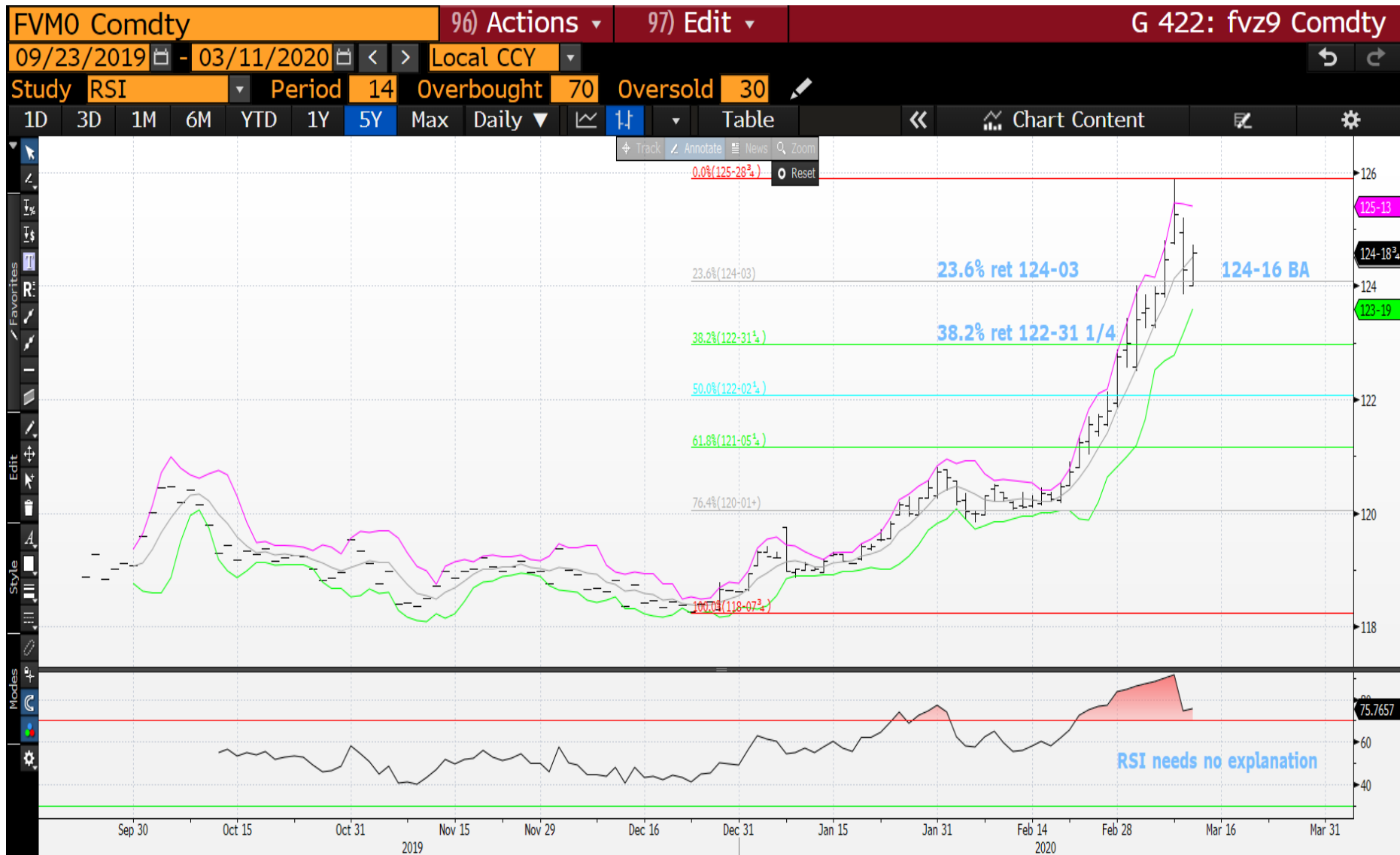


USGG5yr daily : The RSI says it all as we have HELD the 123.6% ret 0.3708.



11/03/2020

US 5yr futures daily : The RSI says it all, we just need to CLOSE below the 23.6% ret 124-03 to continue the DROP.



USGG2yr monthly : The RSI is less pronounced but we are close to the previous low.



USGG2yr weekly : The RSI matches that of 2008 but a shame we haven't hit the 100% ret 0.1431.



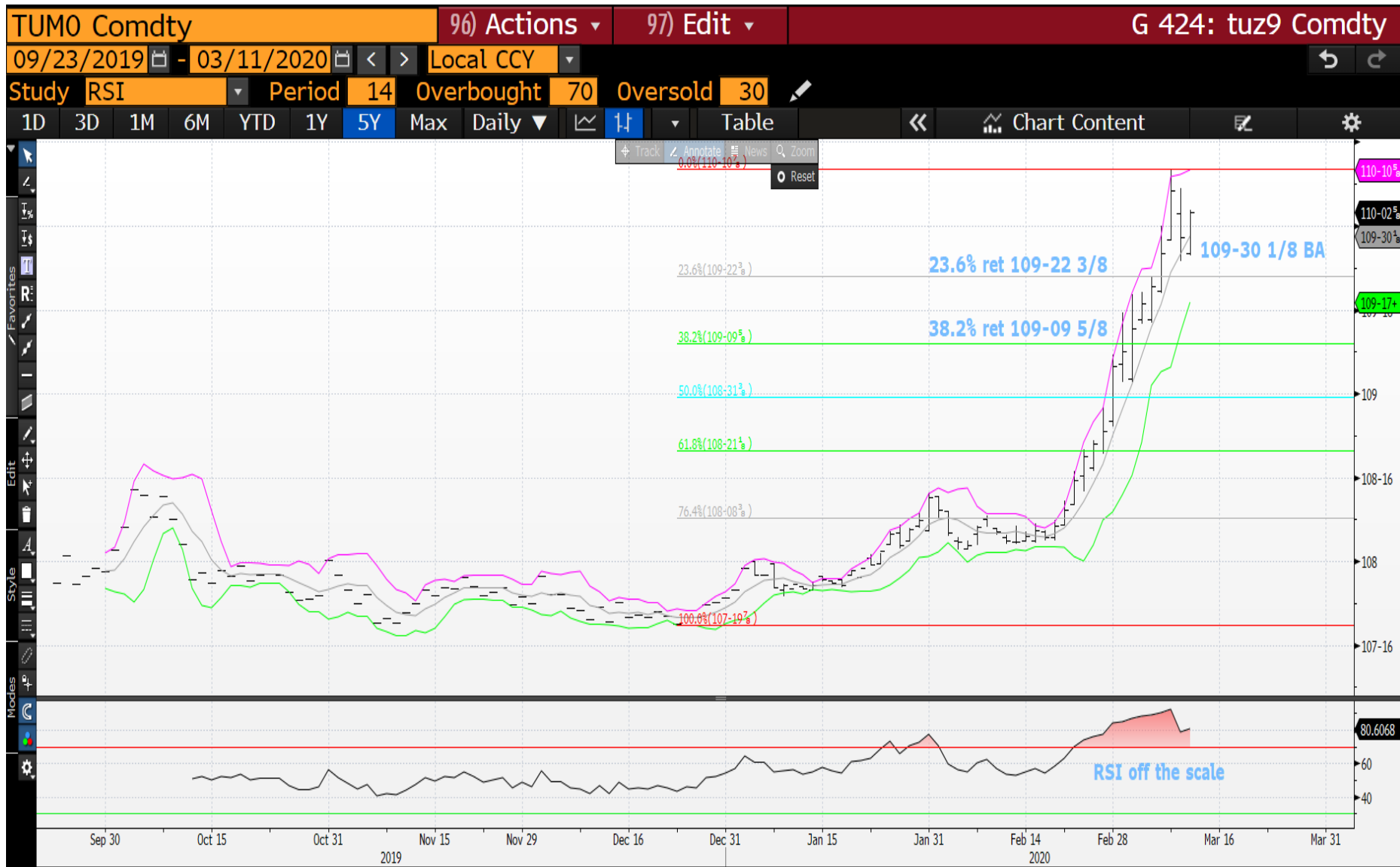


USGG2yr daily : An RSI that is the lowest since 1998 and what a fall from grace.



11/03/2020

US 2yr future daily : The RSI speaks for itself but again look to the back end for a bollinger pierce, we have one but its small. The big break will come once we break the 109-30 1/8<sup>th</sup> bollinger average.



Generic German 10yr quarterly : Back in the centre of the channel with room to go lower.



11/03/2020

19

Generic German 10yr weekly : The RSI is not as dislocated as its US counterparts but we need to CLOSE back above the 0.0% ret -0.742.

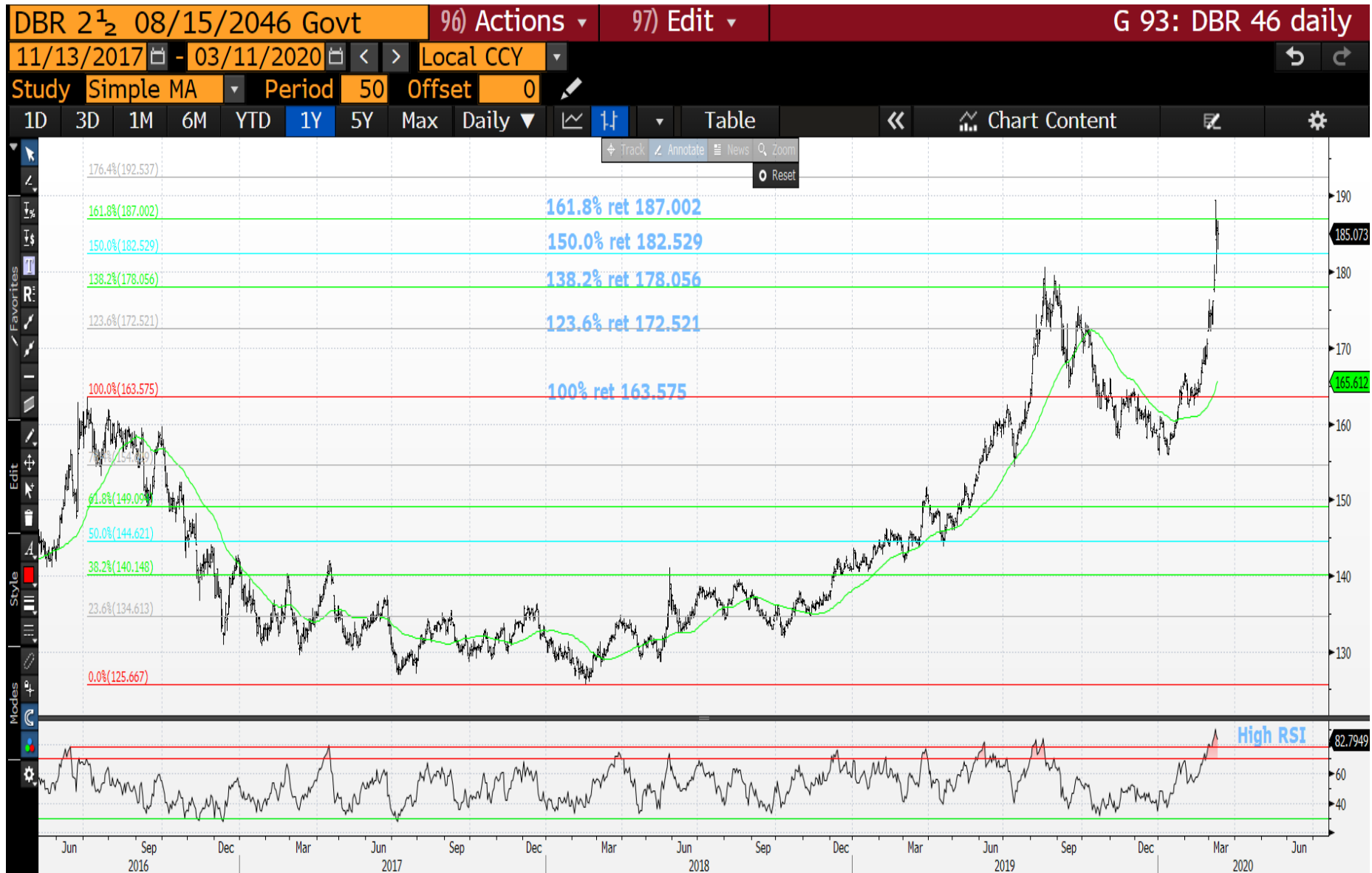


Generic German 10yr daily : Only the daily RSI is low, lowest since 1998.

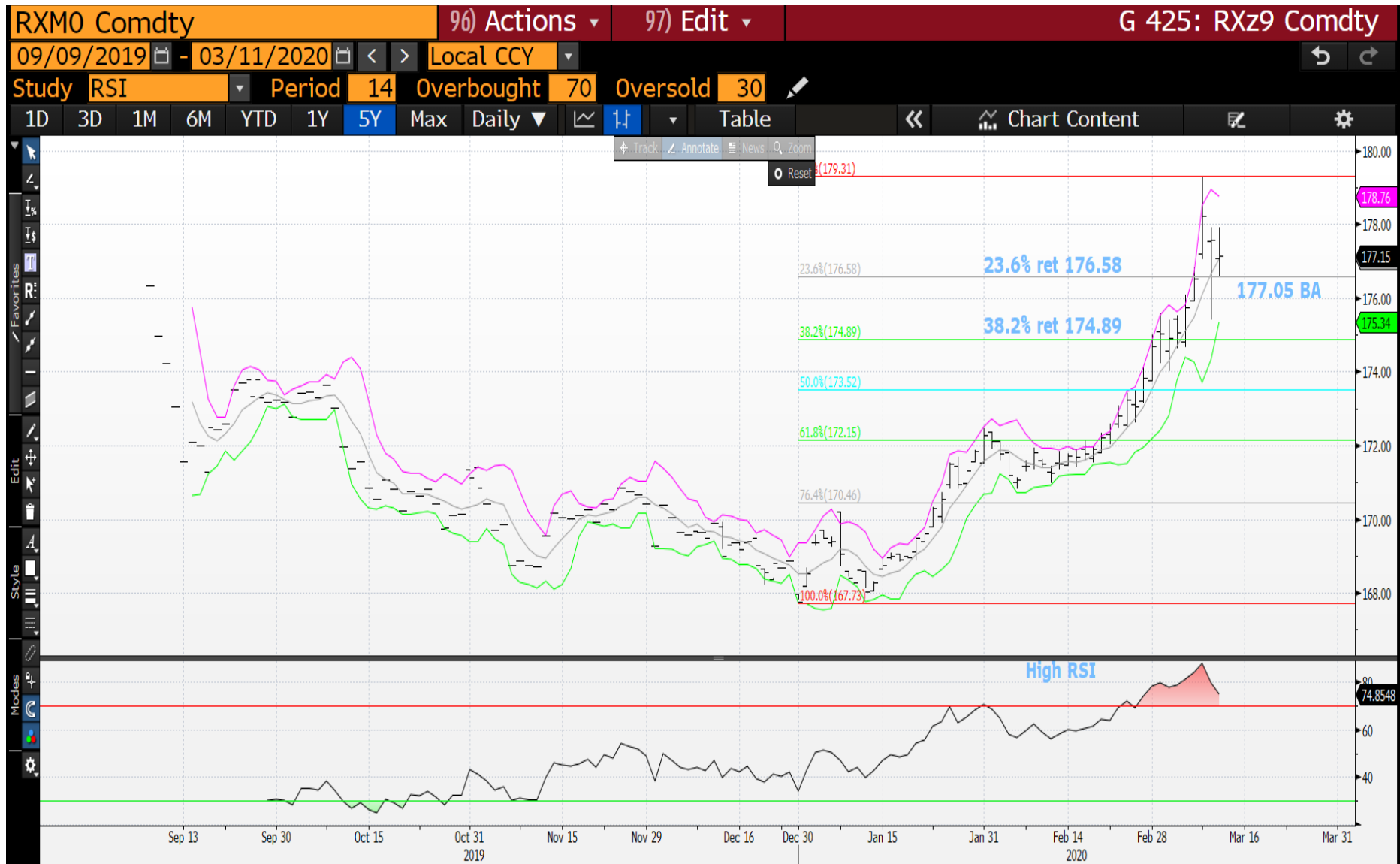


11/03/2020

# DBR 46 daily : A very reliable chart and the RSI highlights significant downside.



Bund future daily : The RSI is high but not as displaced as US counterparts, that said sub the 23.6% ret 176.58 will aid a drift lower.



# EQUITIES

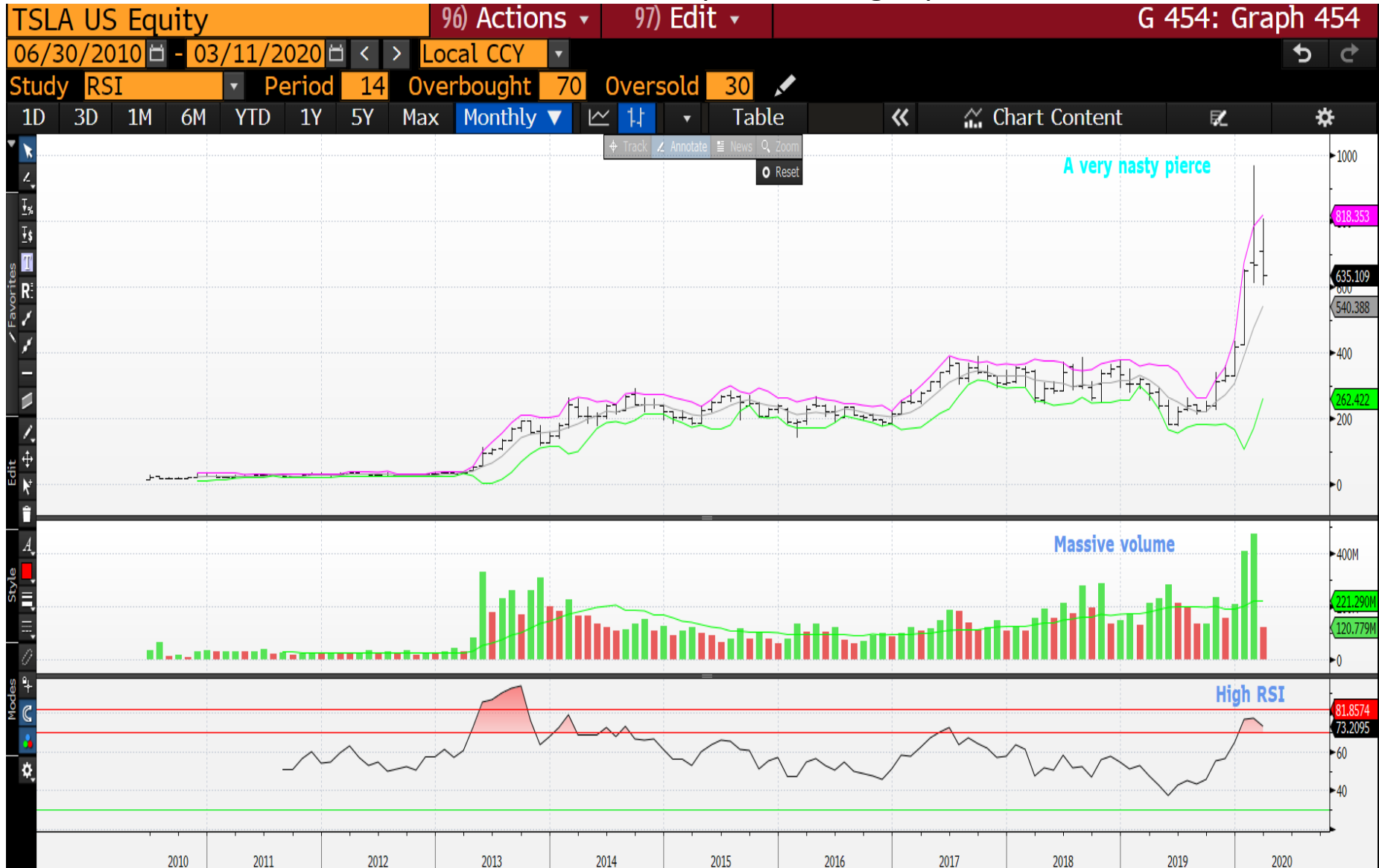
WE SEEM TO BE SPENDING A LOT OF TIME AT THE CURRENT LOWS ESTABLISHING MAJOR VOLUME IN SOME CASES. THE SIGNALS ARE THERE FOR A POP GIVEN THE RSI DISLOCATIONS, DO THINK TODAYS CLOSES COULD BE STRONG ESPCIALLY IF WE HAVE AN EARLY DIP. THE RECOVERY SHOULD BE GOOD.

THE BIG BUG BEAR FOR ME IS THAT MANY BOND MARKETS HAVE POSTED 2008 LEVELS OF RSI DISLOCATION WHEN THE EQUITY SITUATION IS SO SO DIFFERENT. WE HAVE ONLY JUST FORMULATED THE HIGHS.

THE HANG SENG HAS FINALLY BREACHED ITS MASSIVE MULTI YEAR 23.6% RET 25601.07 LEVEL.



TESLA monthly : This is one of the BEST expressions of an over bought market ever seen. The RSI endorses the monthly chart whilst the volume and top looks impressive. This is a VERY MAJOR upside bollinger pierce.



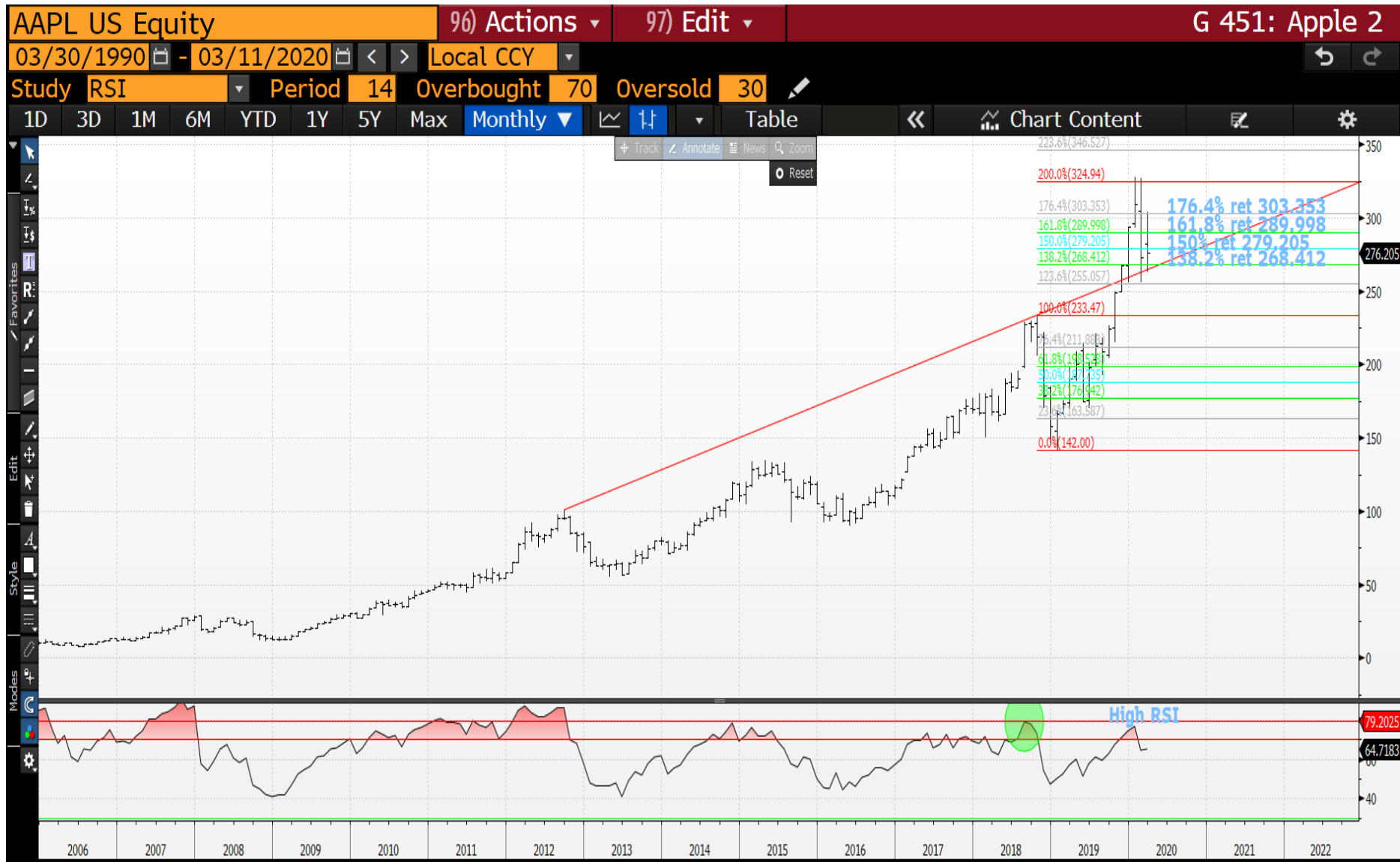
TESLA weekly : Looks like it we breach 600 the market will have a savage drop.



TESLA daily : No BASE yet but we should hold the 50% ret 572.991 IF we see it.



APPLE weekly : The RSI maybe high but we are still holding the long-term trend line, this months low.



# APPLE weekly : We continue to hold the trend line.



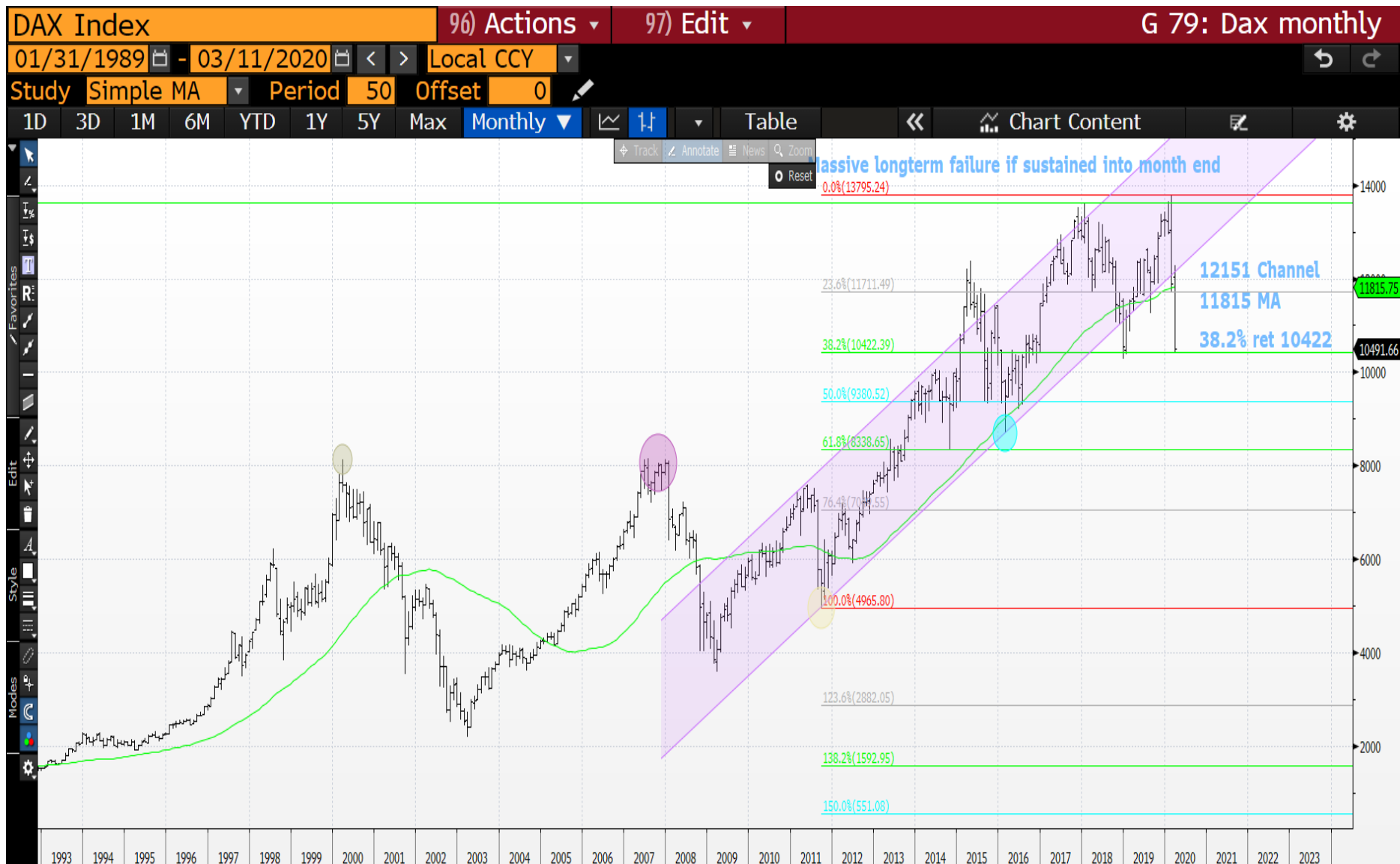
INTEL monthly : Just a reminder we are dealing with some long term tops.



# UNITED TECHNOLOGIES weekly : We should find support at the channel BASE.



DAX monthly : The long-term TOP is well defined BUT we have found support here before back in late 2018.



11/03/2020



DAX daily : The RSI is the lowest since 2011, add to that the 38.2% ret 10422.39 and some sort of bounce should be in order.

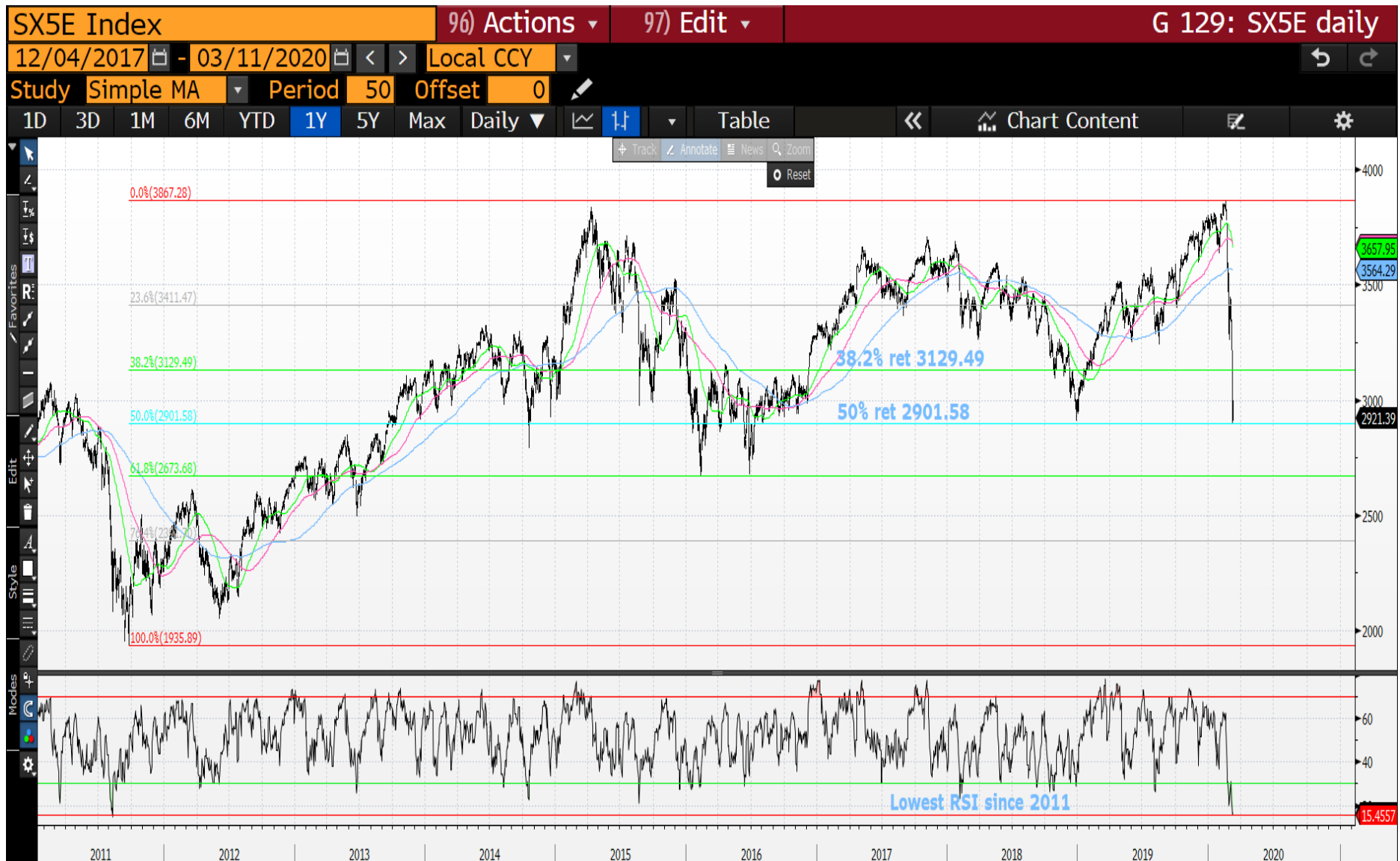


# Eurostoxx monthly : Another long-term top is defined but lets see how we deal with late 2018 previous lows.

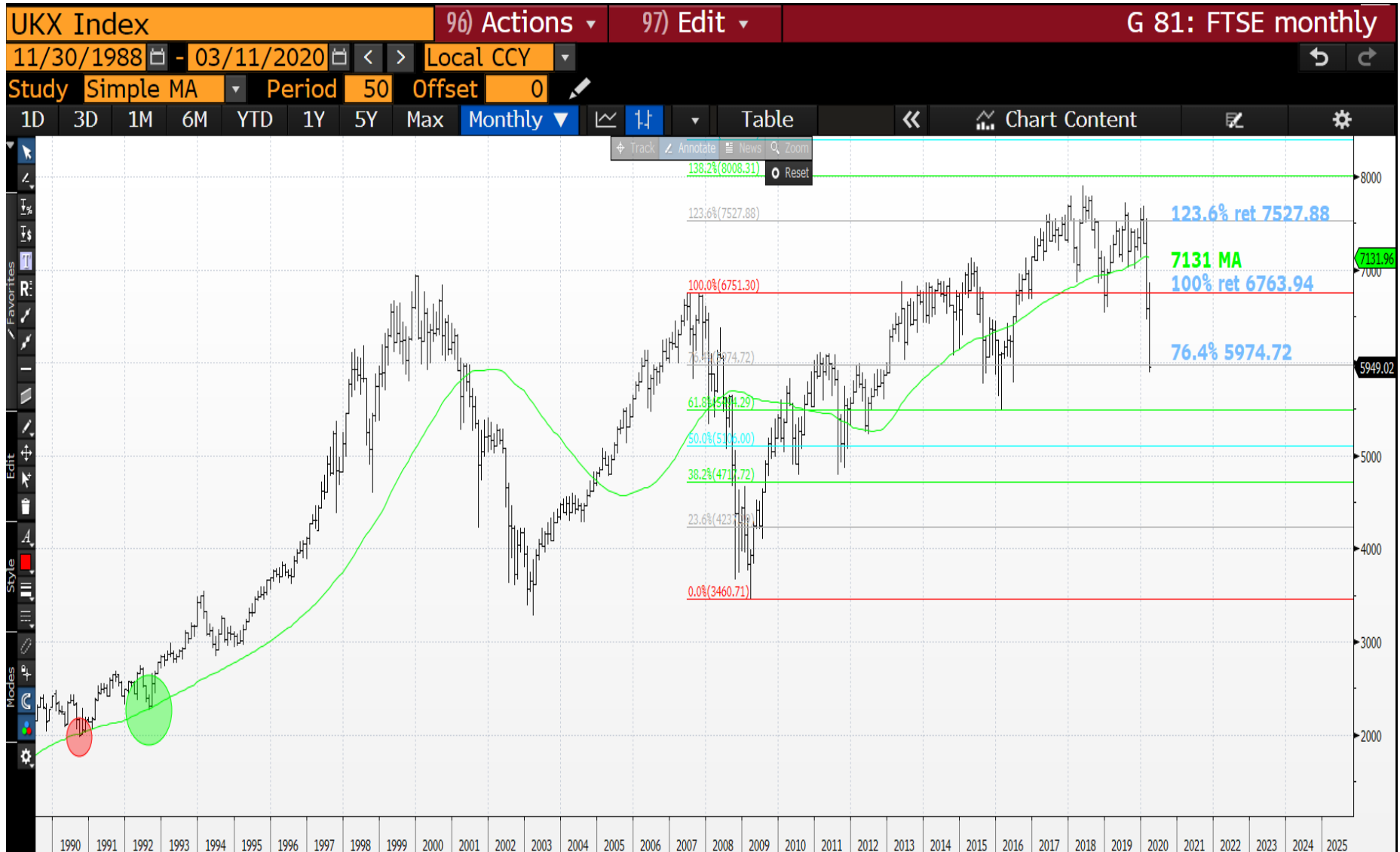


11/03/2020

Eurostoxx daily : The RSI is as low as 2011 so given we have hit the 50% ret 2901.58 we SHOULD bounce.



FTSE monthly : Another long-term top has been formed and hopefully we hold the 76.4% ret 5974.72.



# FTSE daily : Another daily chart with every reason to bounce!



E Mini S&P daily : There is HUGE volume going into the market down here so it should hold and bounce from the 61.8% ret 2731.22.

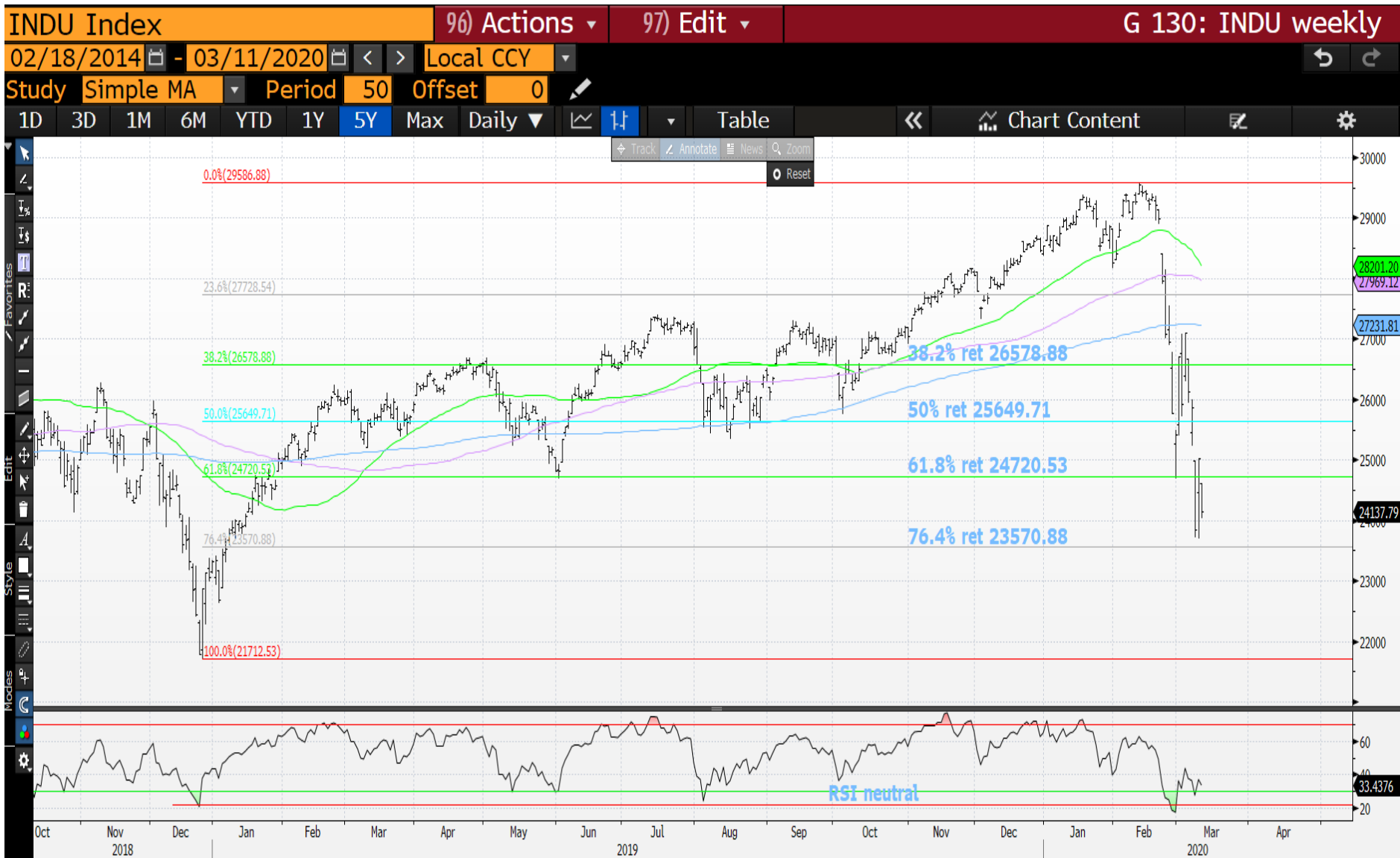


11/03/2020

DOW weekly : The 200 period moving average has worked before so this time should be no different.

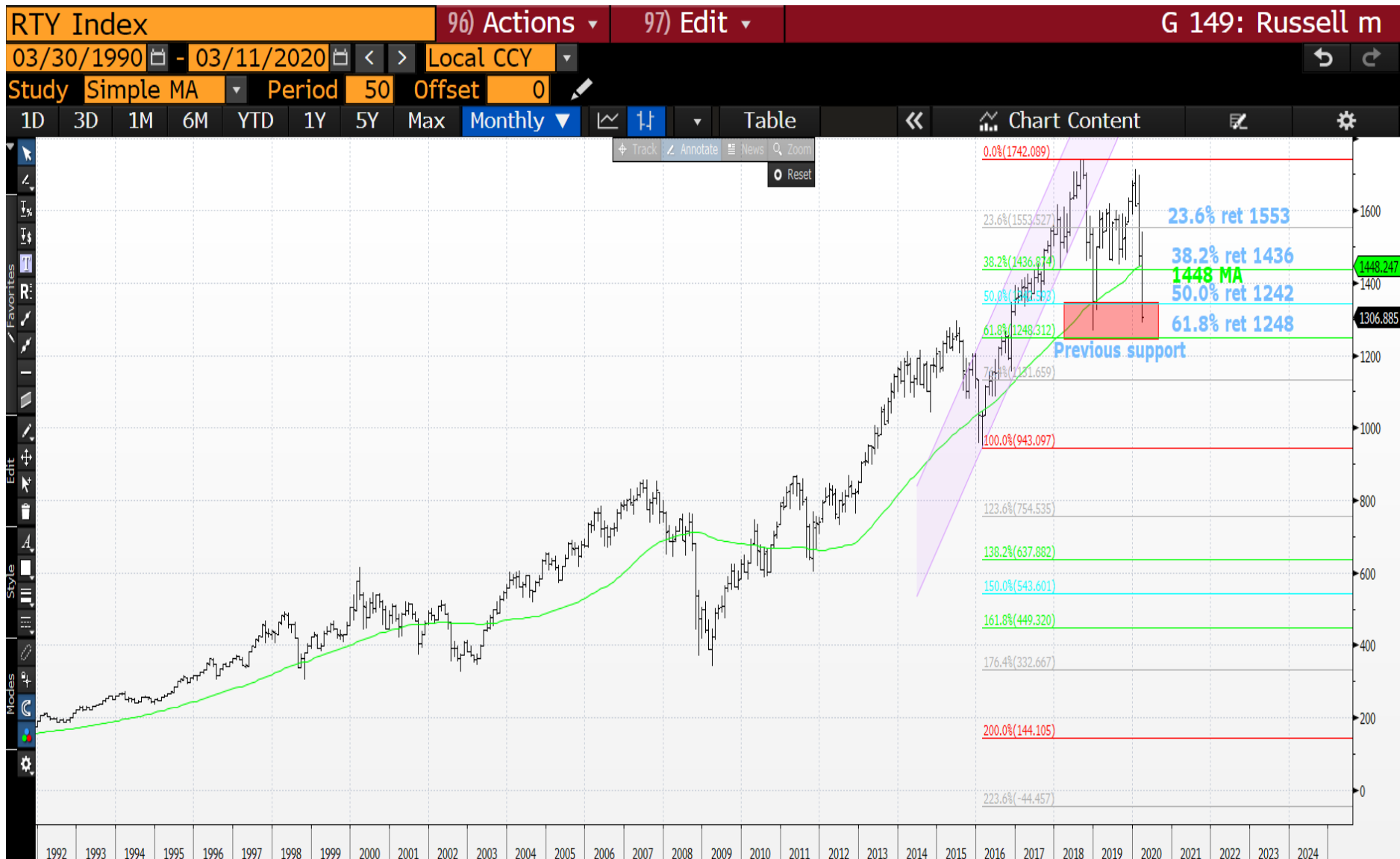


DOW daily : The RSI is off its lows but the 76.4% ret 23570.88 should hold.



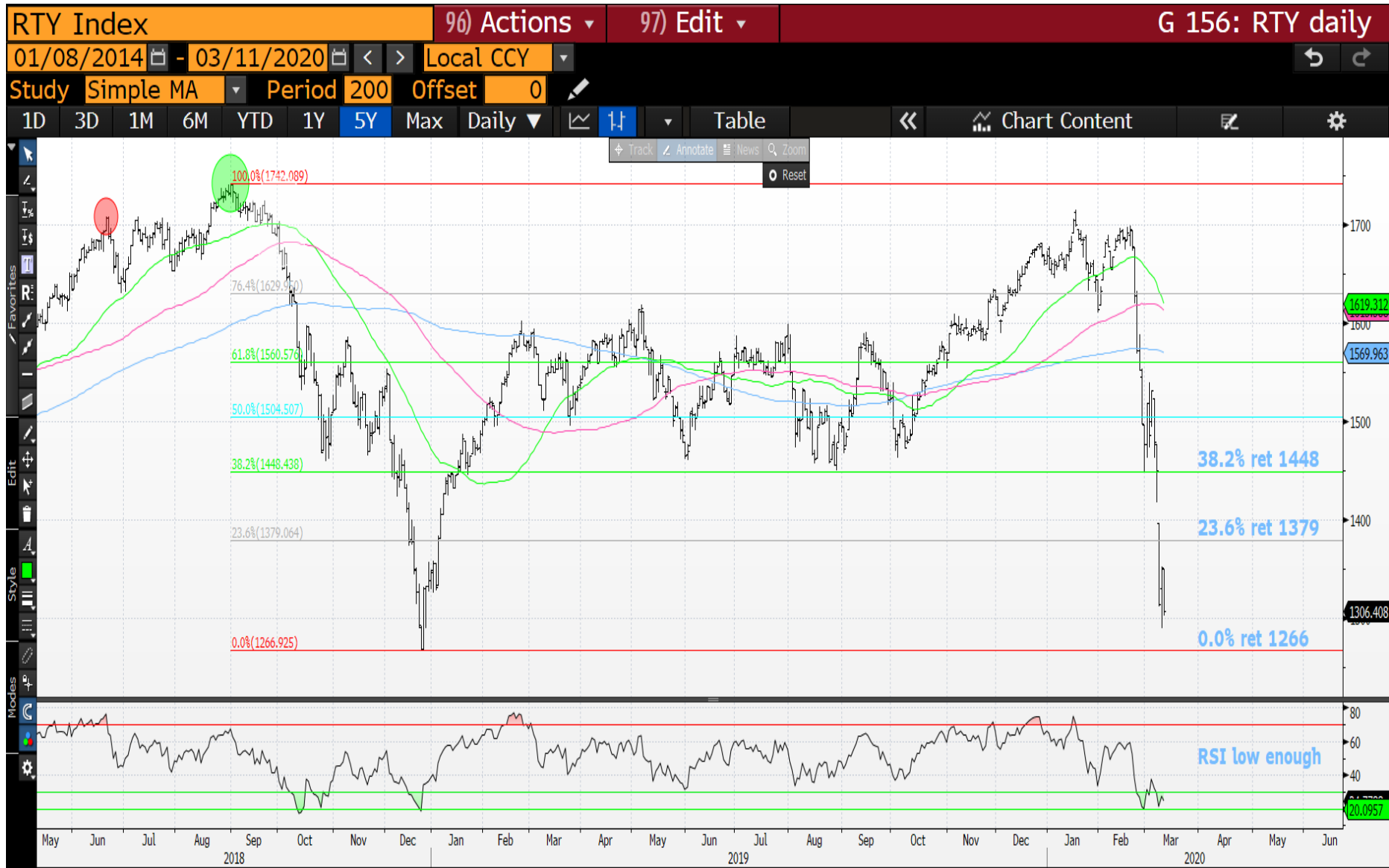


Russell monthly : A long-term top is in place but we are now approaching previous support.



11/03/2020

Russell daily : The RSI is low but ideally it would have been better to hit the 0.0% ret 1266 level before recovering.



CCMP monthly : We have breached the channel and should see support at the 23.6% ret 7778.12.



Hang Seng monthly : A HUGE problem now that we have breached the 26220 moving average and 23.6% ret 25601.22.



Hang Seng daily : Again a low RSI is not reflecting a bounce.



11/03/2020

45

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.

Astor Ridge takes no proprietary trading risk, has no market making facilities, and has no position in any security we discuss in this e-mail. The views in this e-mail are those of the author(s) and are subject to change, and Astor Ridge has no obligation to update its opinions or the information in this publication. If this e-mail contains recommendations, those recommendations reflect solely and exclusively those of the author, and such opinions were prepared independently of any other interests, including those of Astor Ridge and/or its affiliates.

This publication does not constitute personal investment advice or take into account the individual financial circumstances or objectives of the clients who receive it. The securities discussed herein may not be suitable for all investors. Astor Ridge recommends that investors independently evaluate each issuer, security or instrument discussed herein, and consult any independent advisors they believe necessary.

The value of and income from any investment may fluctuate from day to day as a result of changes in relevant economic markets (including changes in market liquidity). The information herein is not intended to predict actual results, which may differ substantially from those reflected. Past performance is not necessarily indicative of future results.

You should not use or disclose to any other person the contents of this research, nor take copies. This is not a representation or warranty and is not intended nor should it be taken to create any legal relations, contractual or otherwise. This research and any files transmitted with it are confidential, may be legally privileged, and are for the sole use of the intended recipient. Copyright in this research and any accompanying document created by Astor Ridge LLP is owned by Astor Ridge LLP.

Astor Ridge LLP is regulated by the Financial Conduct Authority (FCA): Registration Number 579287

Astor Ridge LLP is Registered in England and Wales with Companies House: Registration Number OC372185

Astor Ridge NA LLP is a member of FINRA/SIPC: CRD Number 282626

Astor Ridge NA LLP is Registered in England and Wales with Companies House: Registration Number OC401796