

MARKET UPDATE : THE TAIL OFF IN VOLATILITY IS KILLING MANY RSI OPPORTUNITIES, THAT SAID IT STILL LOOKS LIKE BOND YIELDS WILL HEAD LOWER AIDED BY MARCH 9TH BOLLINGER PIERCES.

STOCKS REMAIN A PAIN GIVEN SO MANY MONTHLY CHARTS HAVE FAILED TO EXTEND THEIR RSI'S TO 2008-09 LEVELS, YET ARE HOLDING. WE HAVE A BASE JUST NEED MORE CONVICTION, THIS WITH SO MANY DAILY RSI'S NEUTRAL. IT MAY COME IF BOND YIELDS HEAD HIGHER.

SINGLE STOCKS REMAIN IN A VERY NEGATIVE TERMINAL STATE BUT ARE FINDING A SUPPORT.

USGG30yr monthly : This chart could be very important in defining the end of the yield drop, this is the **most aggressive pierce** I have seen, it implies the **yield drop has FINISHED**. Last months pierce remains ETCHED in stone so IDEALLY the yield low is in for some time.

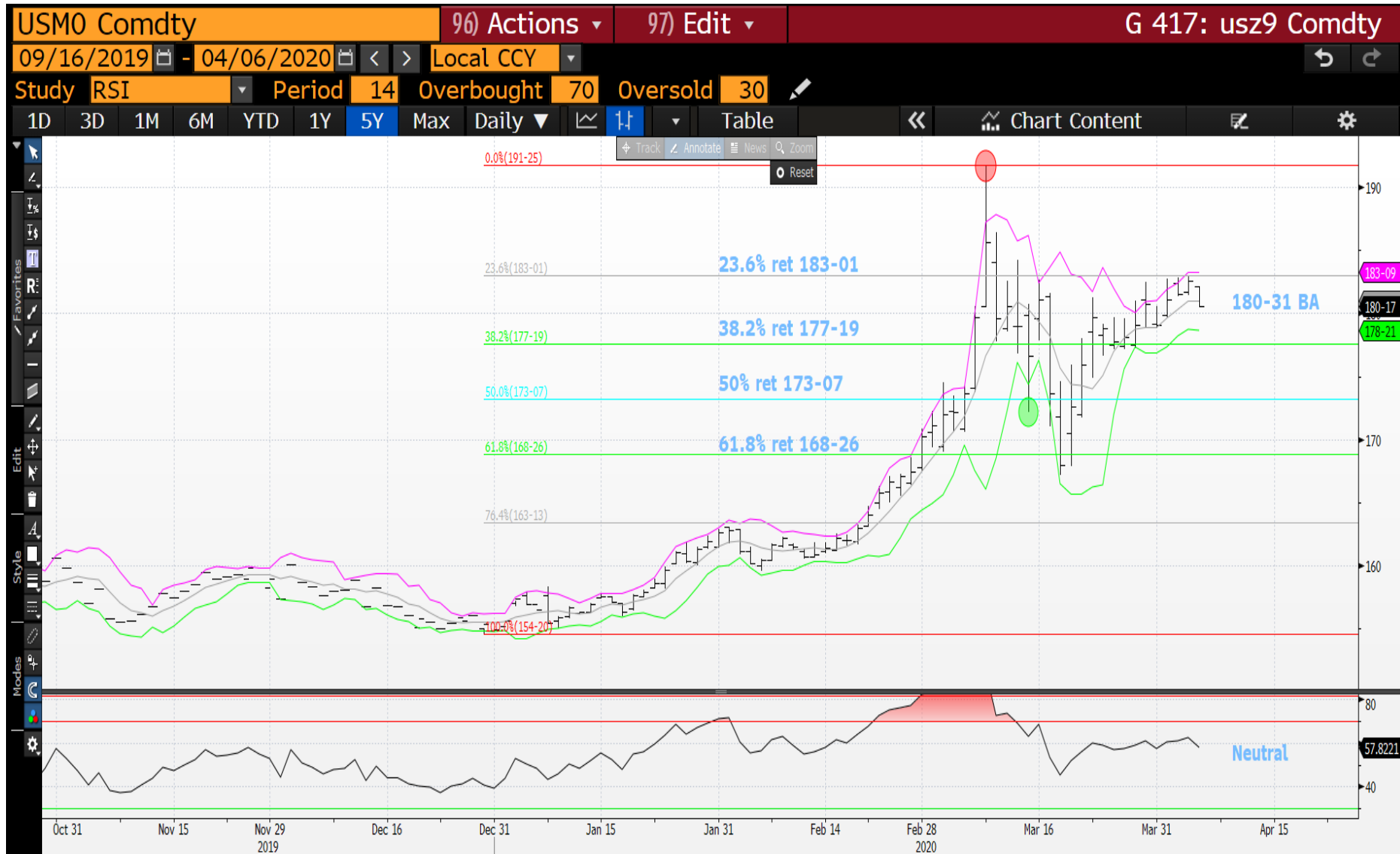


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USGG30yr weekly : The PIERCE now remains engrained in history thus yields should POP, we could find ourselves back up at 3.50 by first quarter of 2021. The bollinger bottom is acting as a safety net.



US 30yr futures daily : The RSI is neutral BUT we have remained SUB the all important 23.6% ret 183-01. The perfect scenario for lower prices will be a breach of the 38.2% ret 177-19, the market just needs to stretch its legs.



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US 10yr yield quarterly : Less pierce definition here BUT we are near some sort of BASE given the 2008-2009 RSI dislocation.

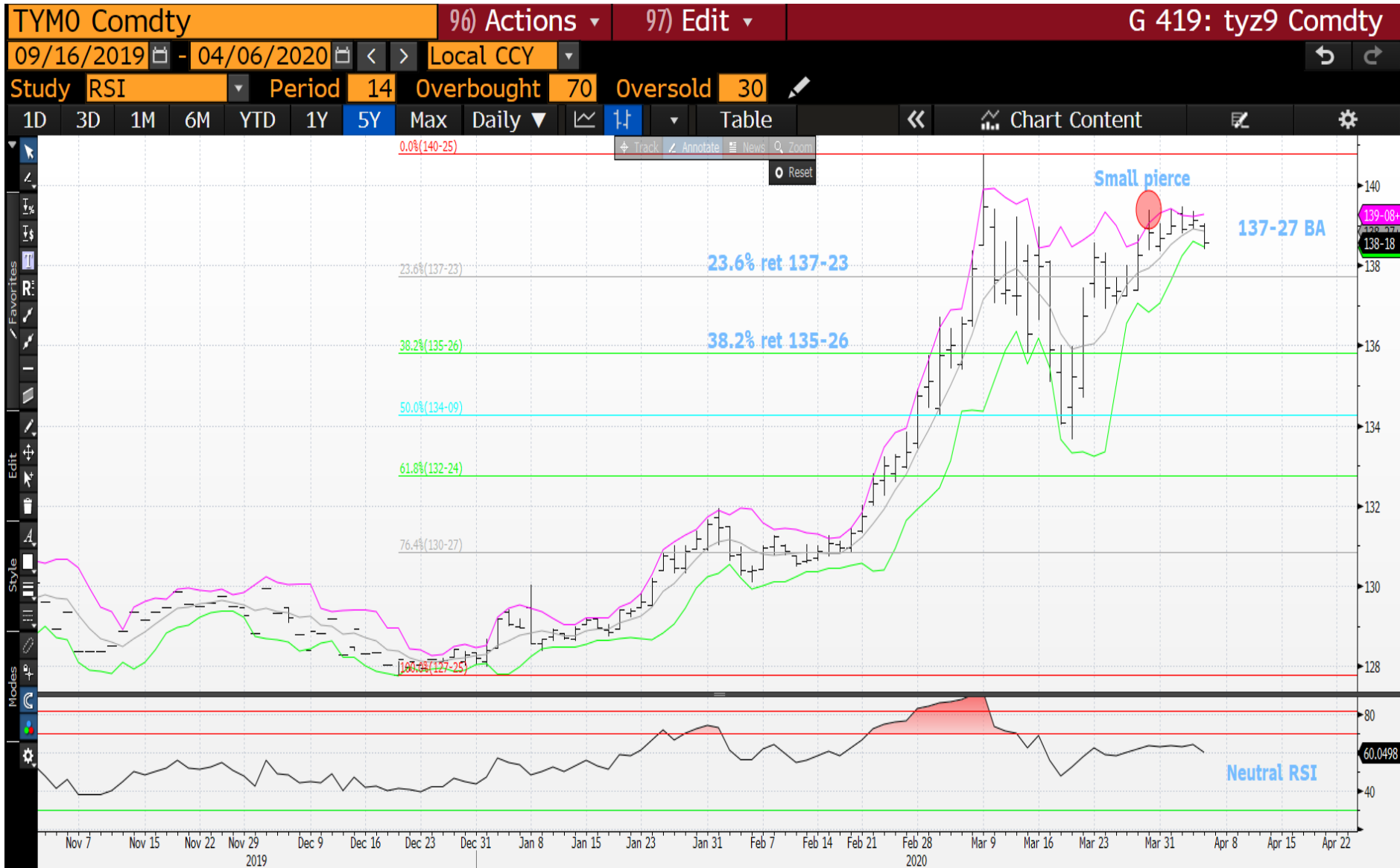


US 10yr yield weekly : A reasonable pierce and BASE forming, just need yields to head higher ideally. A close above the 100% ret 1.3180 will help a lot.



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US 10yr futures daily : We still have the pierce but it remains less pronounced. Ideally the LATEST upside pierces (however minor) are a prequal to much lower prices.



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USGG5yr quarterly : No real pierce BUT the RSI now matches that of 2008-09 so we are in the right region to HOLD!



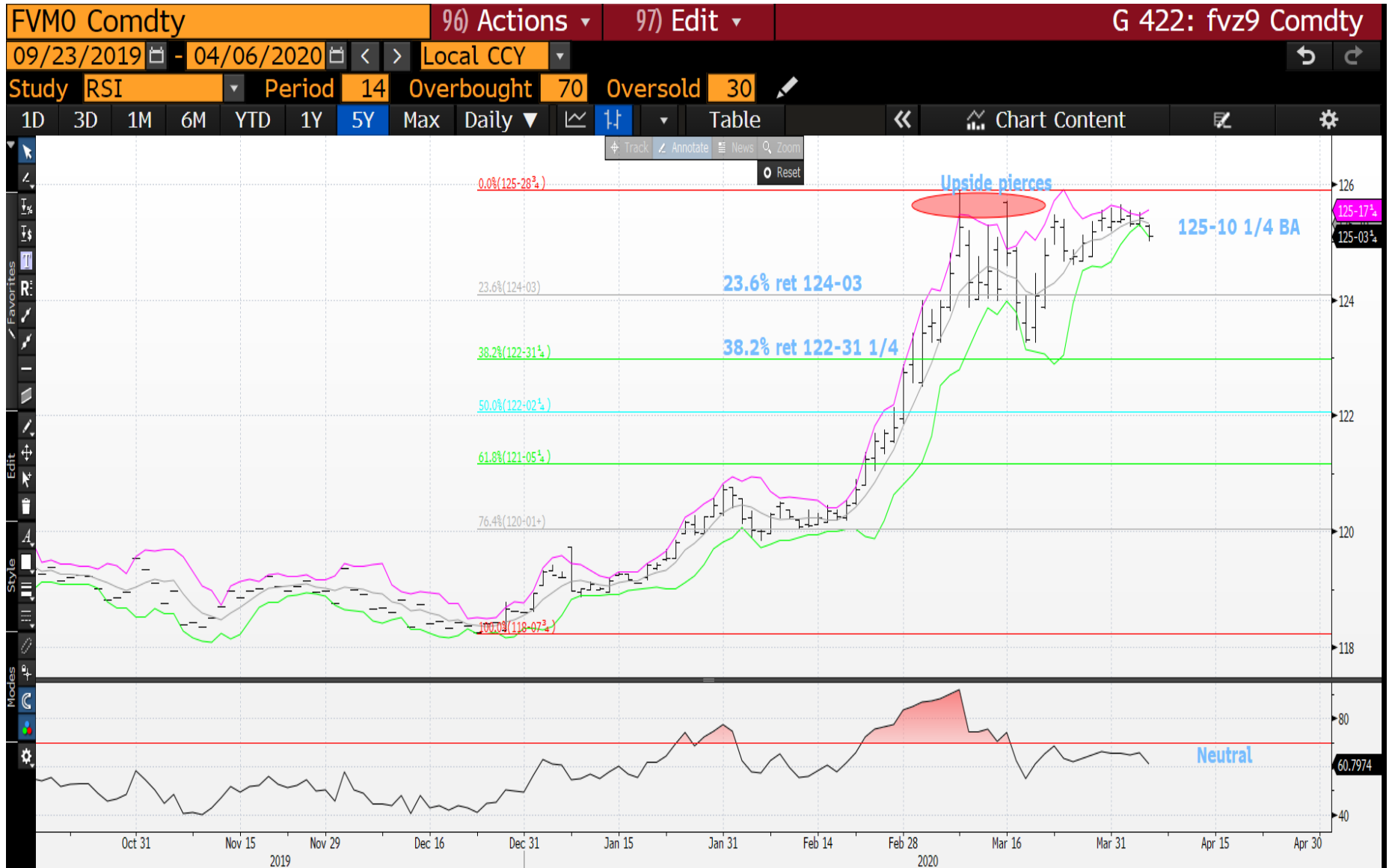
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USGG5yr weekly : This part of the curve MIGHT need a TWEAK before we find that long-term forecast low, it has to be down here. The bottom bollinger is saying 0.2282 at worst.



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US 5yr futures daily : Sadly the RSI is neutral BUT the previous PIERCES are proving effective.
 We persist in failing the previous high, JUST need to widen the range-bollingers with lower prices. Compressed bollingers usually prequal a more major move, similar to mid February.



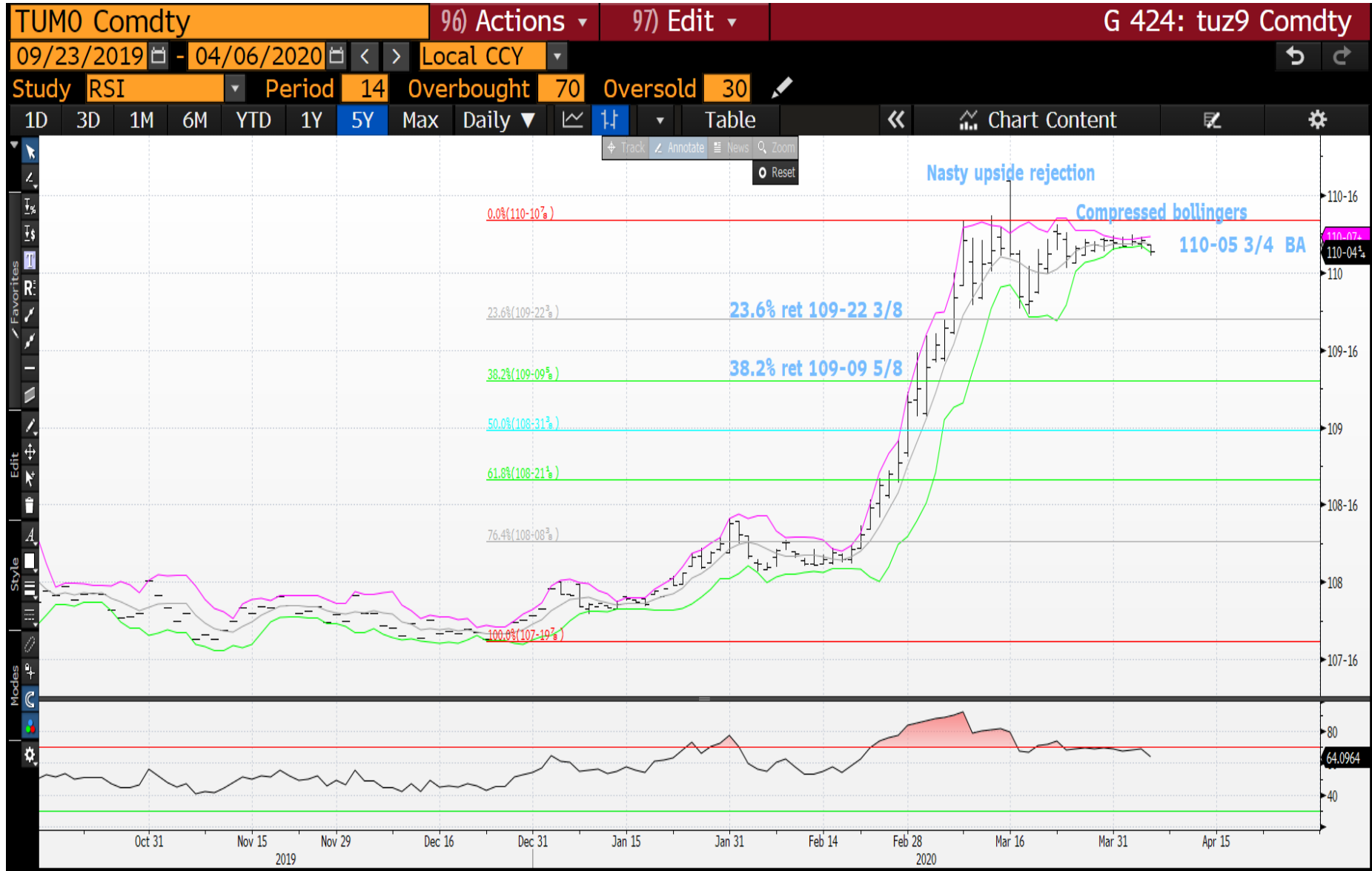
USGG2yr monthly : The RSI is less pronounced but we are close to the previous low.



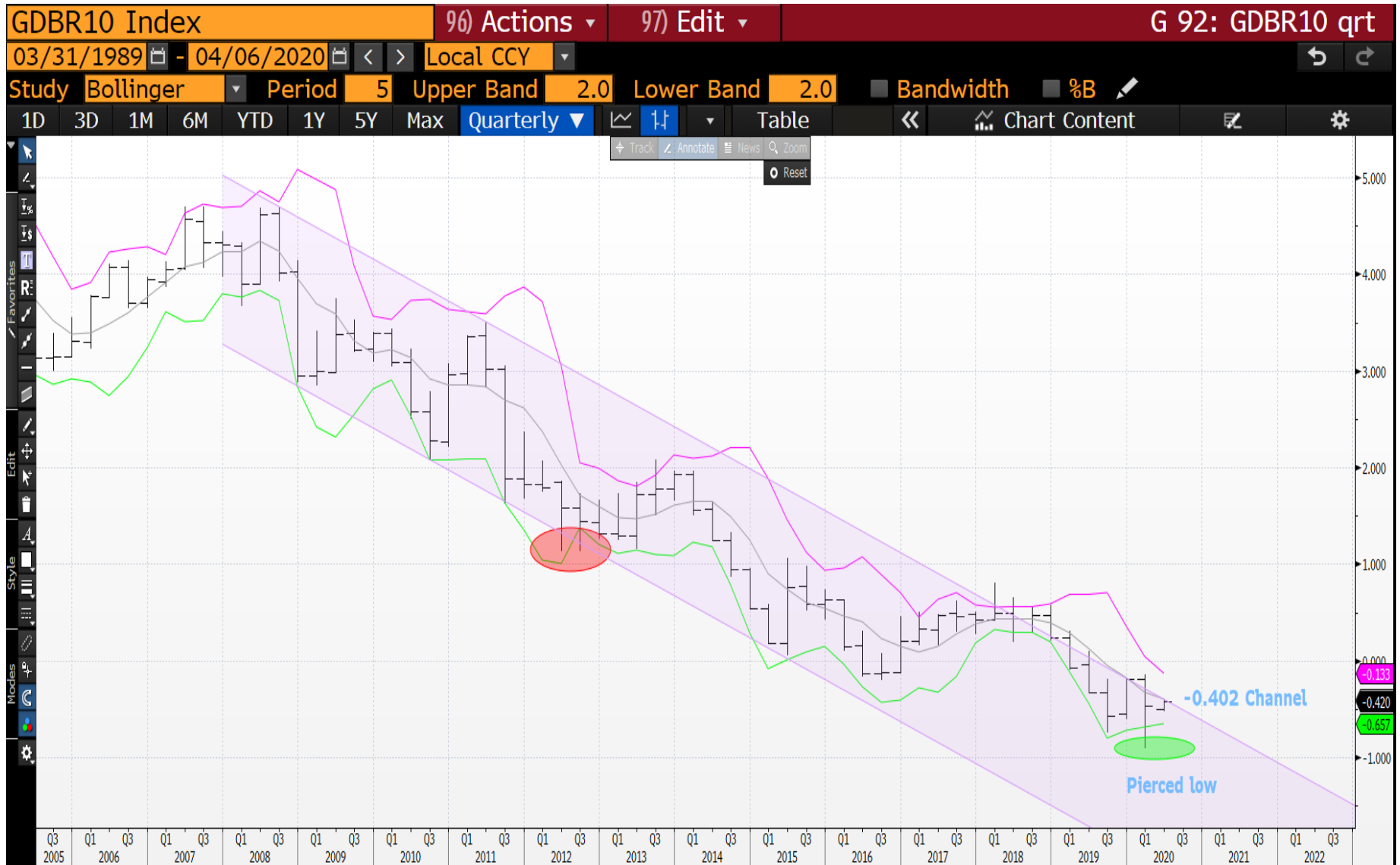
USGG2yr weekly : The RSI matches that of 2008 but a shame we haven't hit the 100% ret 0.1431, we might yet. We have a LOW down here historically.



US 2yr future daily : We persist in maintaining the upside pierce so ideally this heads lower.
 Again the compressed bollingers should help the next leg lower.

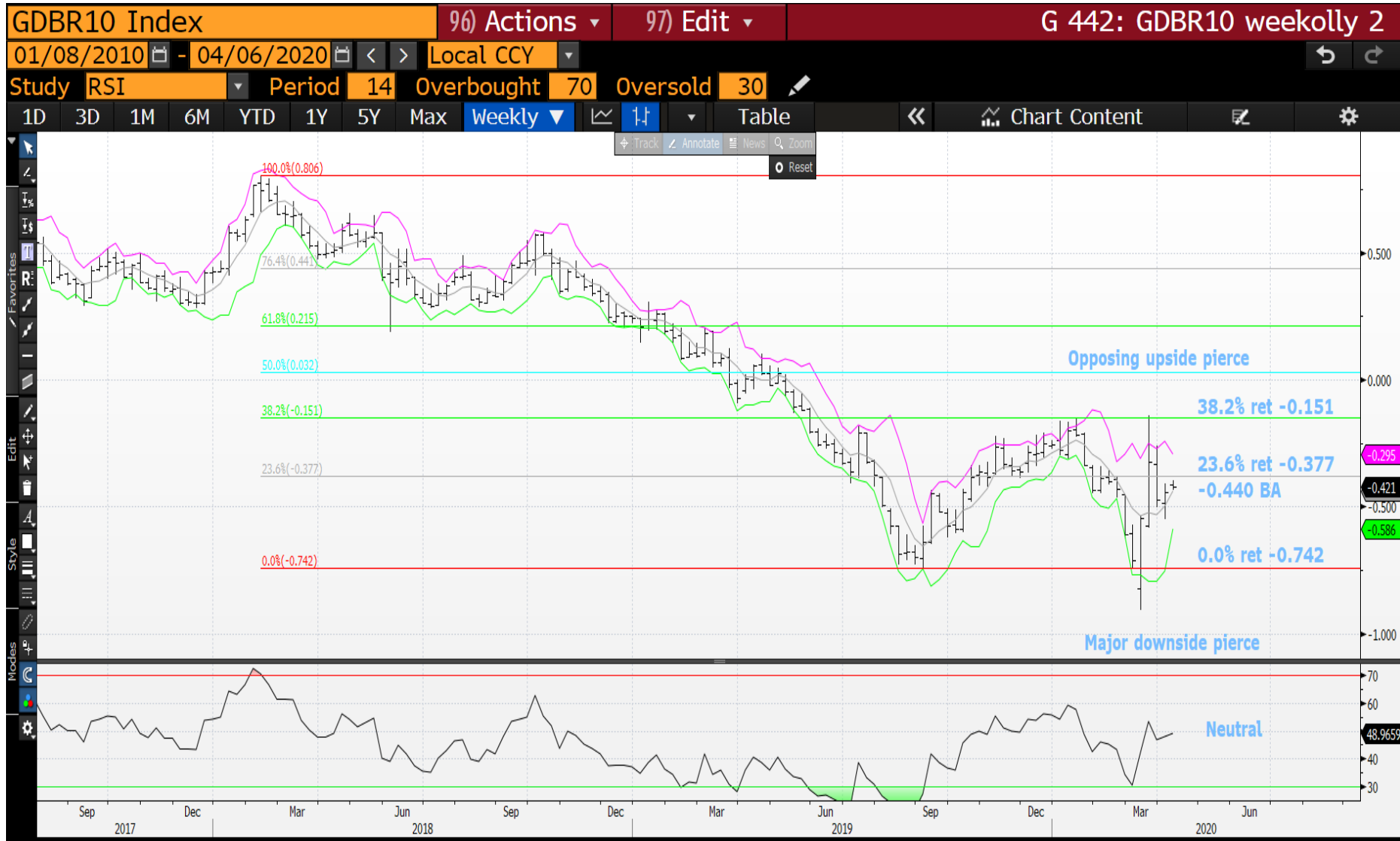


Generic German 10yr quarterly : This downside pierce is now VERY KEY so every chance this is now the LONG TERM YIELD low. Once we have breached the upper channel -0.402 then it will CONFIRM German yields will only be going HIGHER for the foreseeable future.



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Generic German 10yr weekly : ****A slightly cloudy picture given we have 2 opposing pierces.**
Normally in this situation the original downside pierce takes prescience providing we hold
the bollinger average -0.510. A breach of the 38.2% ret -0.151 will help a lot.**



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DBR 46 daily : The Key level is well defined i.e. the previous low 163.575, lets see if it can be breached soon.

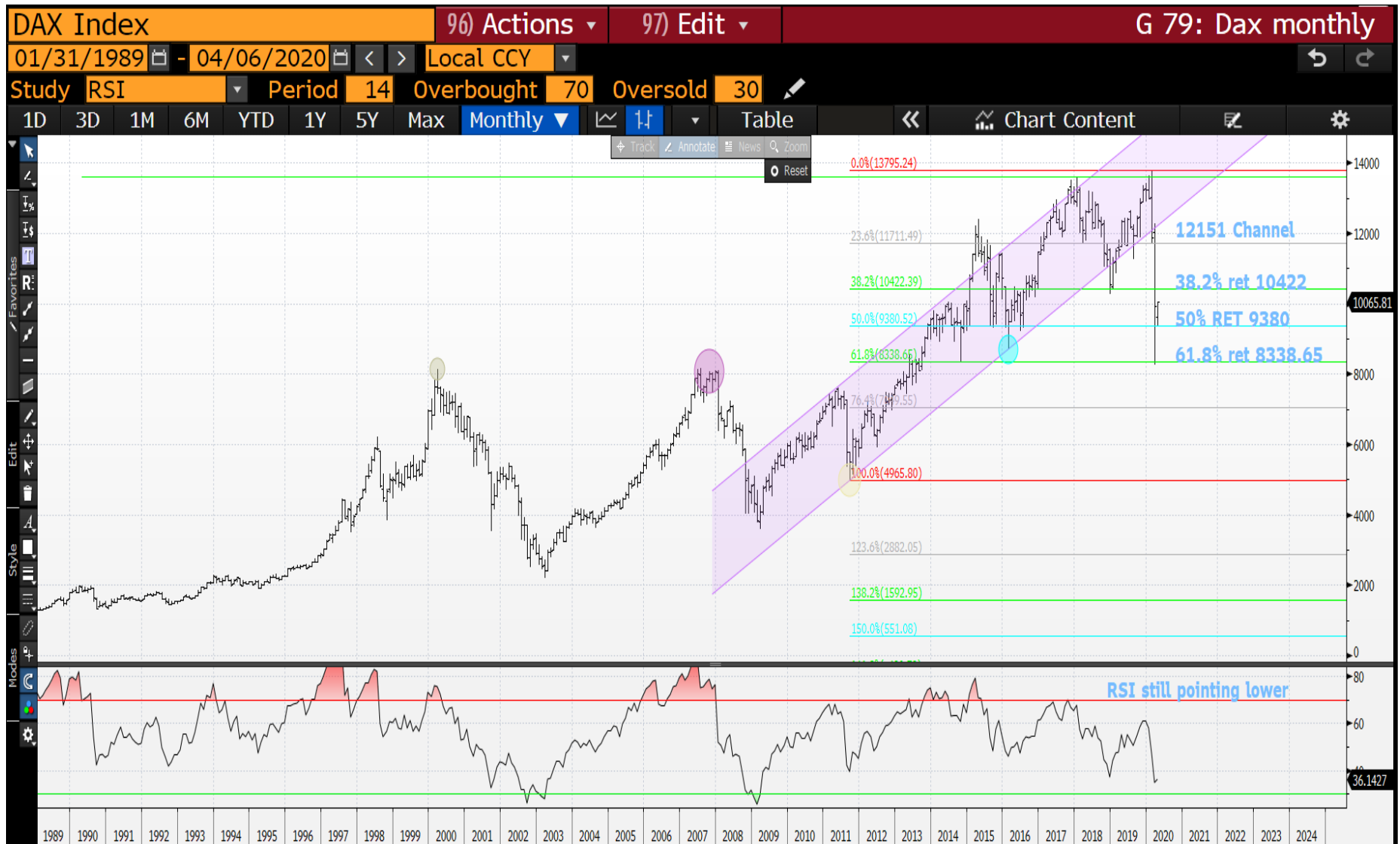


EQUITIES

THE DILEMA LIES HERE : BIG QUESTION IS, IF THE BOND YIELD LOW IS IN WHERE DOES THAT LEAVE STOCKS? IF BOND YIELDS RALLY THEN STOCKS SHOULD TOO, THIS MAKES SENSE FOR EUROPE (GIVEN THE 2008 RSI LOWS) BUT MANY SINGLE STOCKS HAVE JUST CREATED MULTI YEAR “TOP AND BEAR MARKET”.

ALSO MANY MONTHLY EQUITY RSI'S HAVE NOT REACHED THE MONTHLY EXTENSION THAT BONDS DID, SO BEGS THE QUESTION IS THIS IS A TEMPORARY BOUNCE. THERE IS A LOT TO DIGEST BUT HOPEFULLY THESE QUESTIONS WILL BE ANSWERED IN THE NEXT MONTH OR TWO. WE NEED THE MONTHLY IF NOT QUARTERLY CLOSES.

DAX monthly : We appear to have a BASE in given the bounce from the 50% ret 9380 but things still feel TENUOUS!



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DAX daily : The RSI is now NEUTRAL so we would need to breach the 38.2% ret 9892.19 before feeling any form of security.



Eurostox monthly : A reasonable HOLD but the RSI is lacking, only once above the 50% ret 3069.16 would this secure a reason to be long.

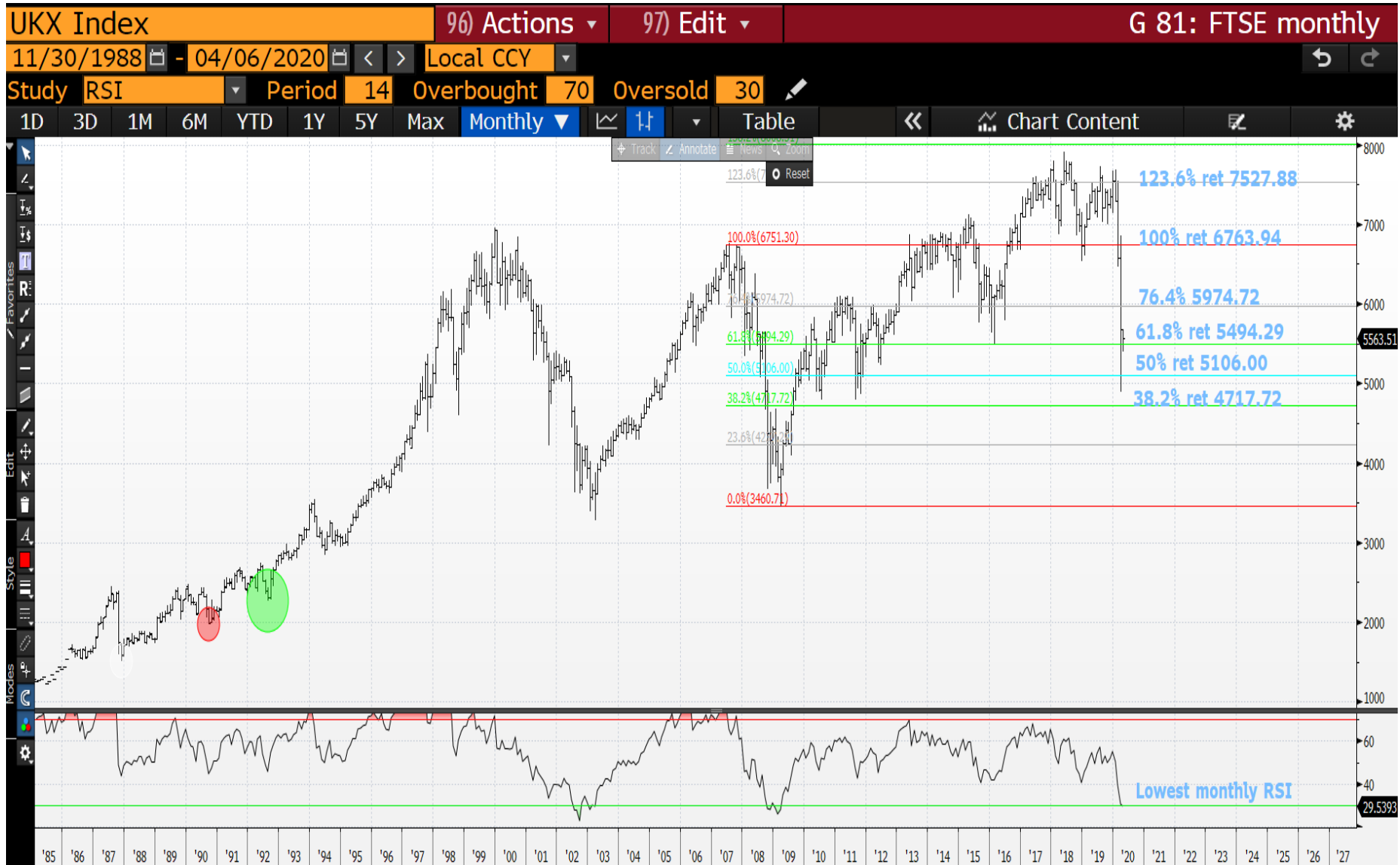


Eurostoxx daily : Similar to the DAX we need to see a close above the 50% ret 2816 before any conviction can be added to any LONG, especially when looking at a VERY neutral RSI.



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FTSE monthly : This RSI is low BUT again a tenuous HOLD, even more so than the preceding charts.

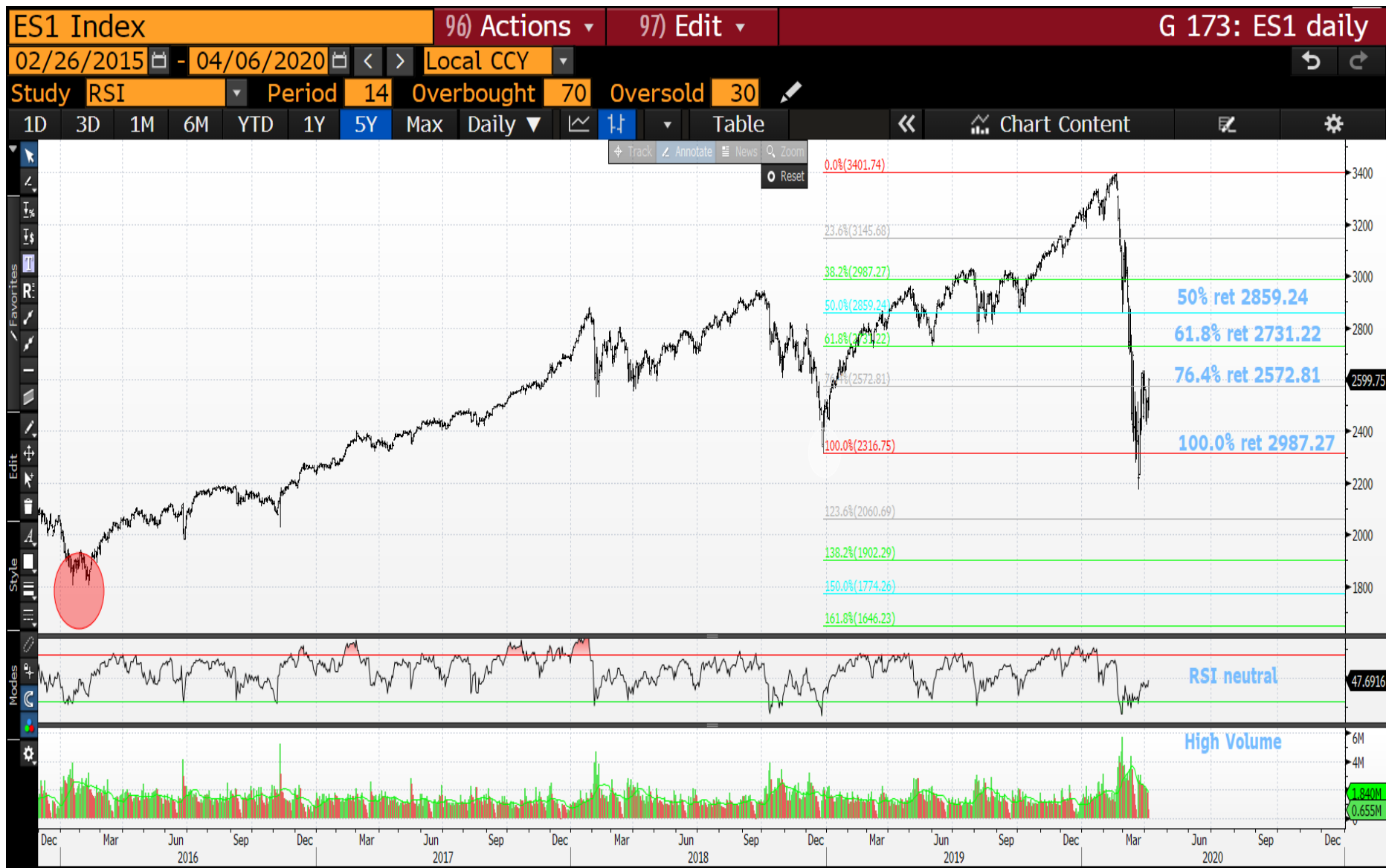


FTSE daily : A very sideways RSI thus this NEEDS to be a price triggered BOUNCE.



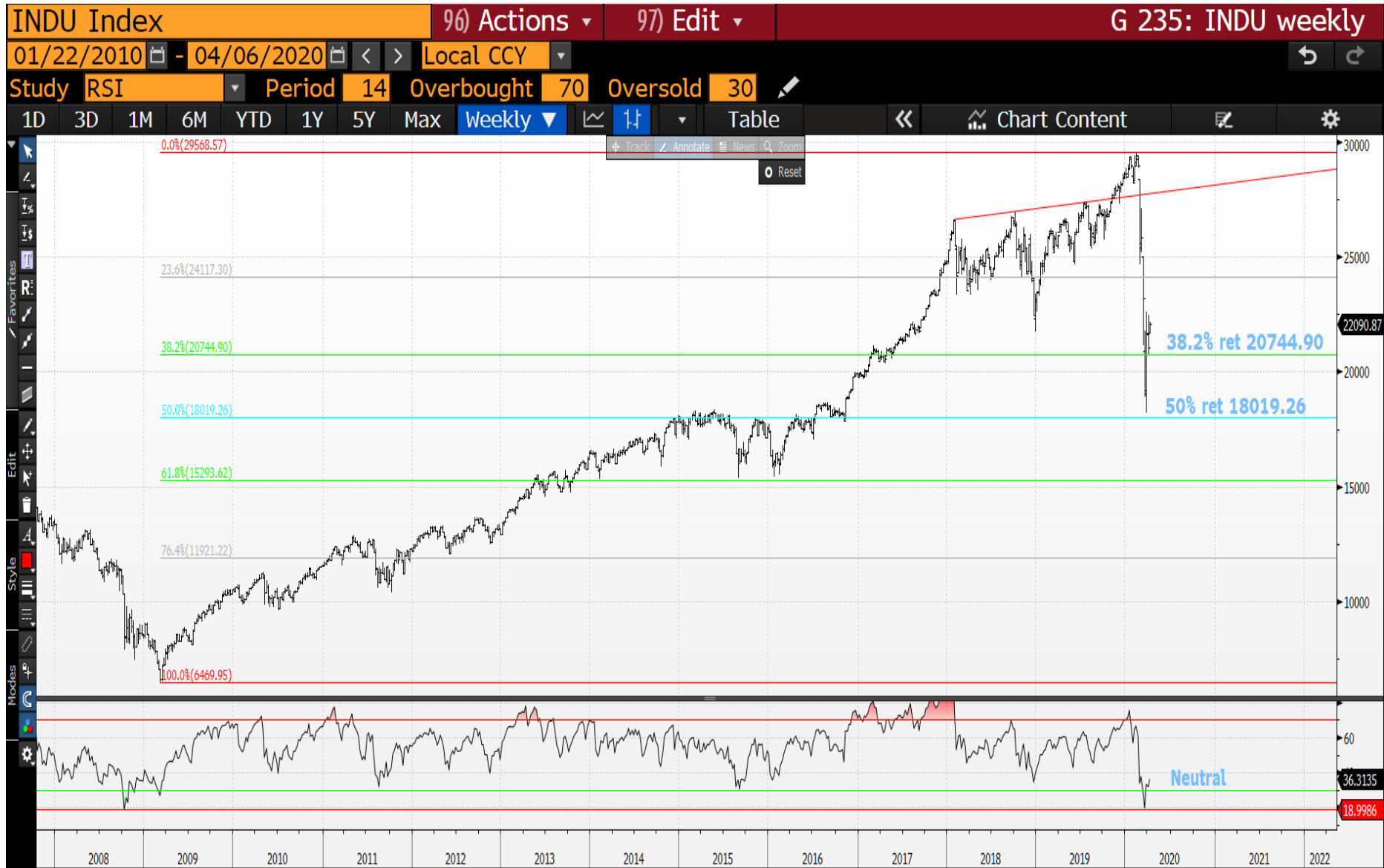
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E Mini S&P daily : Another NEUTRAL RSI so ideally before entering a LONG we'd need to close above the 61.8% ret 2731.22.

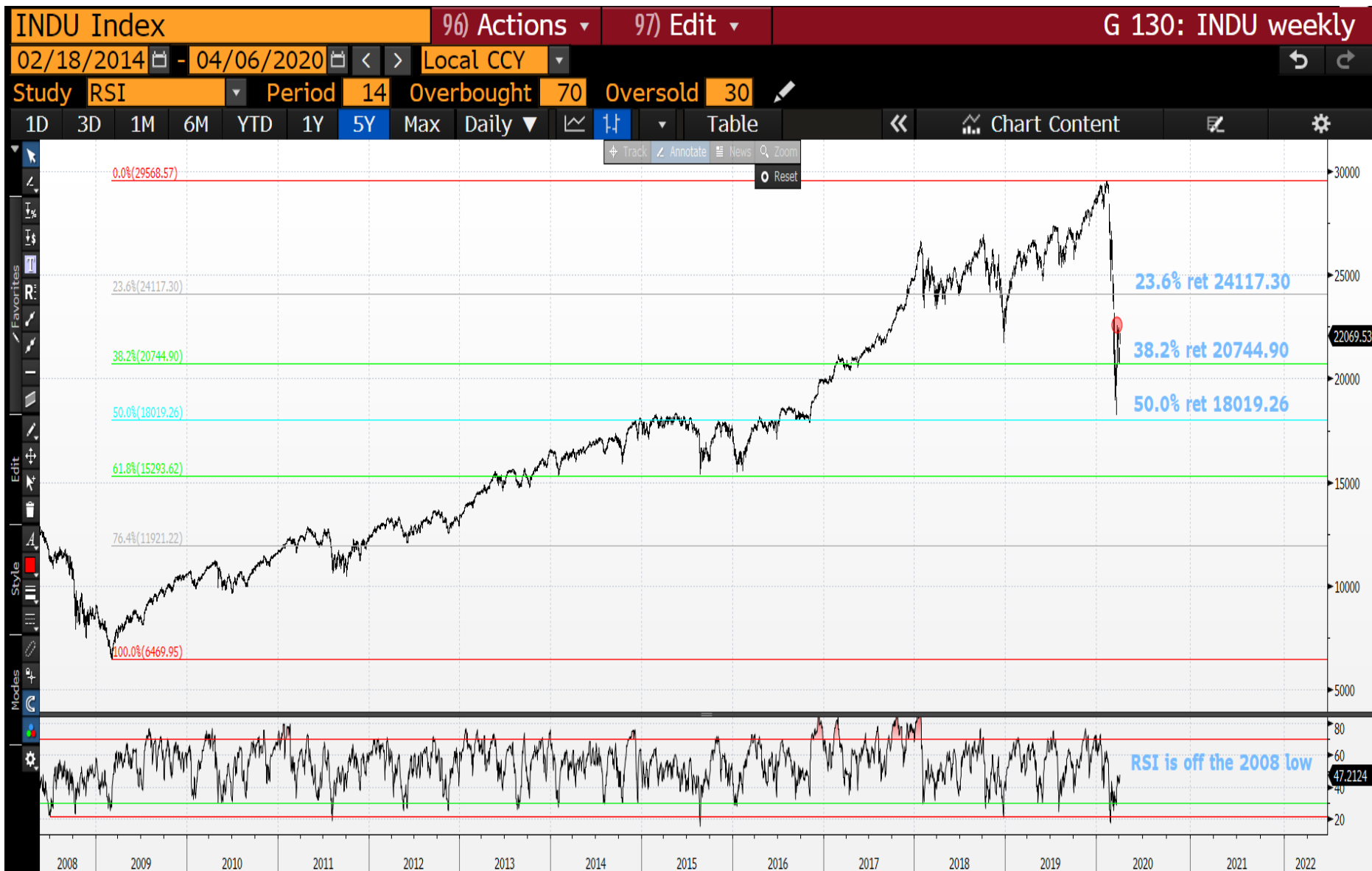


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DOW weekly : The RSI is off the 2008 lows but has room but we do NEED to remain above the 38.2% ret 20744.90.



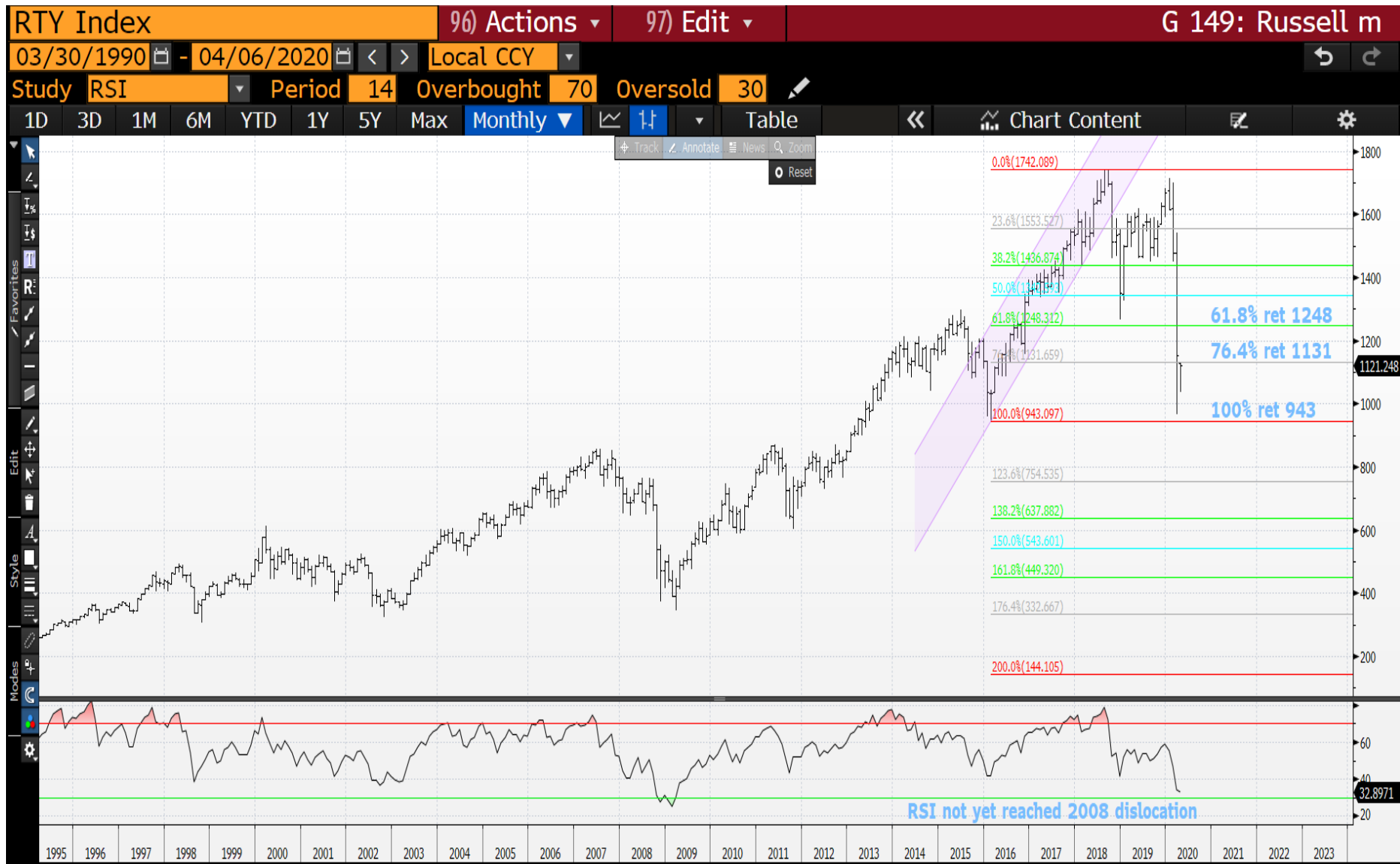
DOW daily : Another daily RSI in neutral territory.



06/04/2020

26

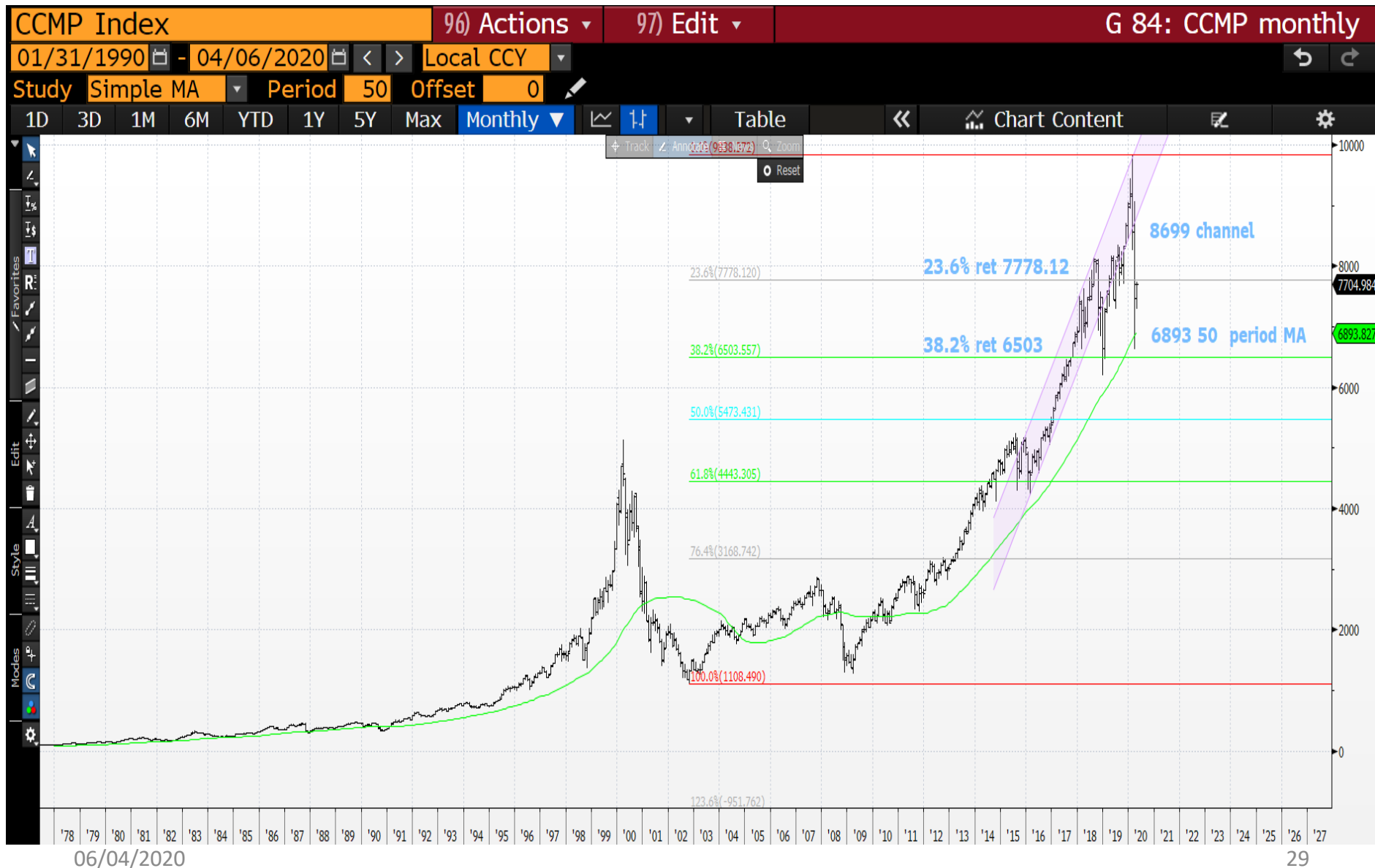
Russell monthly : We appear to be HOLDING but the RSI is far from 2008 levels. We would need to breach the 76.4% ret 1131 before we see a true rally.



Russell daily : Again a POOR daily RSI and the need to breach the 38.2% ret 1206.846 before we can head higher.

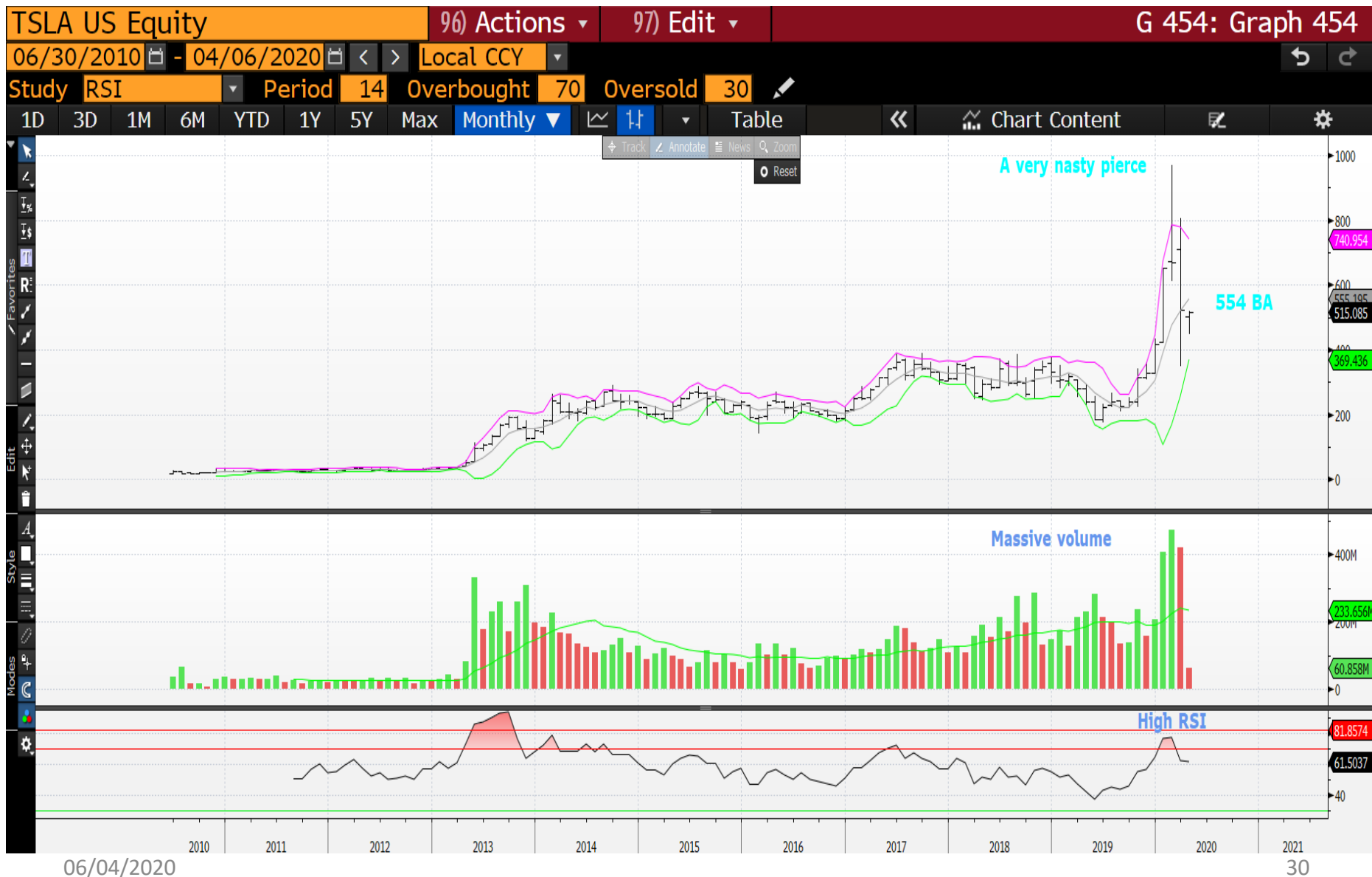


CCMP monthly : We need to close above the 23.6% ret 7778.12 to form a HOLD.



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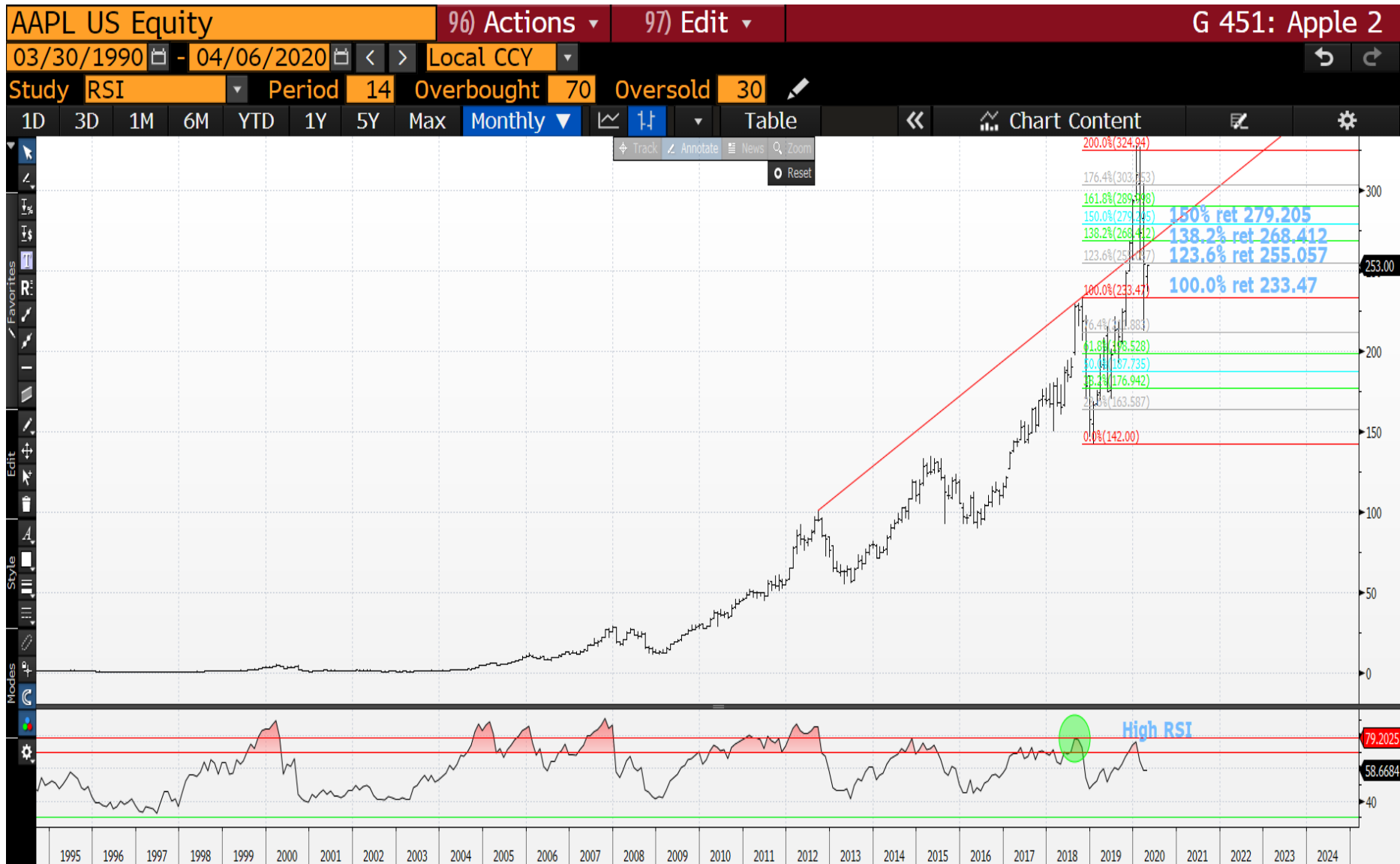
TESLA monthly : **THESE SINGLE STOCKS REMAIN THE BIG ISSUE, MANY JUST TOPPED.** This is one of the BEST expressions of an over bought market ever seen. The RSI endorses the monthly chart whilst the volume and top looks impressive. This is a VERY MAJOR upside bollinger pierce.



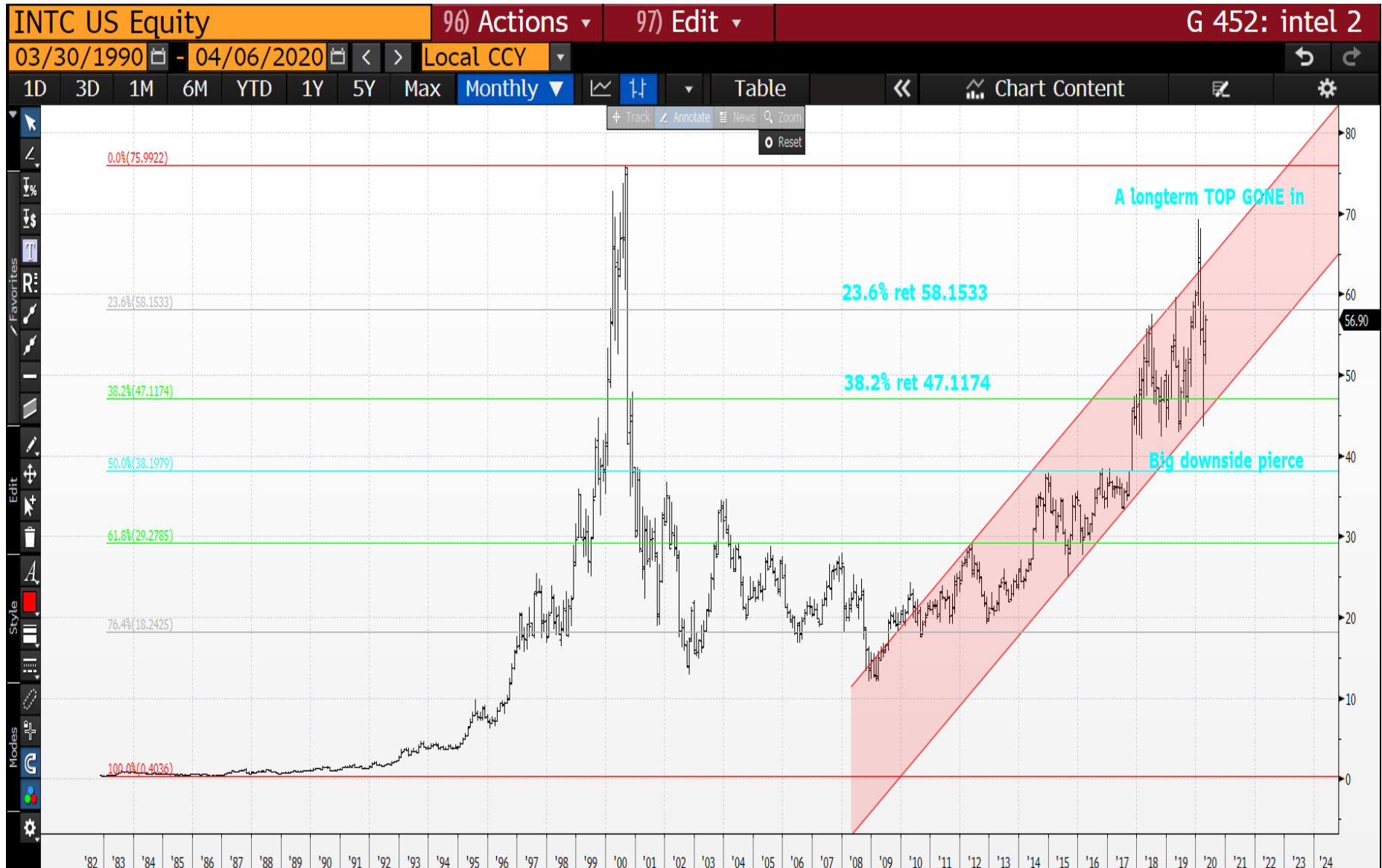
TESLA weekly : We seem to of BASED but the next step is unclear, we need to breach 600 before confidence properly returns.



APPLE weekly : We appear to be holding BUT the RSI still has room to go lower.



INTEL monthly : THIS stock has topped but we are JUST about holding the CHANNEL.



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Hang Seng monthly : We have HELD but am sure no one is convinced yet.



Hang Seng daily : The RSI is off the lows but a close above the 61.8% ret 24101.96 will help a lot.



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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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