

BONDS YIELDS AND VOLUMES : ITS NOW OR NEVER FOR YIELDS TO HEAD HIGHER, WE HAVE SO MANY LEVELS "IN PLAY"! ITS SHOULD HAPPEN TODAY GIVEN THE NUMBER OF LEVELS BEING TESTED.

US 30YR YIELD IS TESTING A KEY 38.2% RET SUPPORT AT 1.7533.

US 10YR FUTURES ARE FAILING THEIR 50 DAY MOVING AVERAGE 137-18.

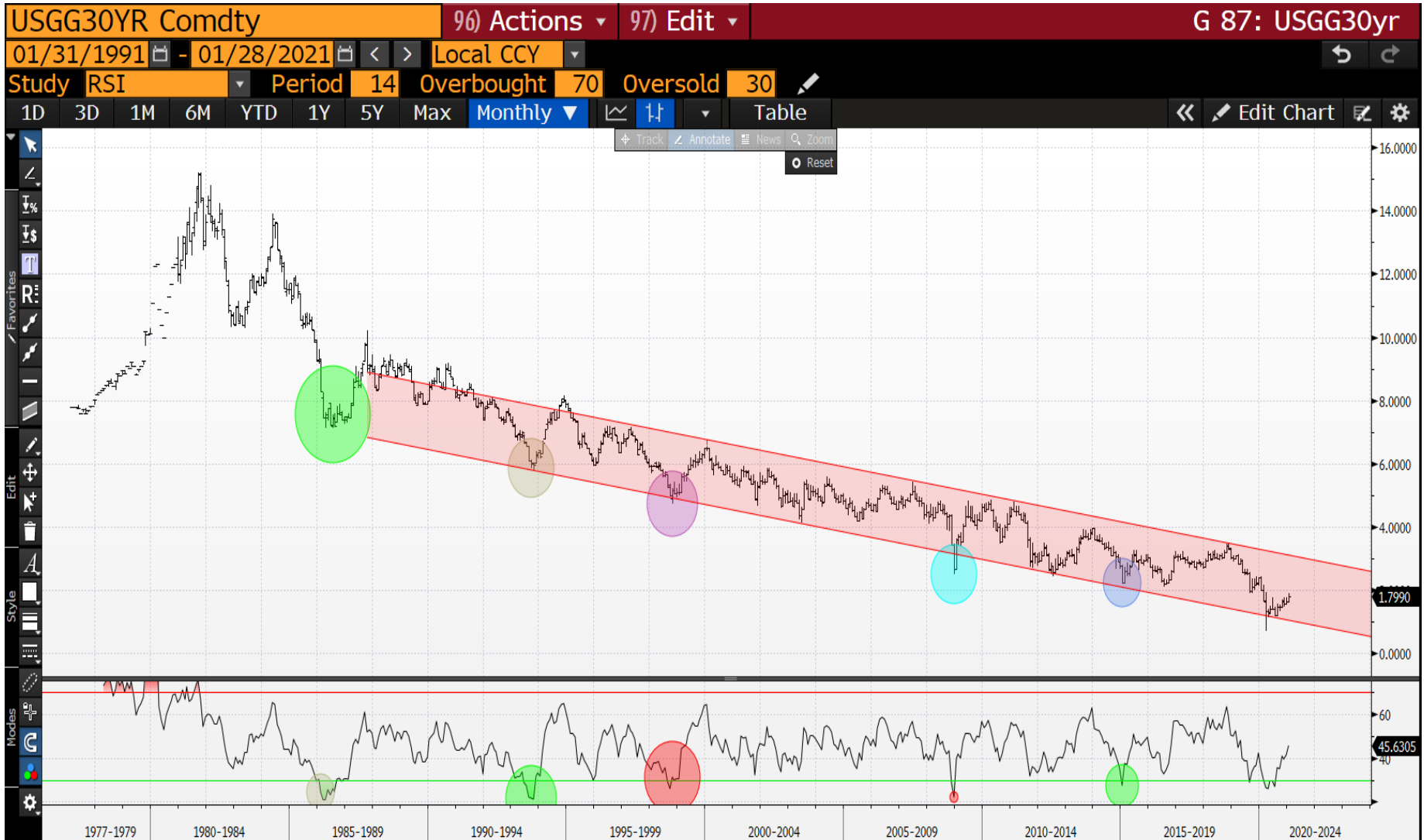
THE DAILY RSI'S ARE NOW VERY MUTED.

THIS PAUSE DOES NOT DETRACT FROM THE OVERALL YIELD HIGHER CALL.

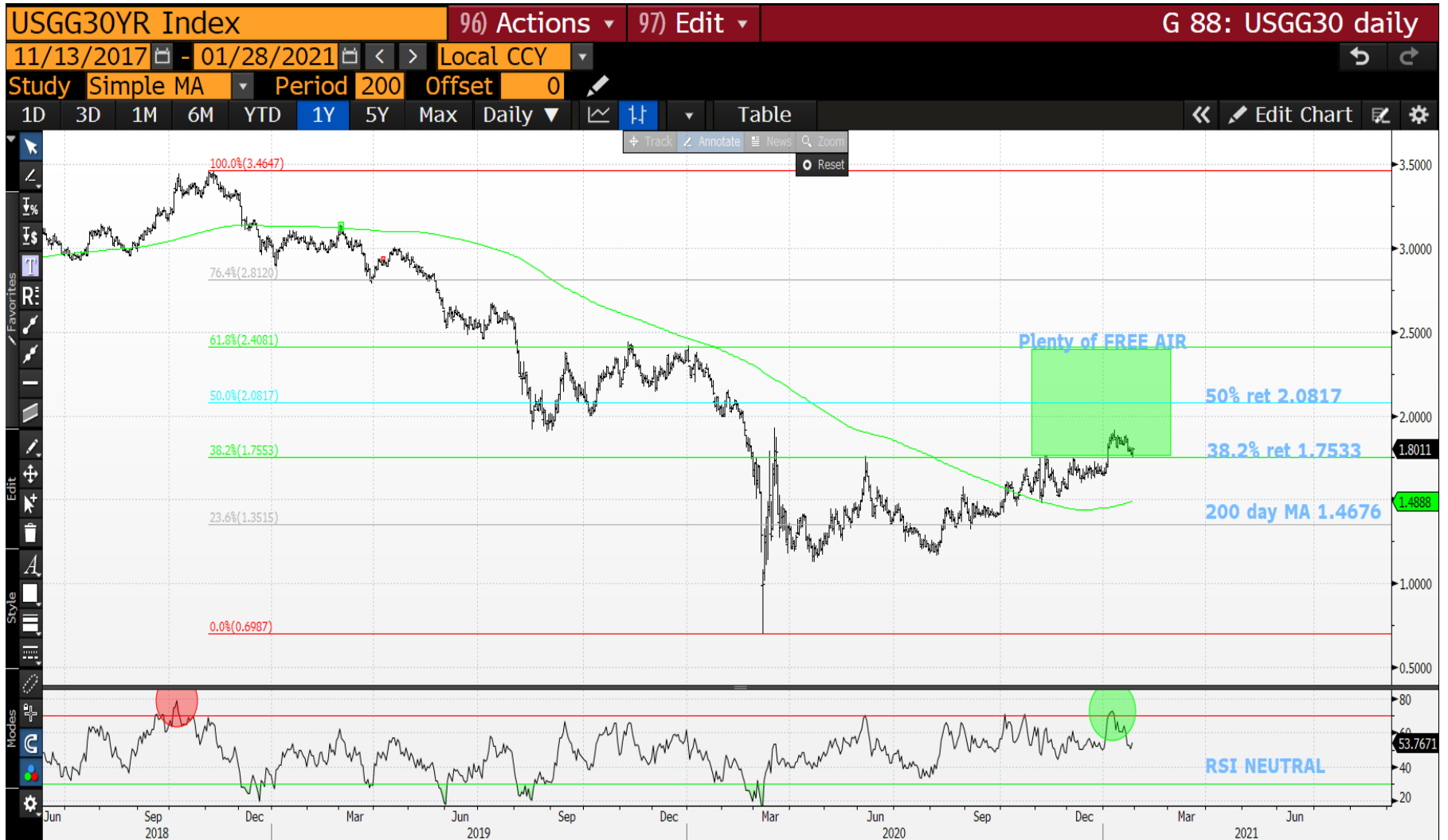
THE MONTHLY CHARTS STILL FORECAST MUCH HIGHER YIELDS FOR THE ENTIRE YEAR!

****DO PONDER THE QUARTERLY CHARTS TO UNDERSTAND THE RECENT YIELD RALLY IS ONLY JUST THE START.****

USGG30yr monthly : Although the RSI has recovered well the VOLUME TREND remains in play.



USGG30yr yield daily : The RSI is neutral JUST as we find support at the 38.2% ret 1.7553, a reliable level recognised numerous times before.



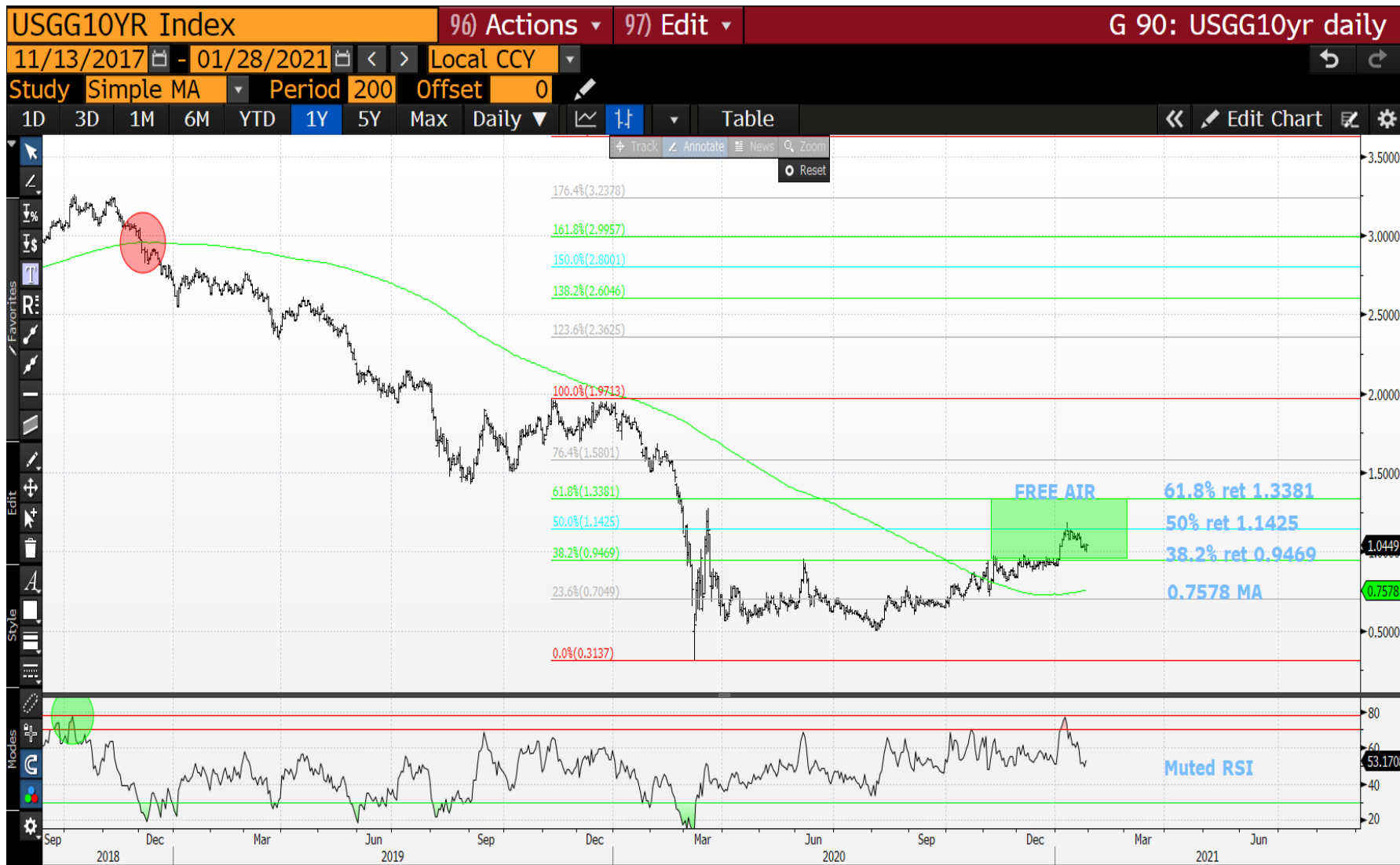
US 30yr futures daily : We have maintained sub the moving average for some time and ideally we close today sub the 23.6% ret 169-25.



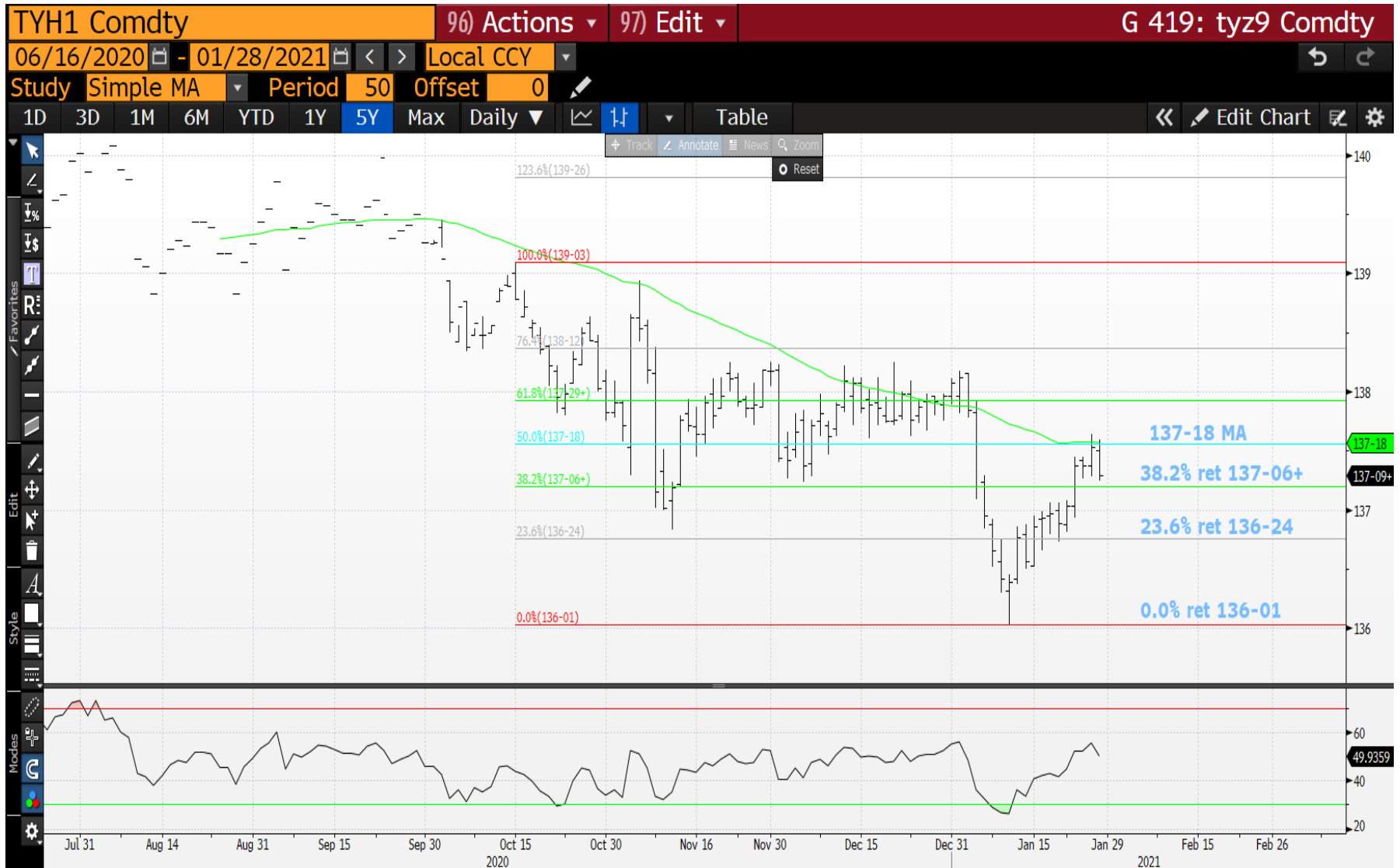
US 10yr yield quarterly : A very good bounce thus far and plenty more left in the RSI.



USGG10yr daily : The RSI is neutral so time for a bounce against the 38.2% ret 0.9469.



US 10yr futures daily : The RSI is LOFTY just as we look POISED to FAIL the 137-18 moving average.

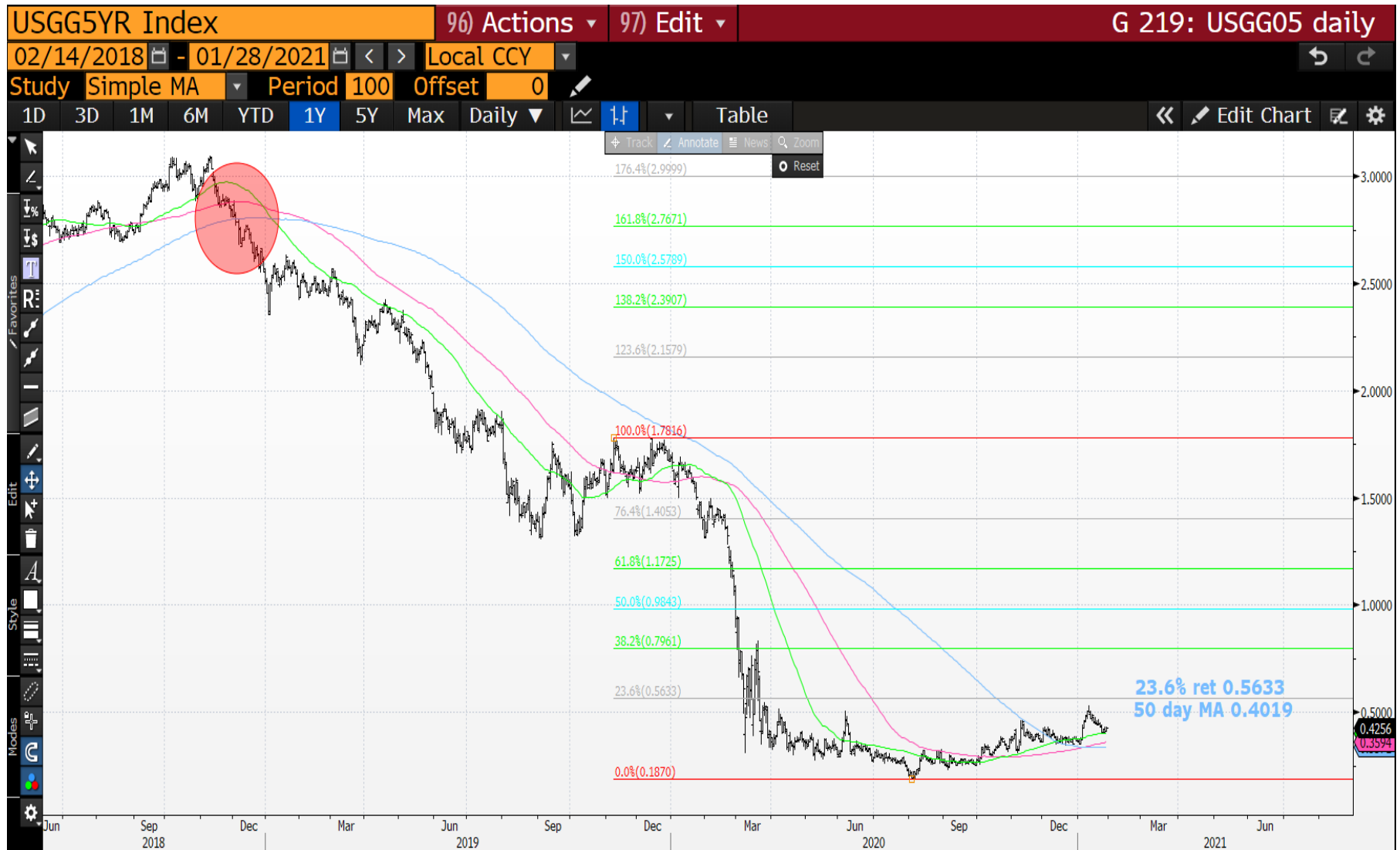


28/01/2021

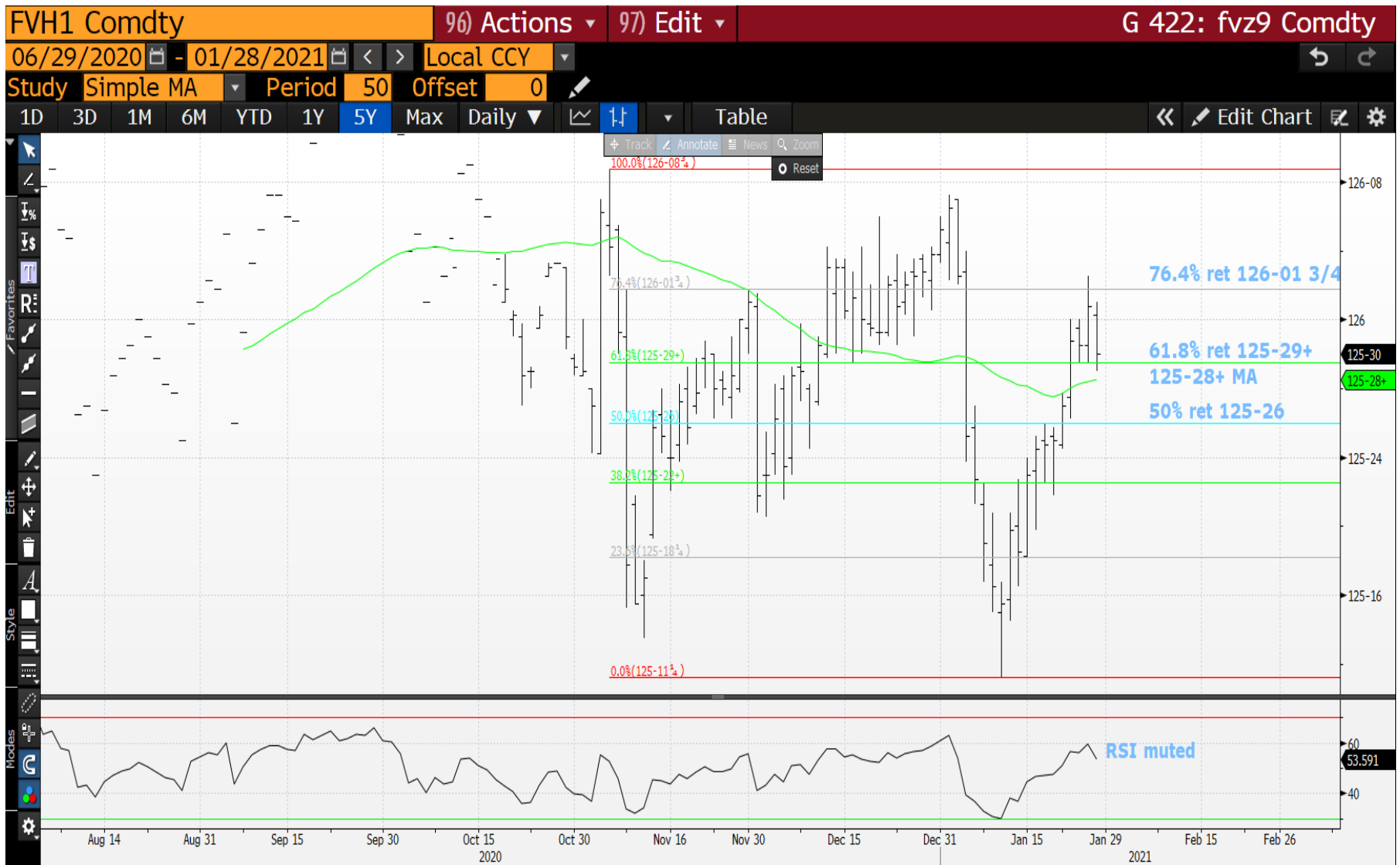
USGG5yr quarterly : There is still a huge amount of room in the RSI for yields to head higher.



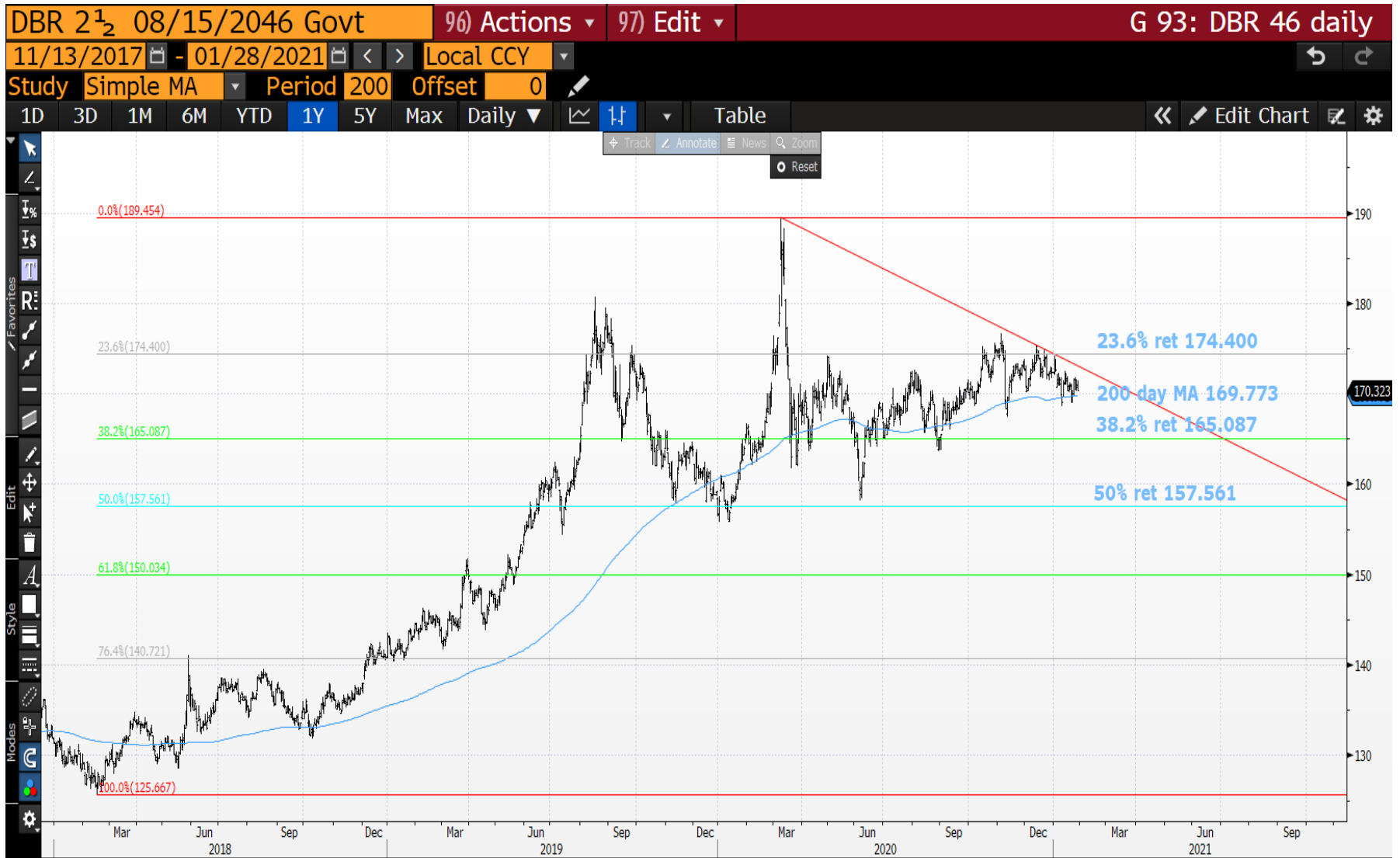
USGG5yr daily : We remain above ALL moving averages next stop is a breach of the 23.6% ret 0.5633.



US 5yr futures daily : The RSI is LOFTY so ideally we breach the 125-28+ soon.



DBR 46 daily : Obviously a key step will be a BREACH of the 200 day MA 169.773.



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

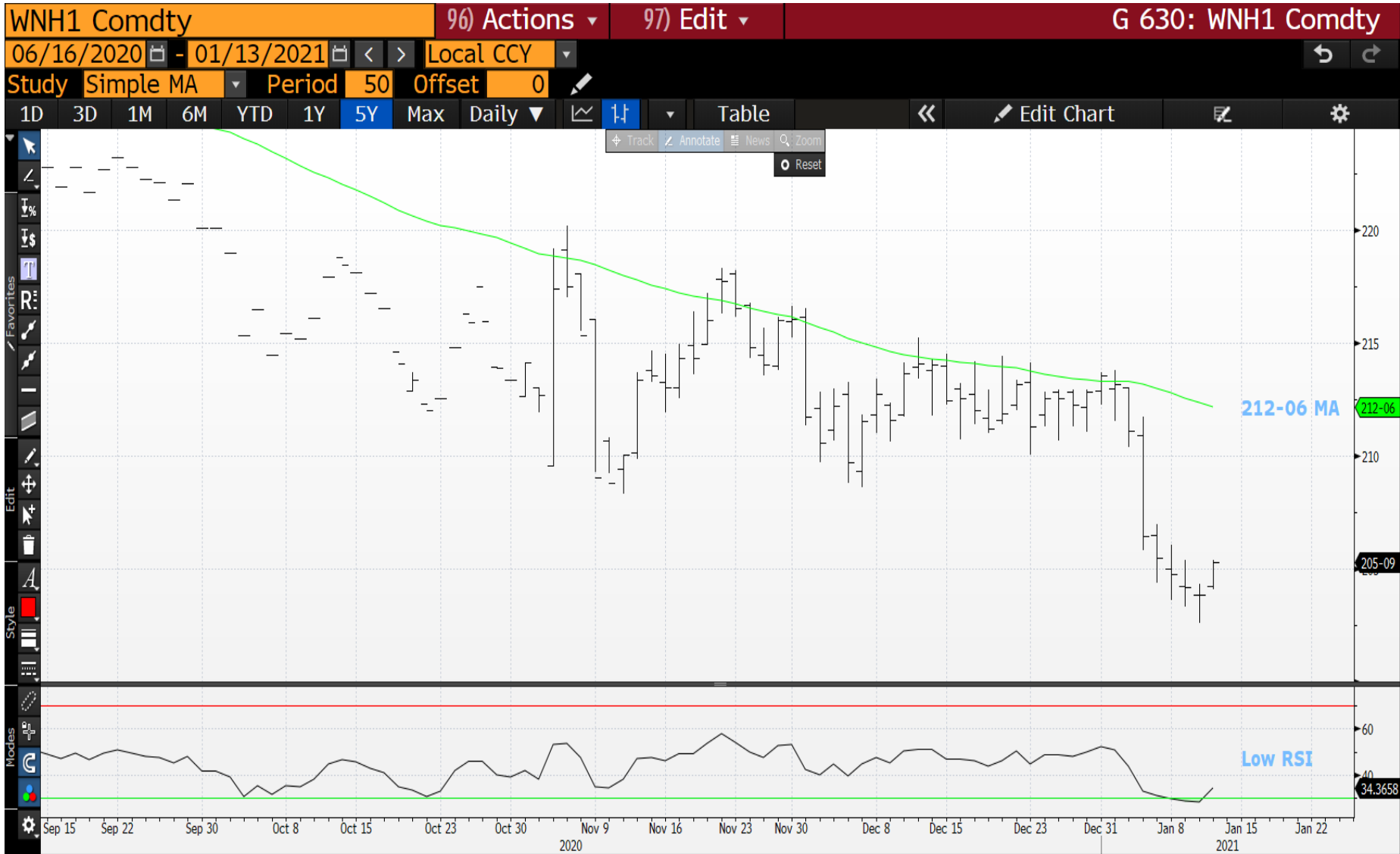
Astor Ridge NA LLP is Registered in England and Wales with Companies House: Registration Number OC401796

VOLUME AND OPEN INTEREST : WORTH NOTING THE SUBSTANTIAL VOLUME THAT WENT THROUGH ON THE MARKETS ON 6TH OF JANUARY WITH THE US 10YR EXCEEDING THE ROLL PERIOD.

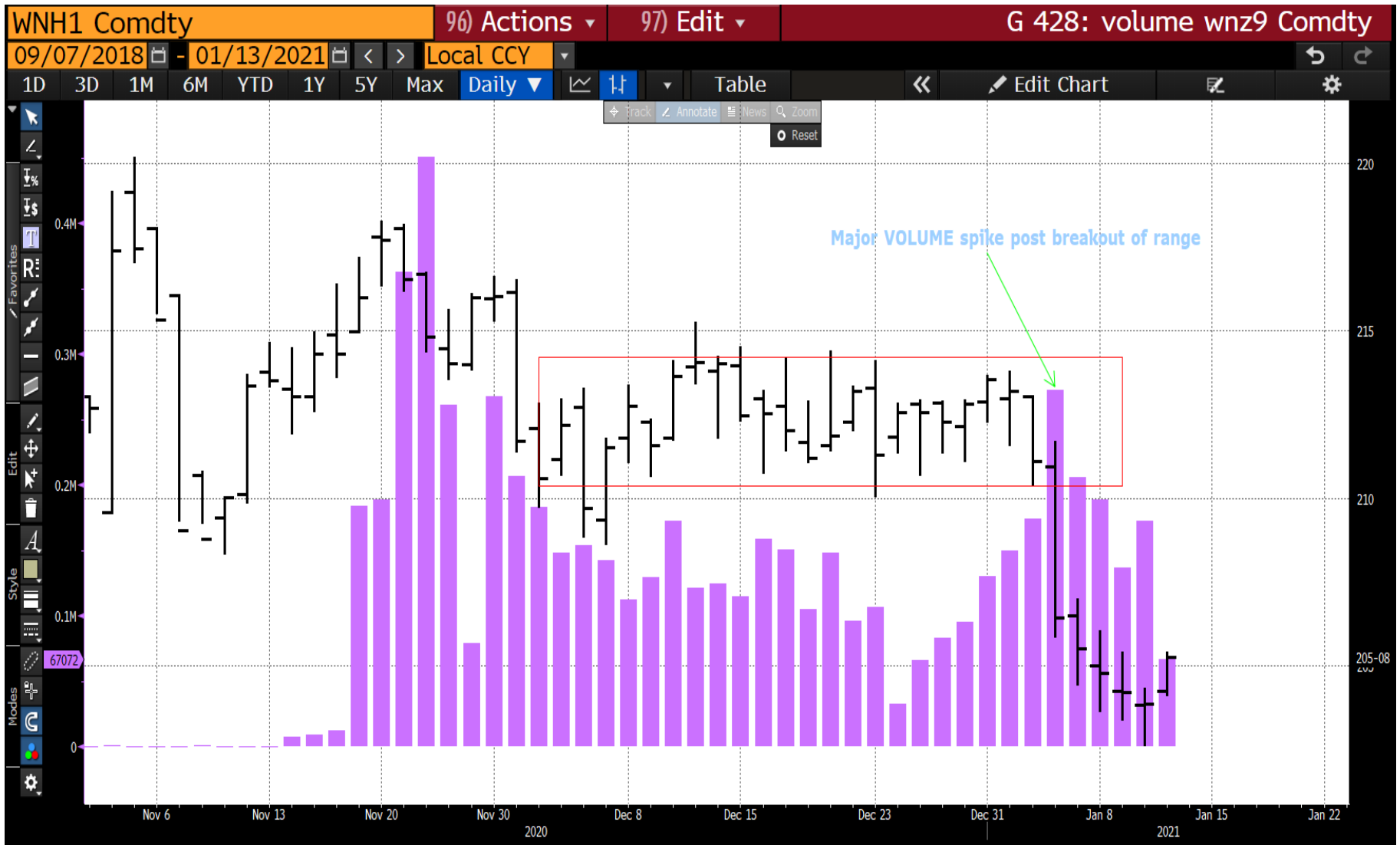
OPEN INTEREST LEVELS WITNESSED SOME “REASONABLE” CHANGES LAST YEAR SO WILL WATCH THAT OVER THE NEXT FEW MONTHS!

OPEN INTEREST SUFFERED A SIGNIFICANT DROP SINCE MANY NATURAL REAL MONEY “LONGS” TOOK PROFITS (MARCH 2020). WE ARE STILL WITNESSING SOME BUYERS OF BOND DIPS BUT AS A WHOLE THE DEMAND IS LOWER WITH LONG HOLDERS HISTORICALLY REDUCED.

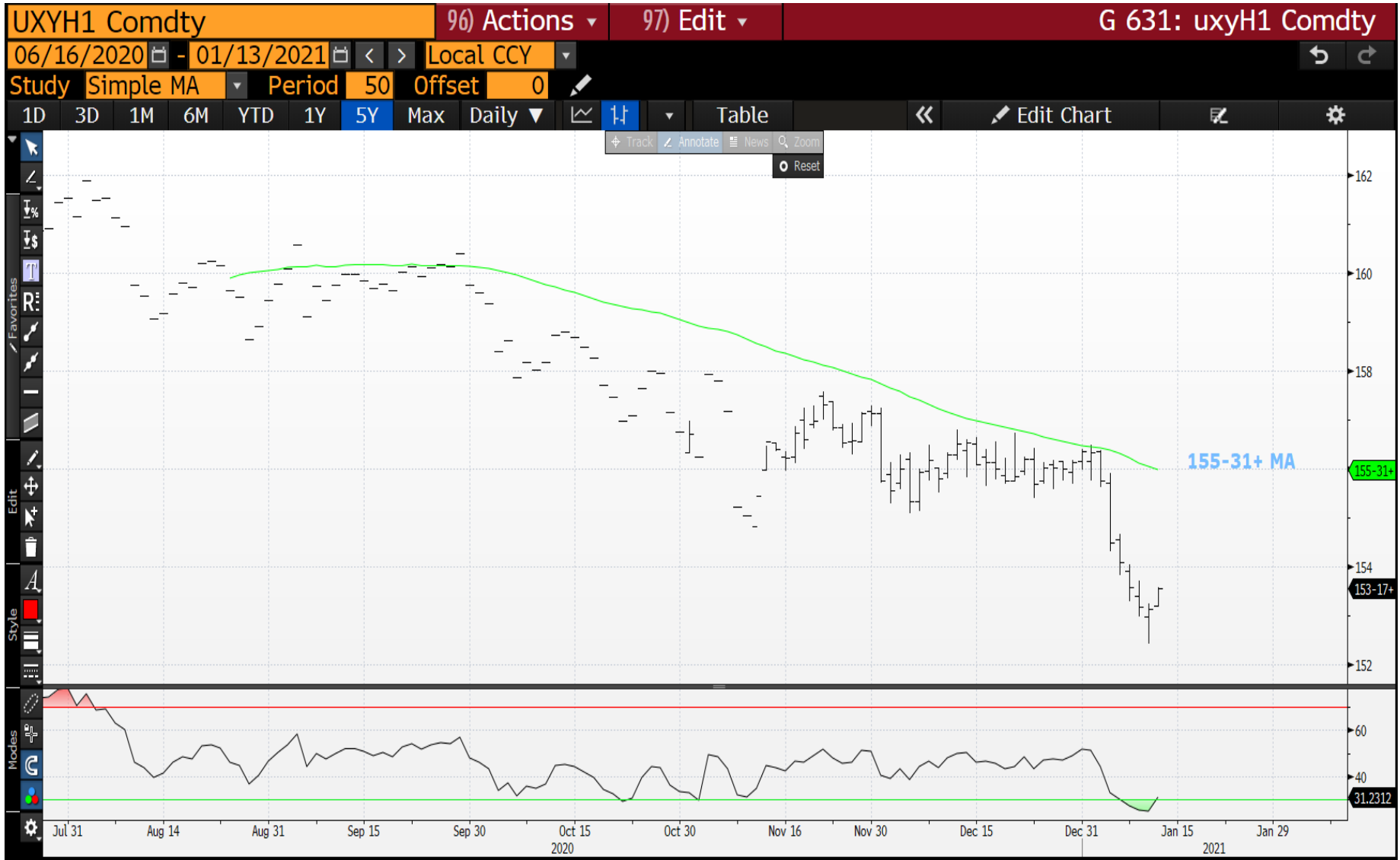
WN futures : All eyes on the RSI defusing this dislocation and the extent of the bounce.
Obviously the 50 day moving average 212-06 will be there if needed!



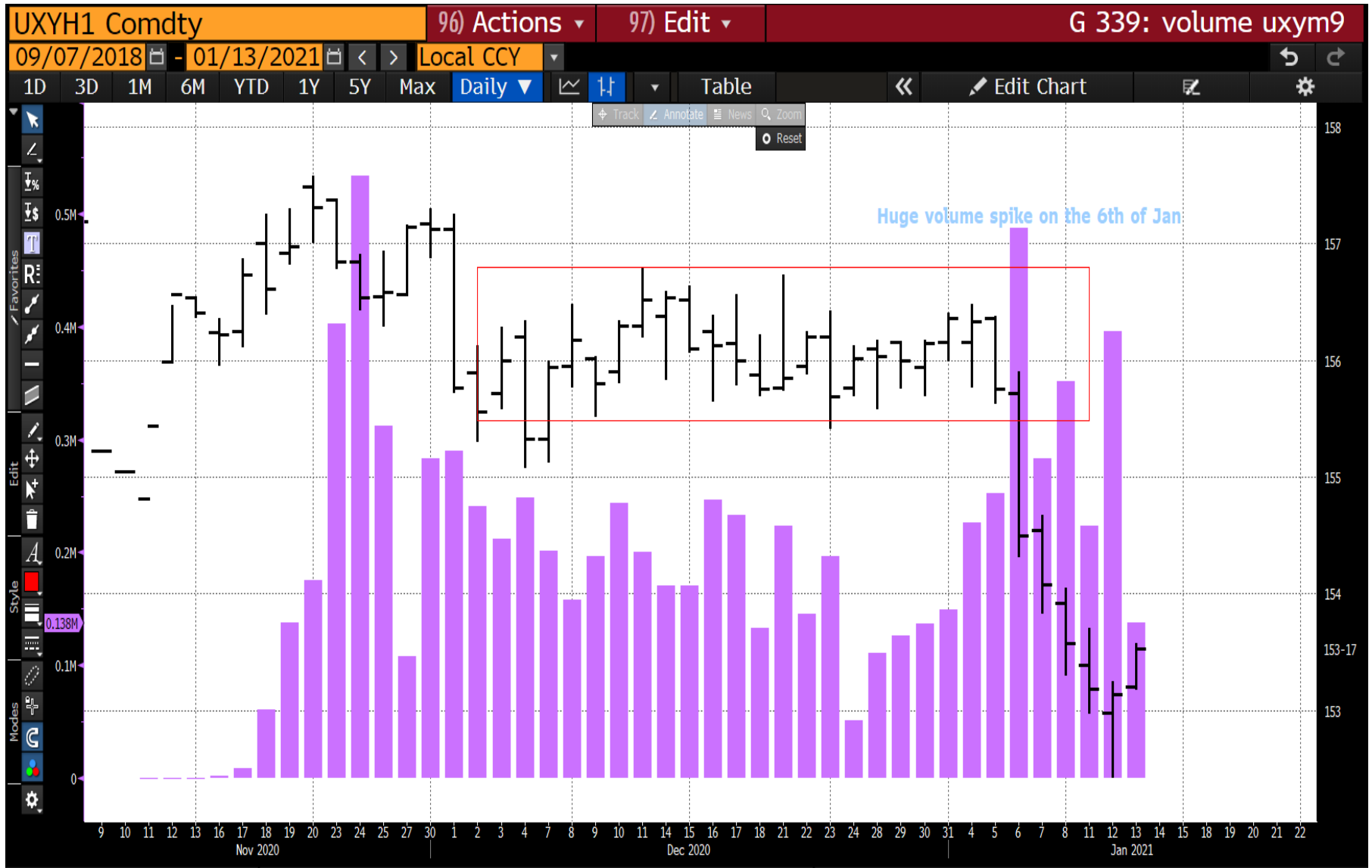
WN futures and volume : Volume spiked once the range was breached and continues to remain high.



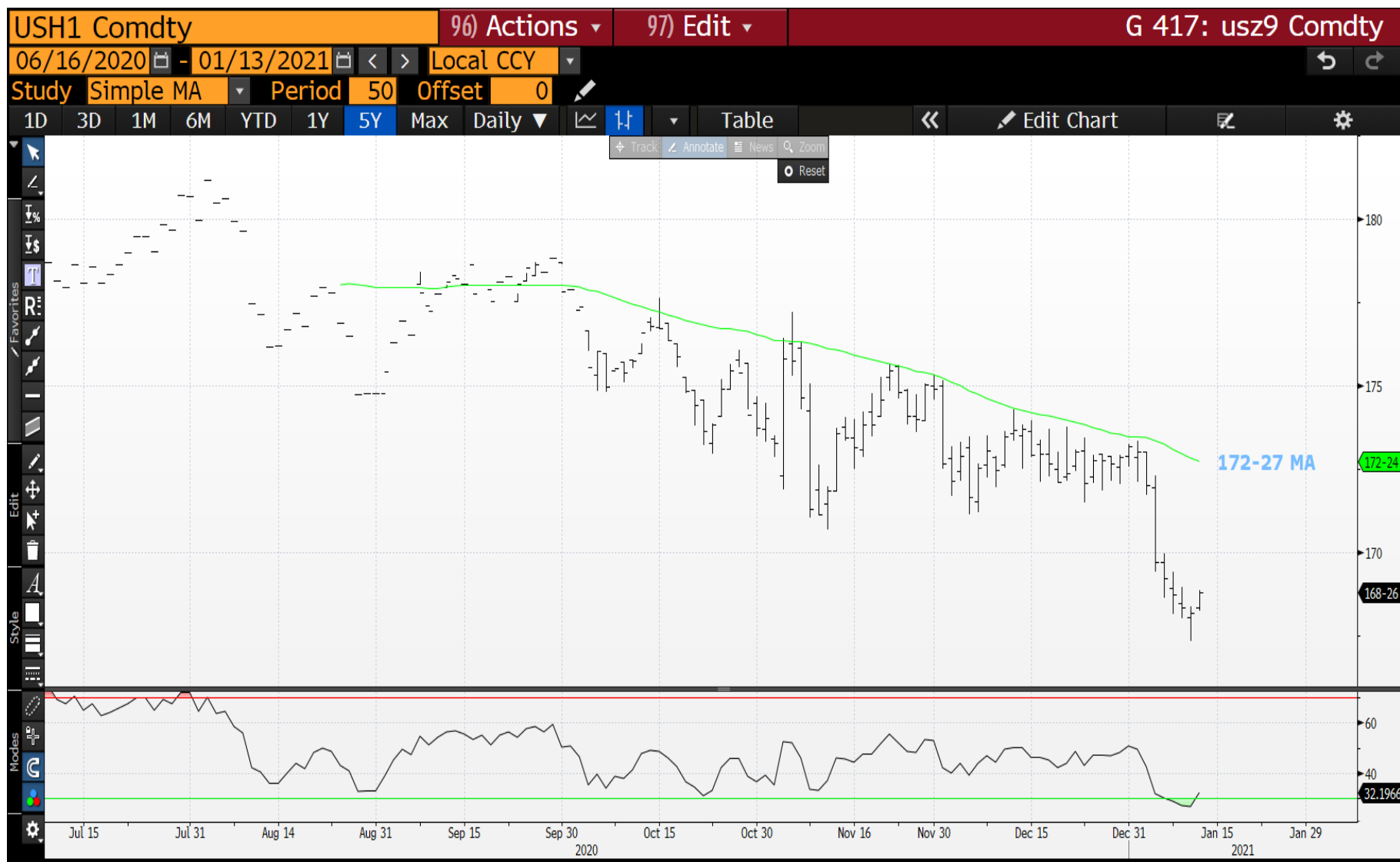
UXYH futures : Plenty of RSI dislocation to diffuse.



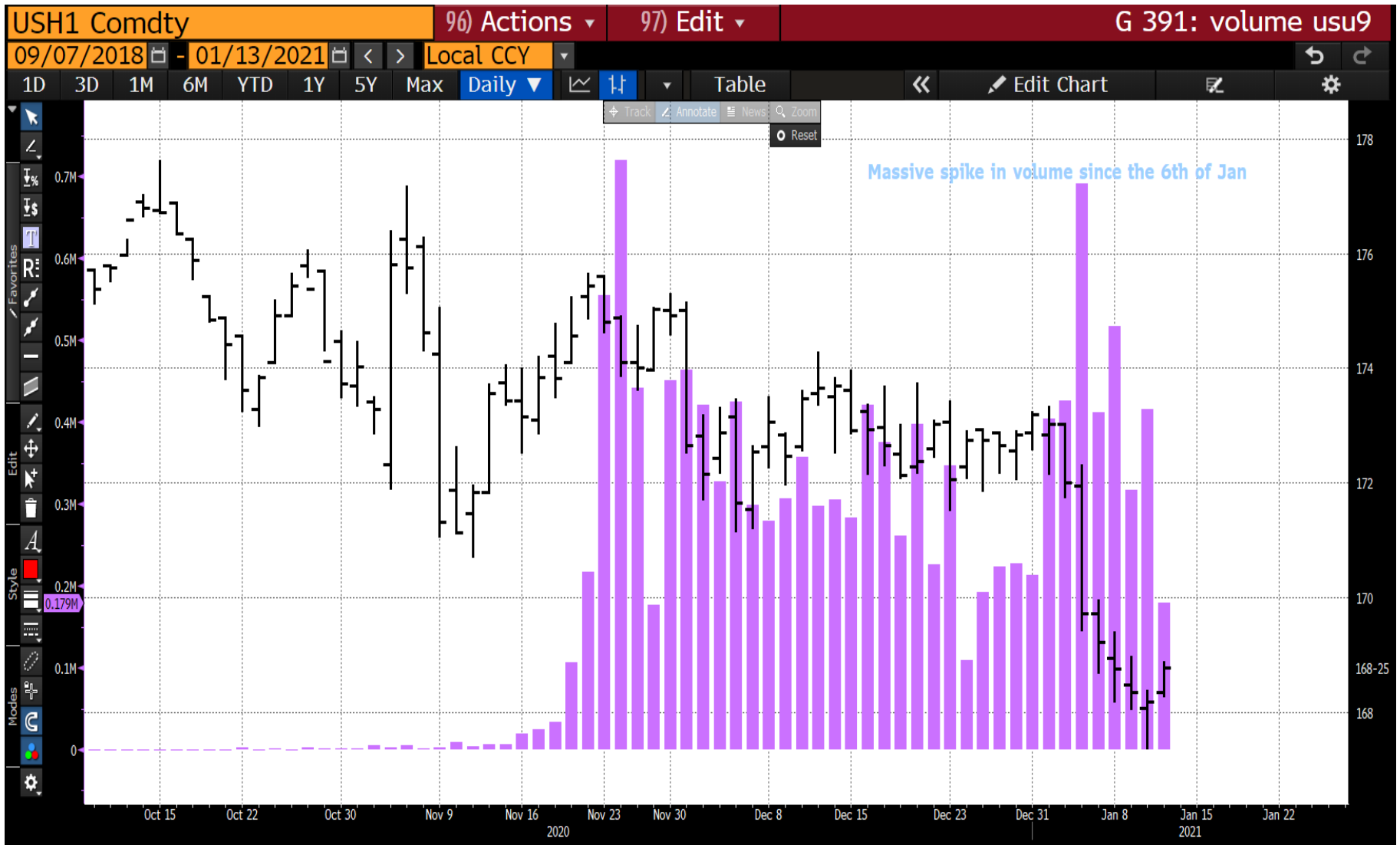
UXYH futures and volume : Sizeable volume as we lurch lower.



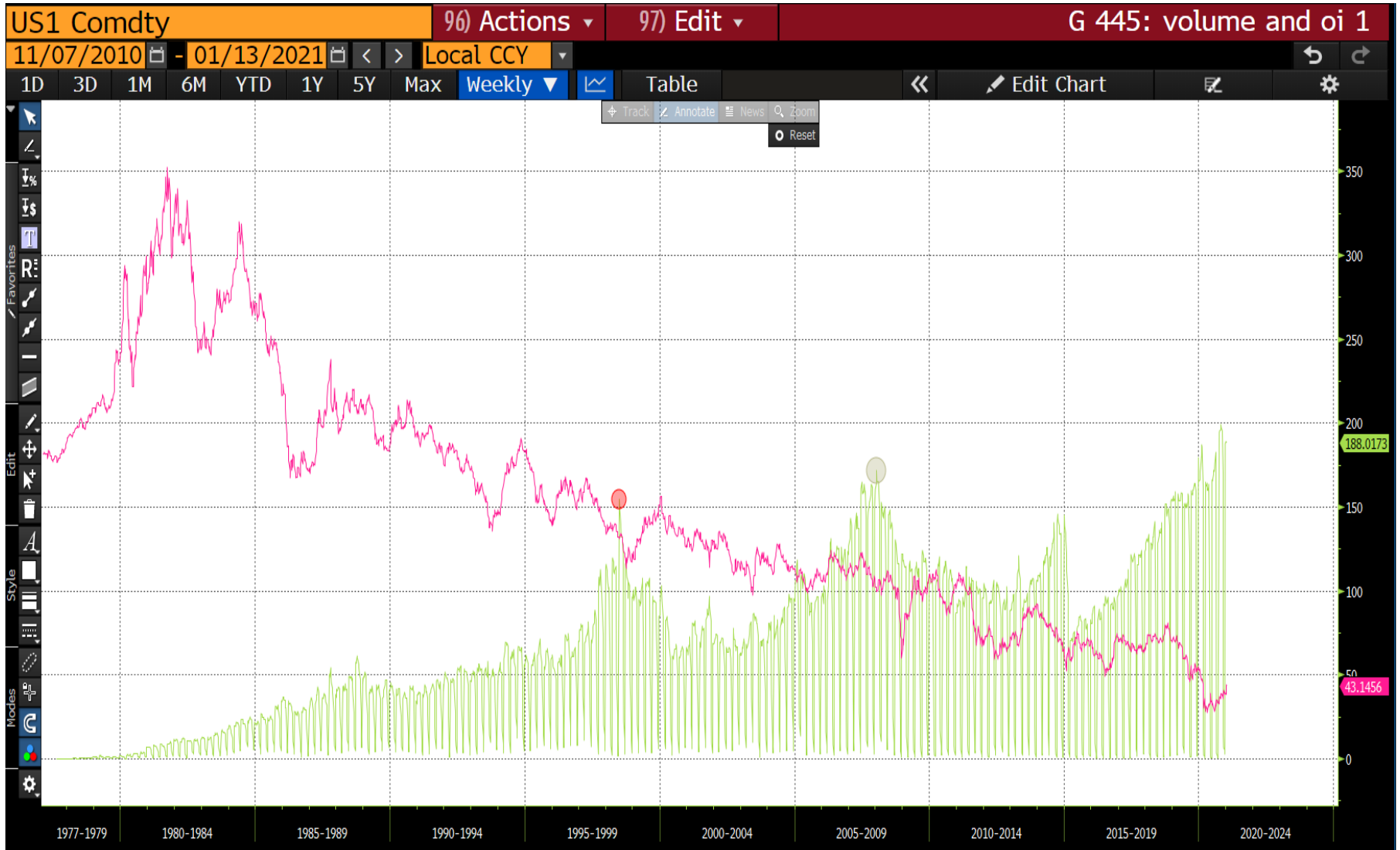
US 30yr futures : The VERY dislocated RSI needs to be worked off with ULTIMATE resistance at the 50 day moving average 172-27 if needed.



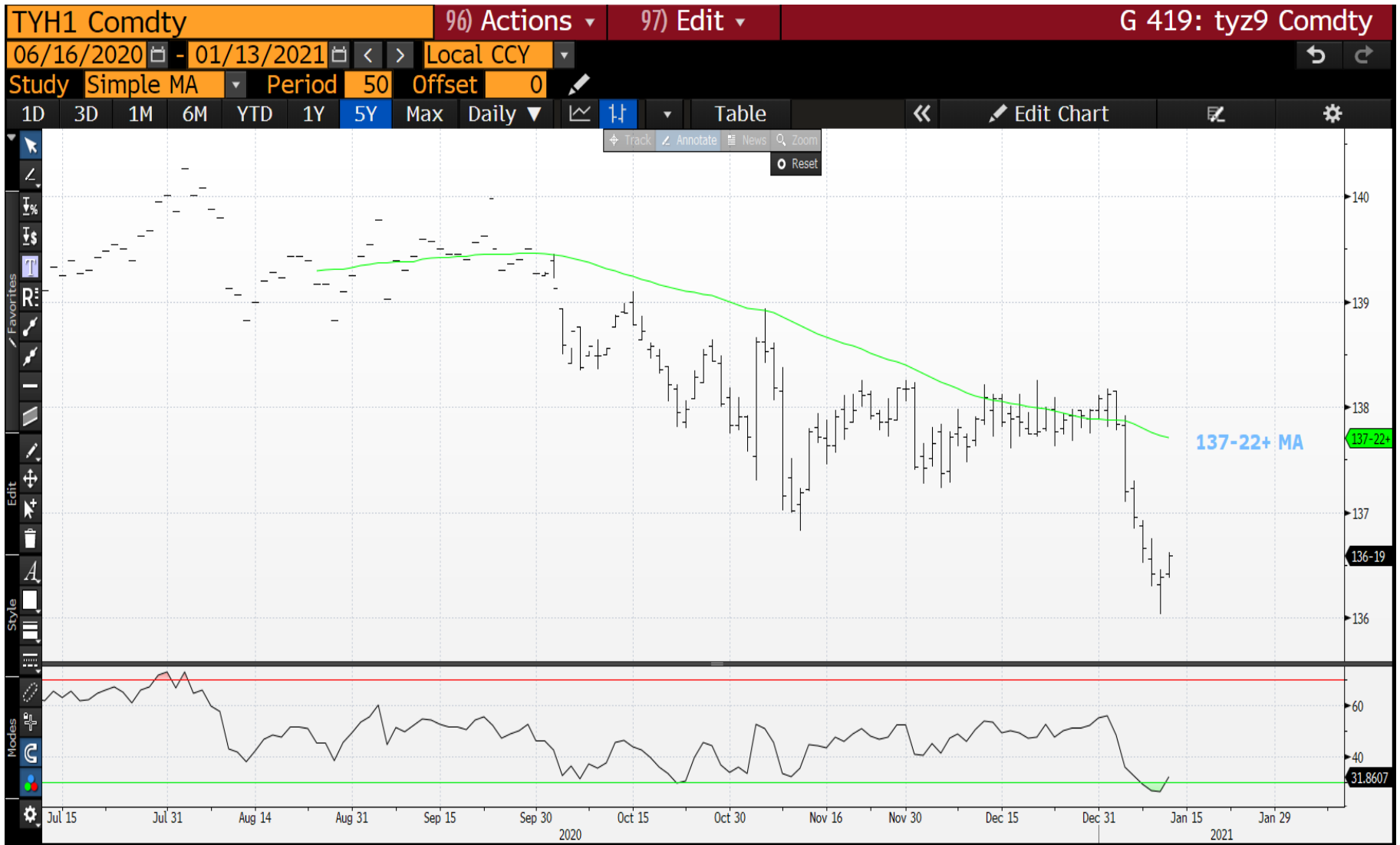
US 30yr futures and volume : HUGE volume from the 6th of January when compared to the roll period of late November.



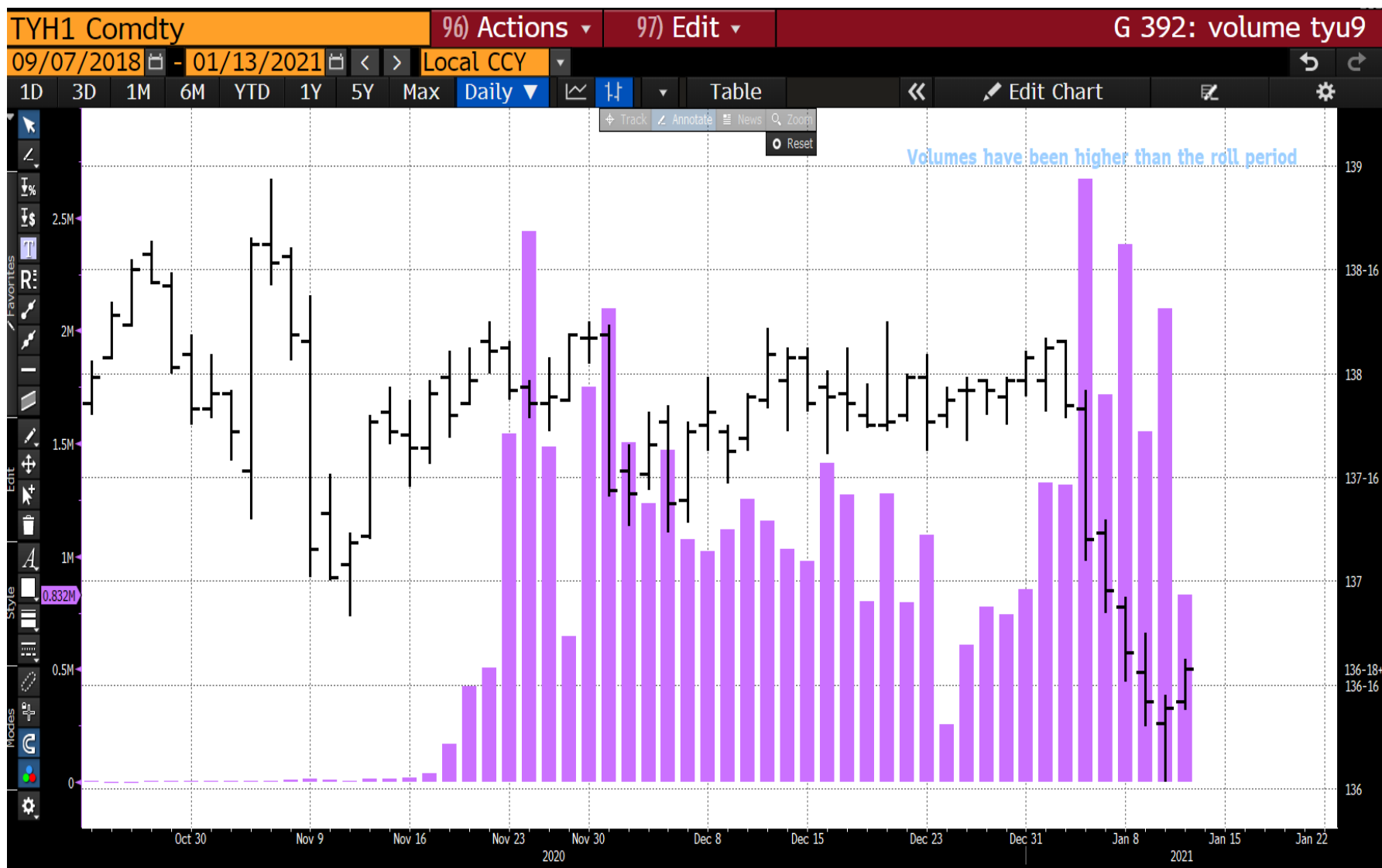
US 30yr OI : Need more time to see the OI implications.



US 10yr futures : Again the RSI needs time to work off its historical distortion.



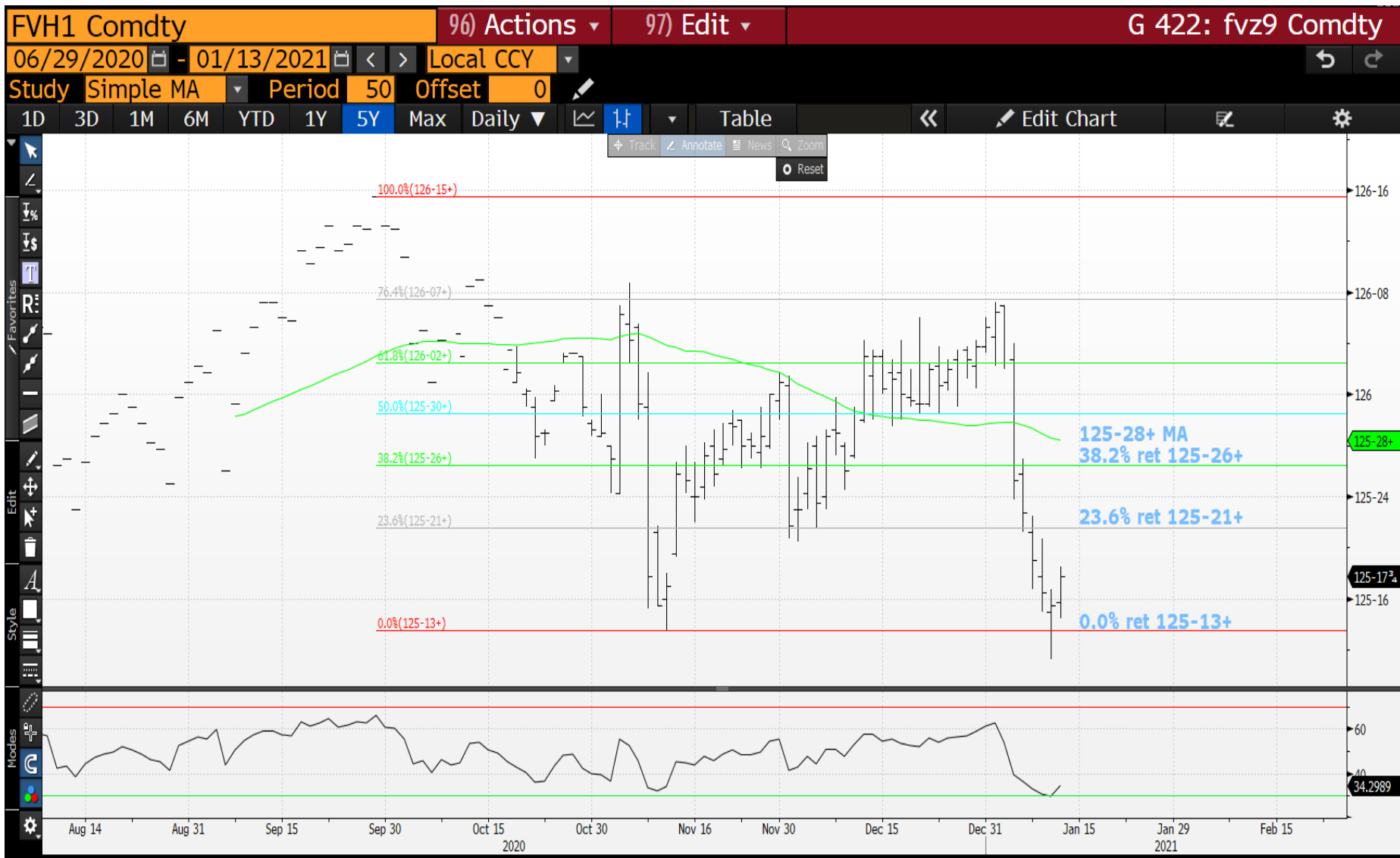
US 10yr futures and volume : This 10yr volume EXCEEDS that of the roll period thus seems a lot of decisions on positioning has been made already!



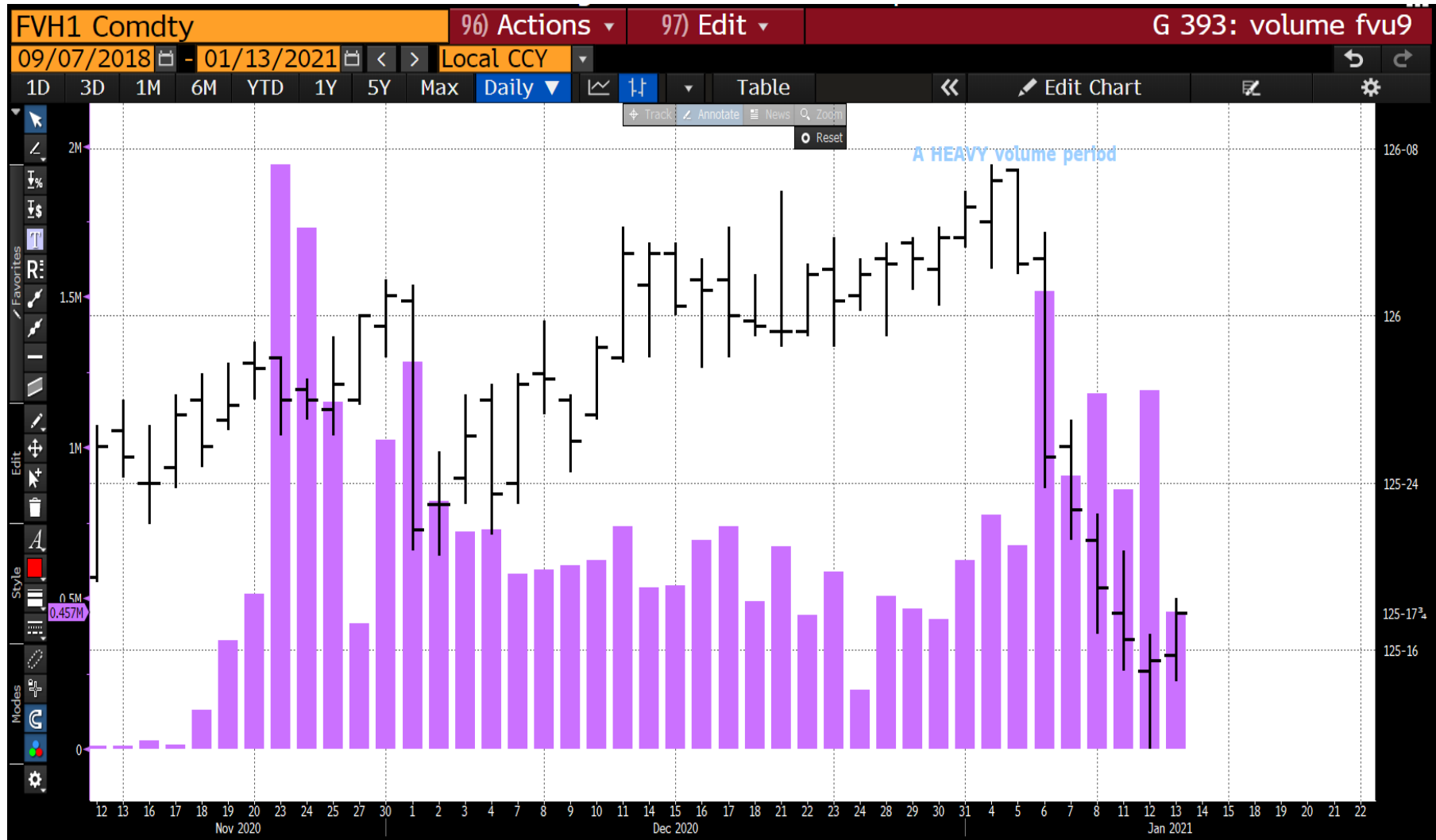
US 10yr open interest : Again need to see more history before making TOO many assumptions.



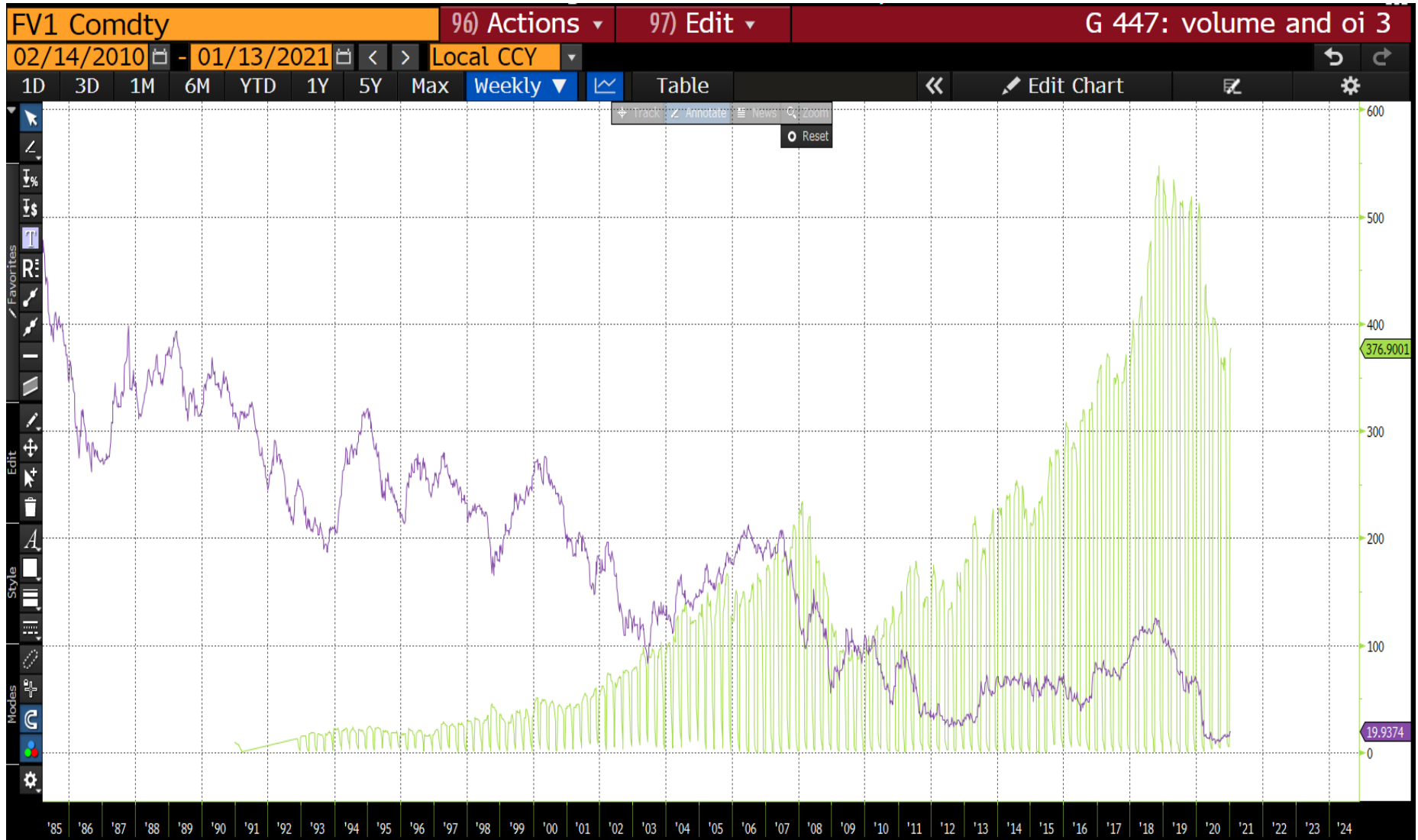
US 5yr futures : Nice that the RSI dislocation coincided with the previous low.



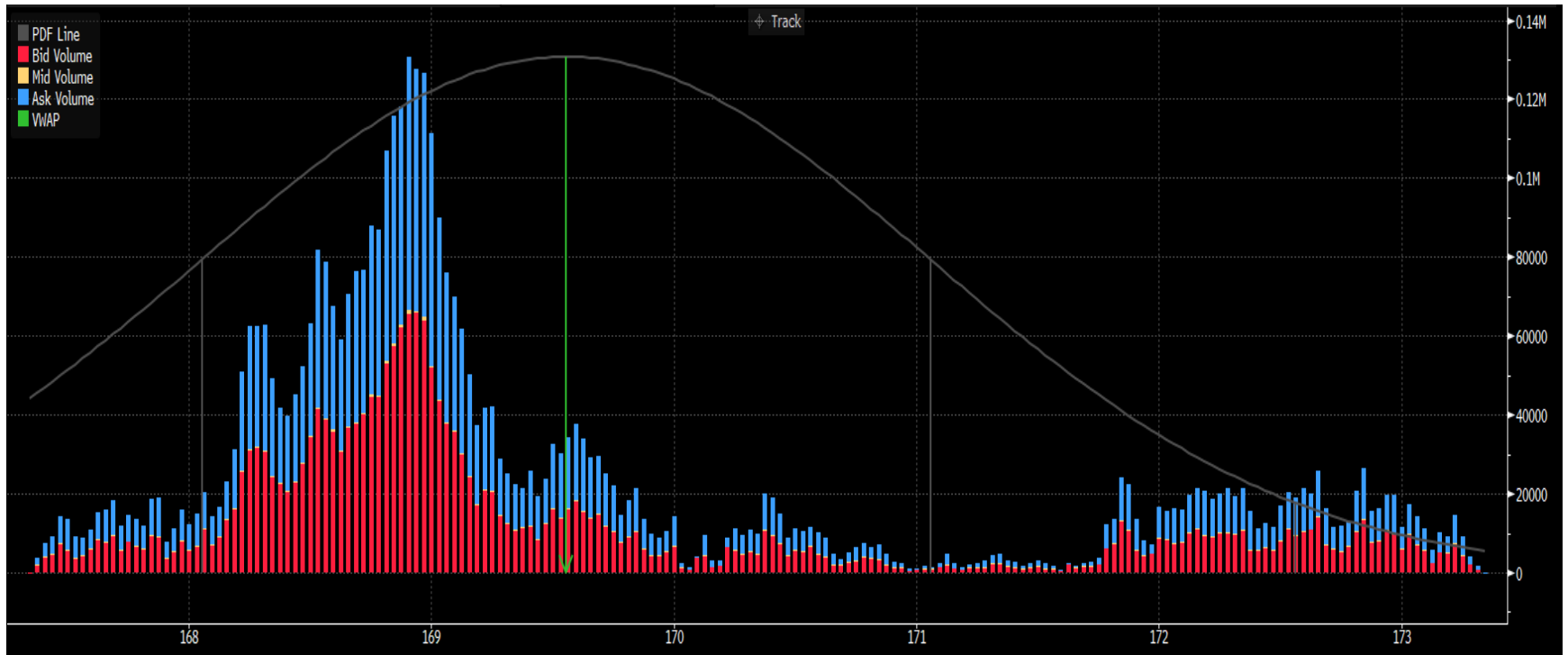
US 5yr futures and volume : Less of a reaction in this part of the curve but sizeable volume non the less.



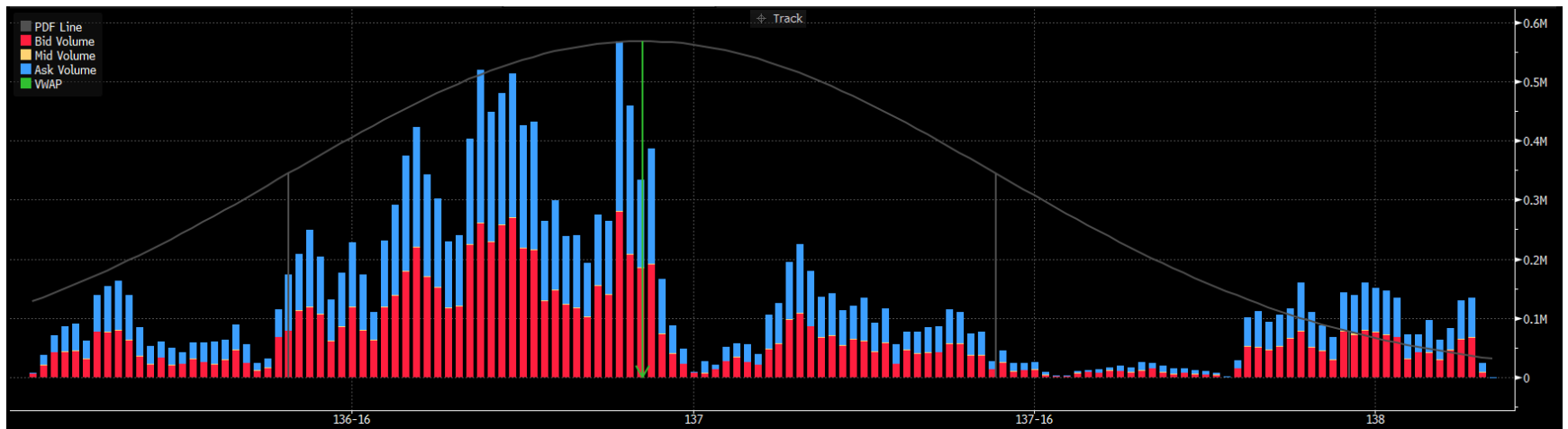
US 5yr open interest : Need more history.



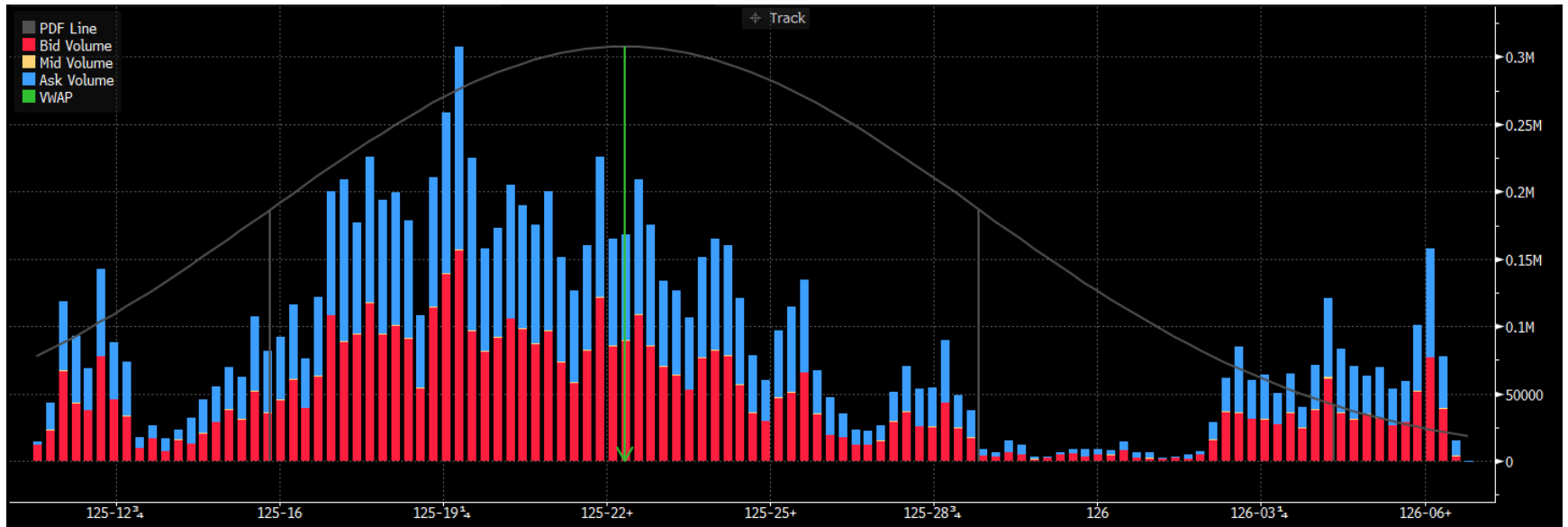
US 5yr open interest : Need more history.



US 5yr open interest : Need more history.



US 5yr open interest : Need more history.



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