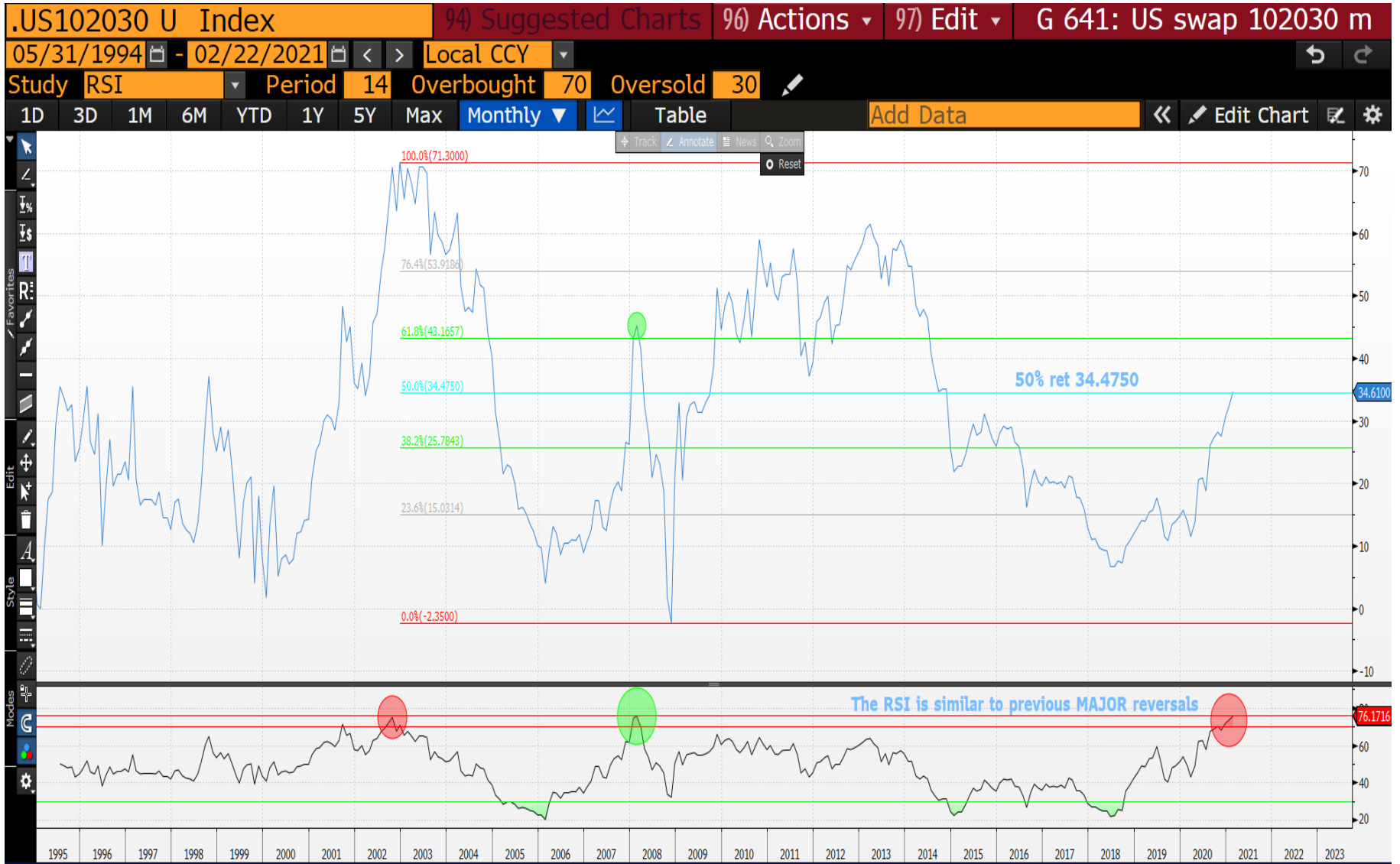


BOND UPDATE : THE YEILD FALL HAS TO HAPPEN TODAY, THE RECENT “YIELD RISE” HAS CONFOUNDED ALL TECHNICALS! IT DOES LOOK LIKE OPEN INTEREST IS REPRESENTING A REDUCTION OF BOND SHORTS. THIS SHOULD EASE TENSIONS IN THE ROLLS.

US BOND AND SWAP CURVES CONTINUE TO “SCREAM” FOR A MAJOR FLATTENING GIVEN THE HISTORICAL RSI DISLOCATION. THE OTHER POINTER IS THE 102030 SWAP CURVES CONTINUES TO INDICATE THE 20YR IS “OUT OF LINE” WITH THE WINGS!

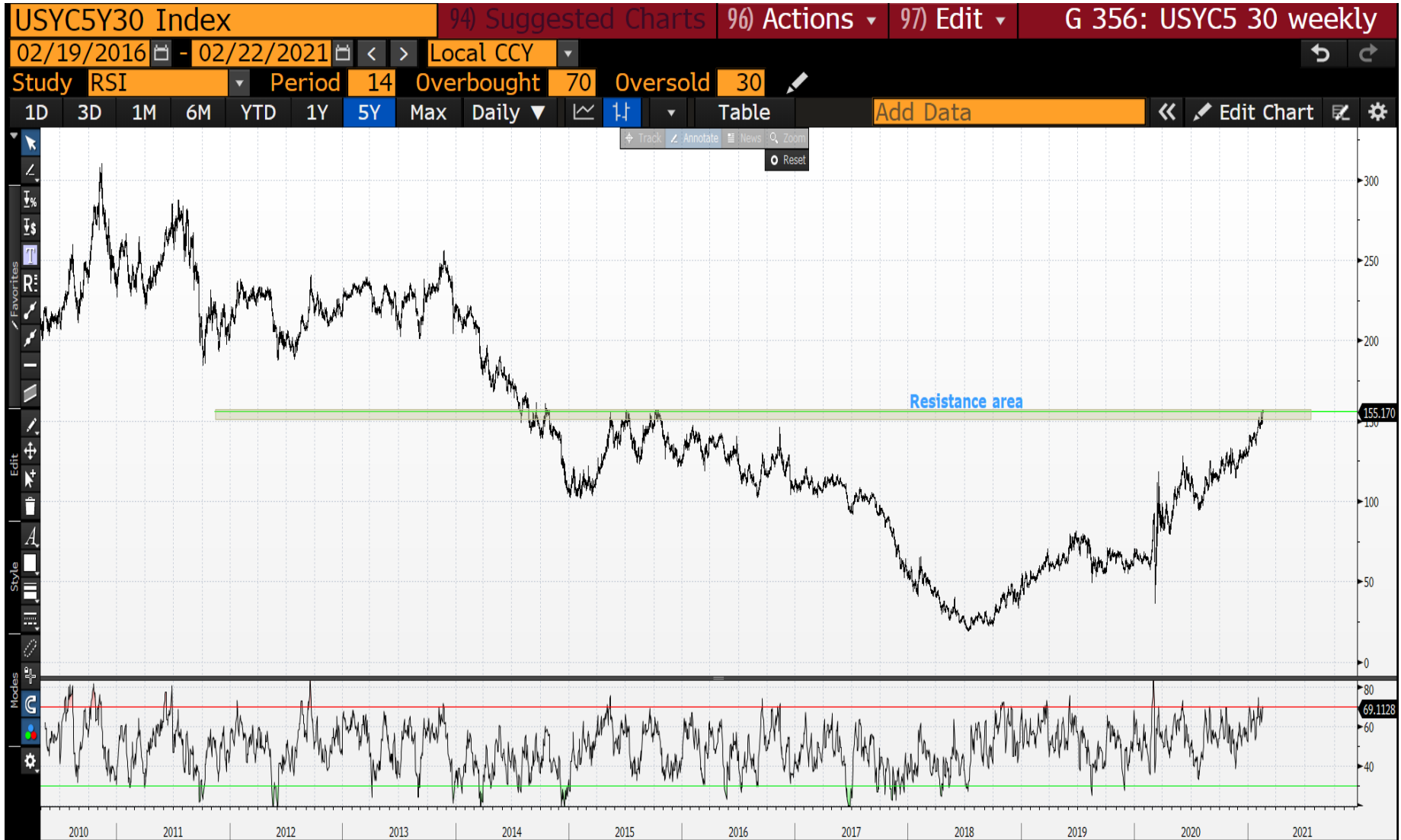
US102030 Swap monthly : This is a HUGE statement chart especially if we stall at the multi year 50% ret 34.4750 and more worrying emulate the 2008 situation.



US 5-30 Swap monthly : This time the RSI is lofty matching that of 2008! We are also teasing the previous high 115.713.

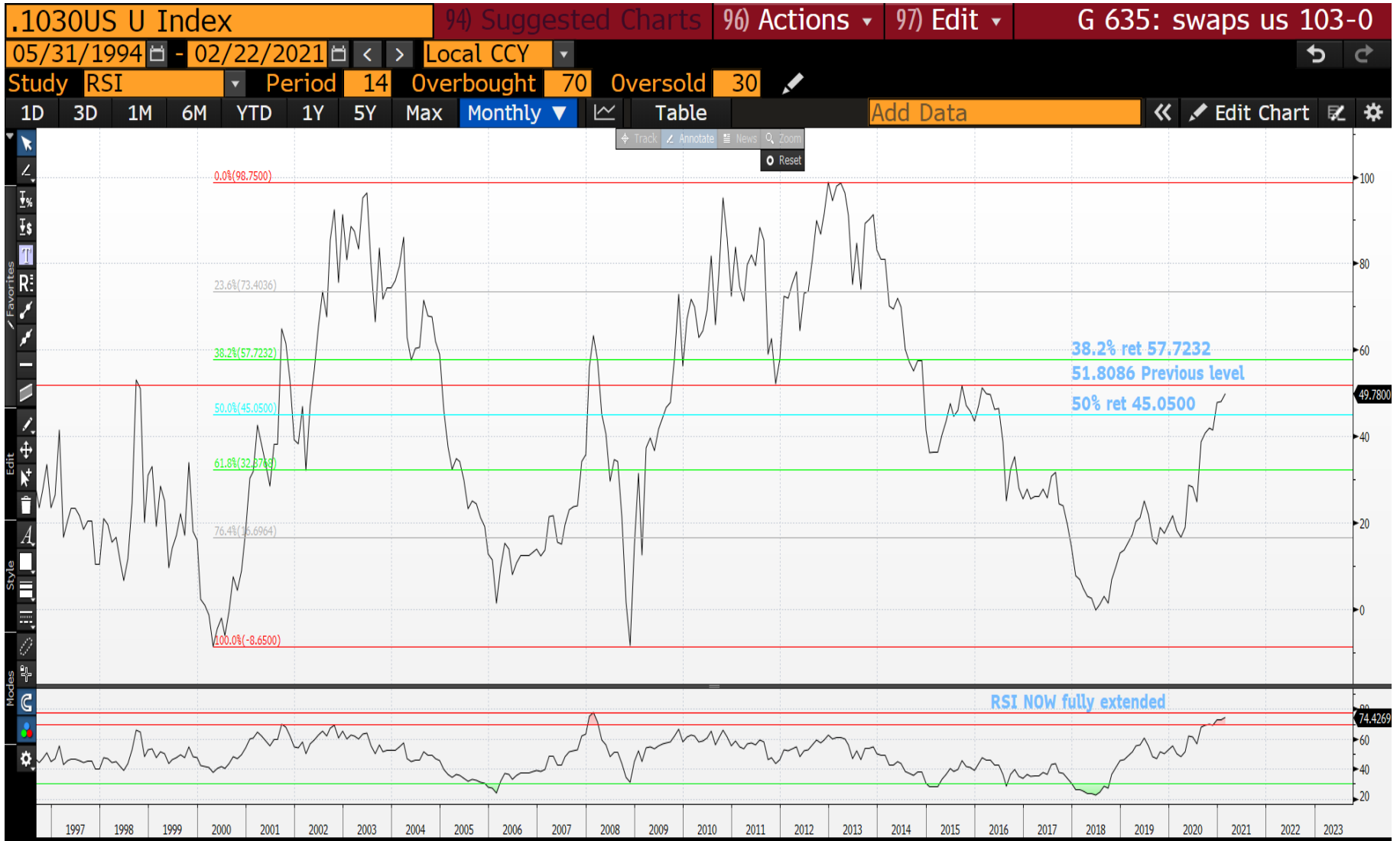


US 5-30 curve daily : The RSI is lofty as we HIT historical resistance.

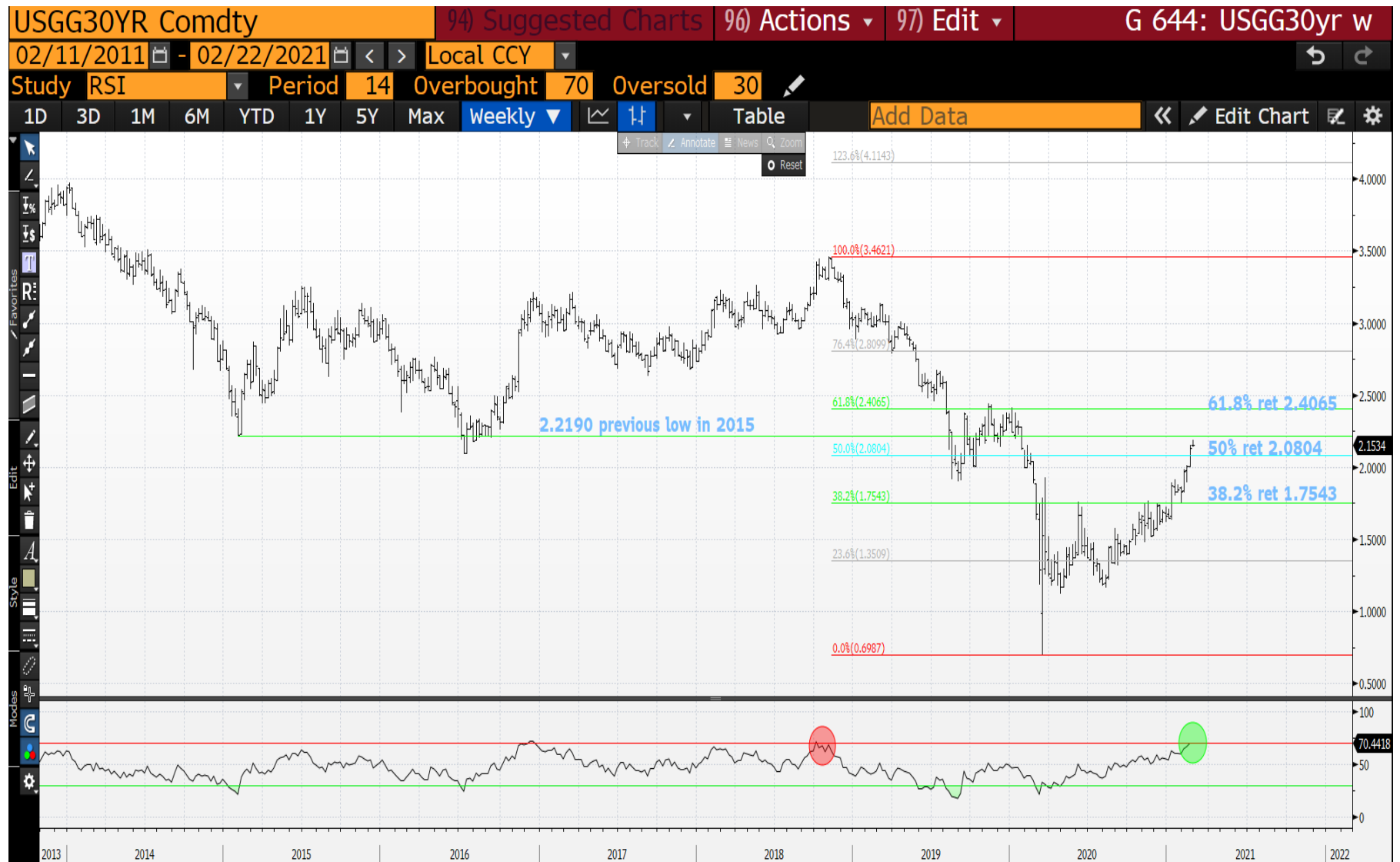


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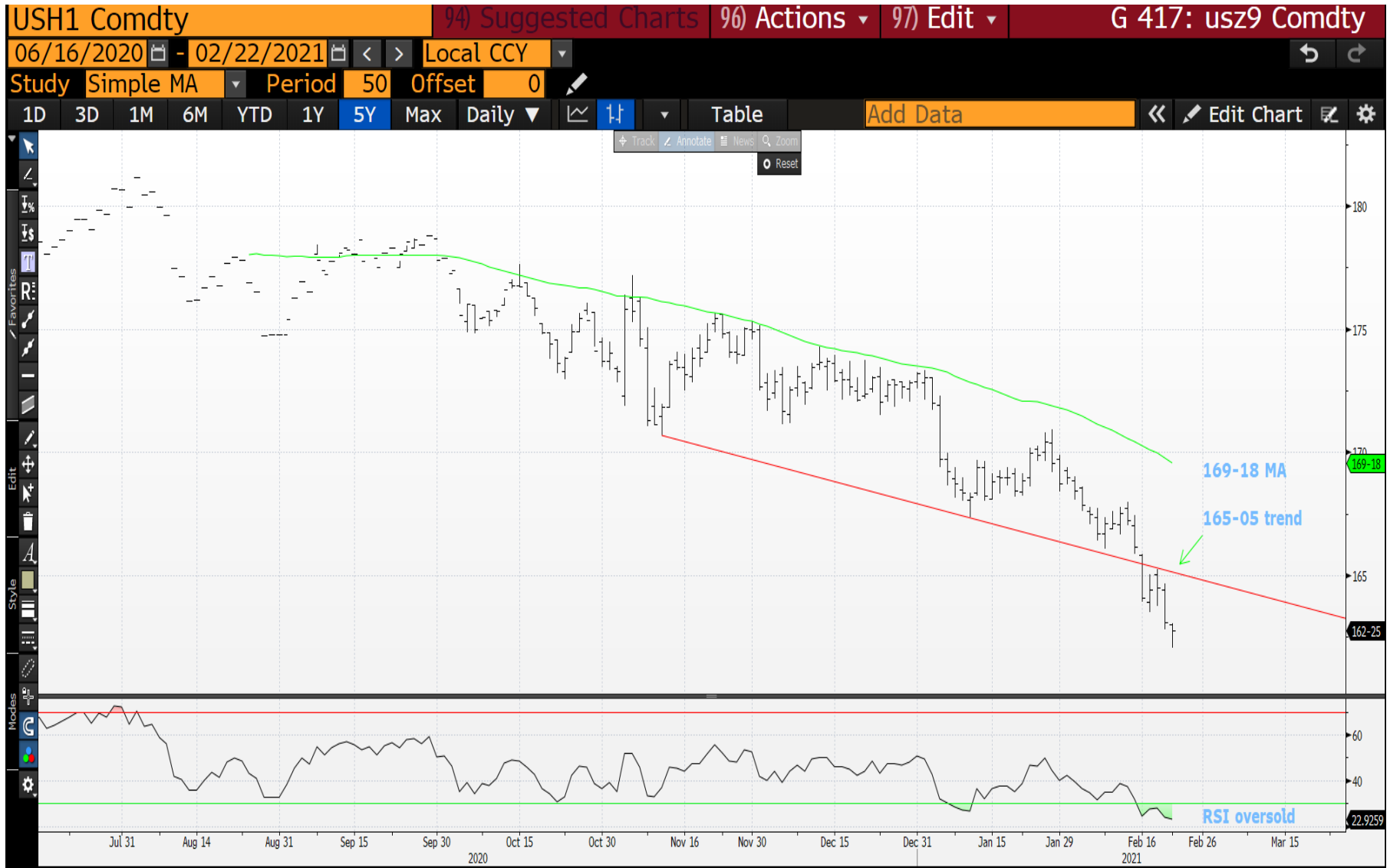
US 10-30 Swap monthly : The RSI is similar to 2008 and we are struggling to breach the 51.8086 previous high.



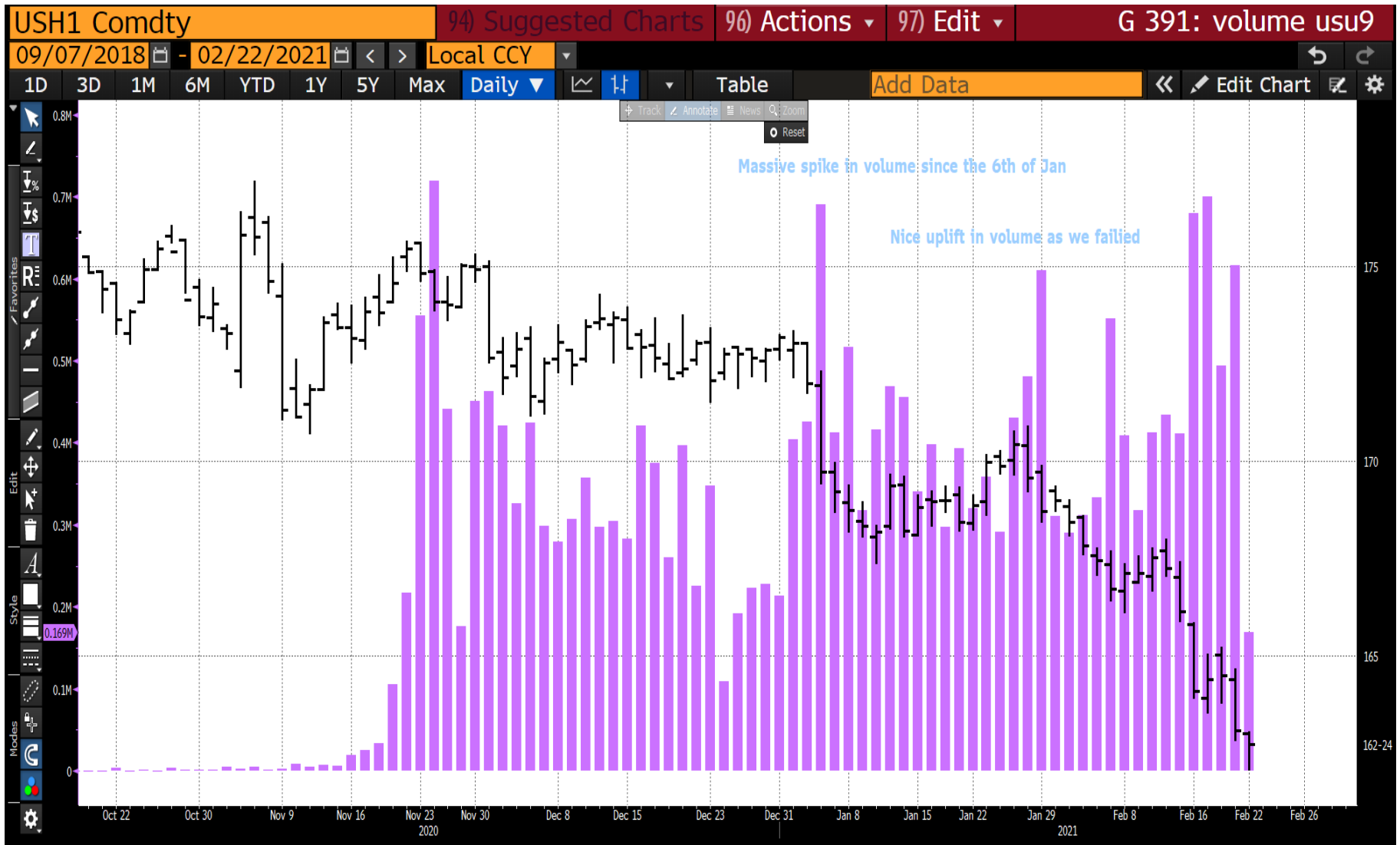
USGG30yr weekly : The RSI is now fully extended as we hit a previous low 2.2190 from 2015.



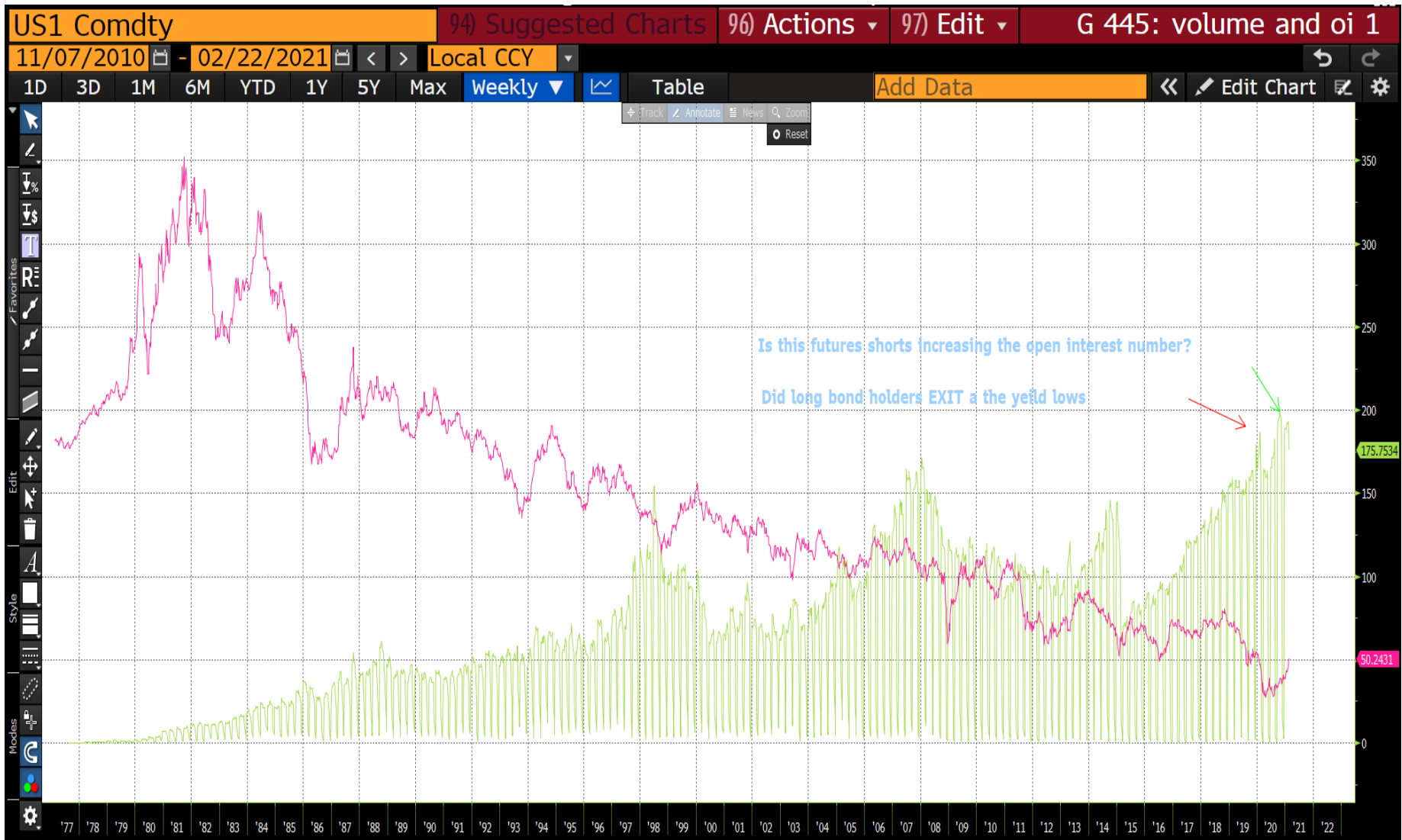
US 30yr futures daily : I have not seen a daily RSI this extended without any kind of bounce!



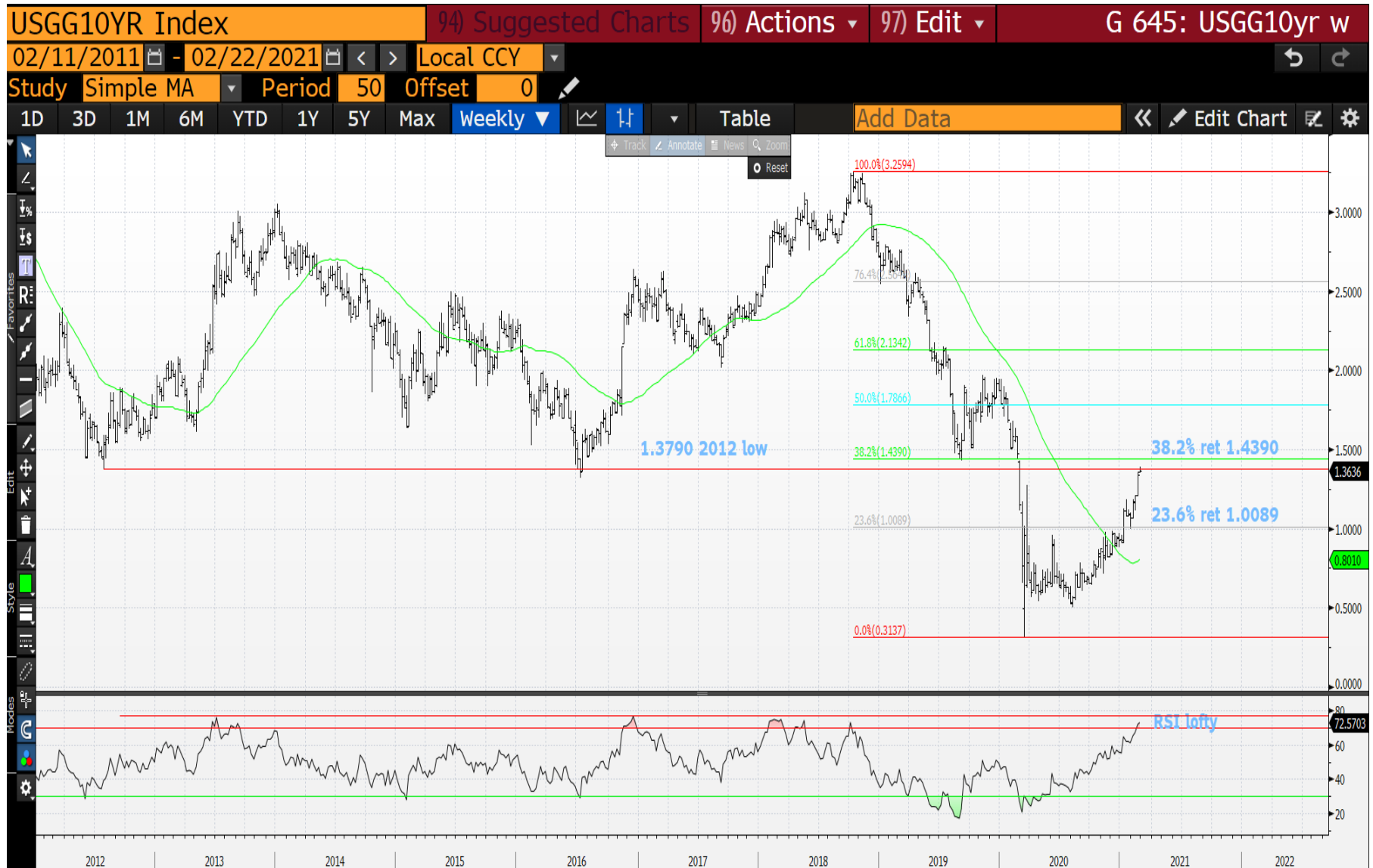
US 30yr futures and volume daily : HUGE volume this month and compare that with the standard roll period in late November!



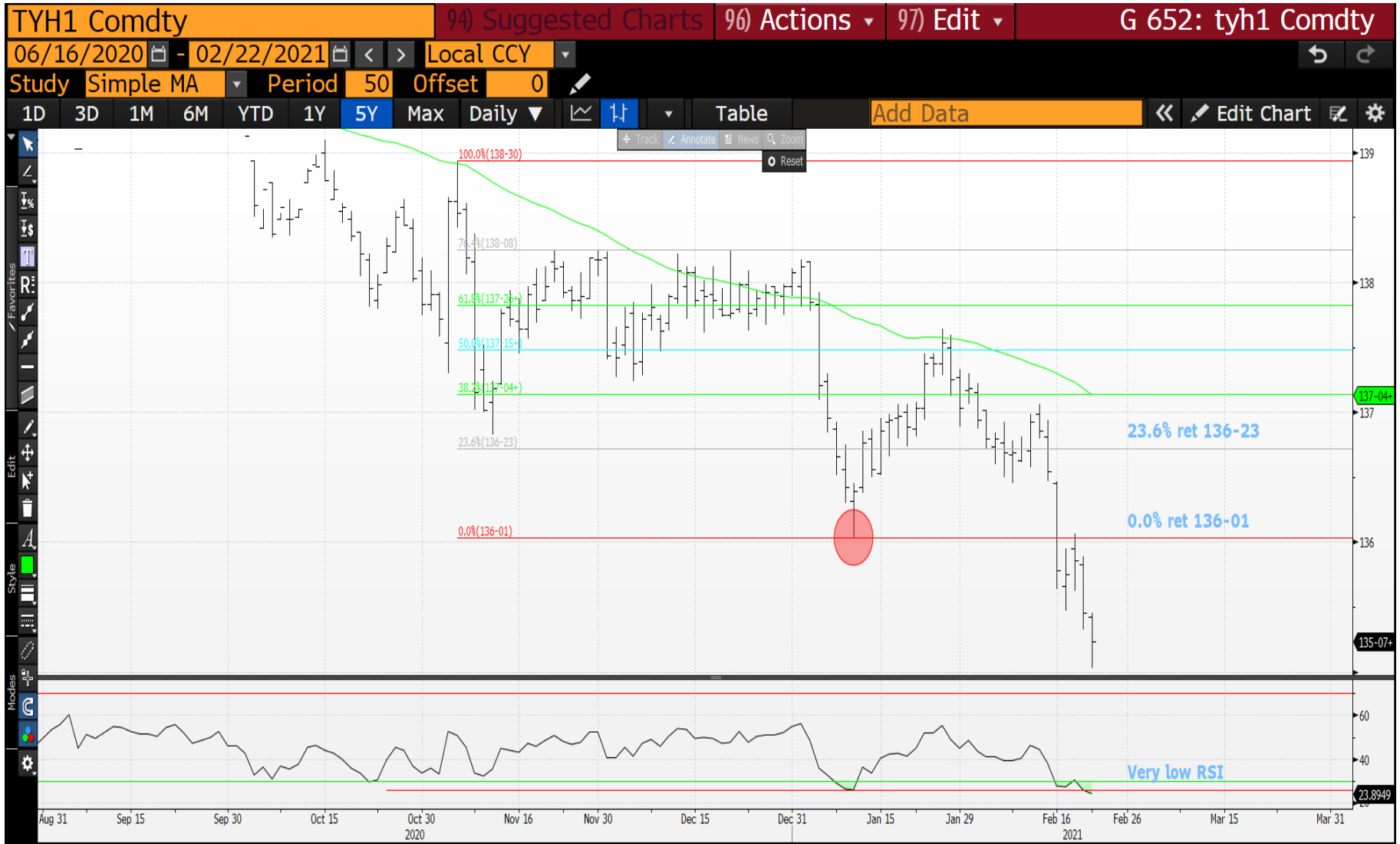
US 30yr open interest : Open interest has tailed OFF indicating some shorts have been covered.



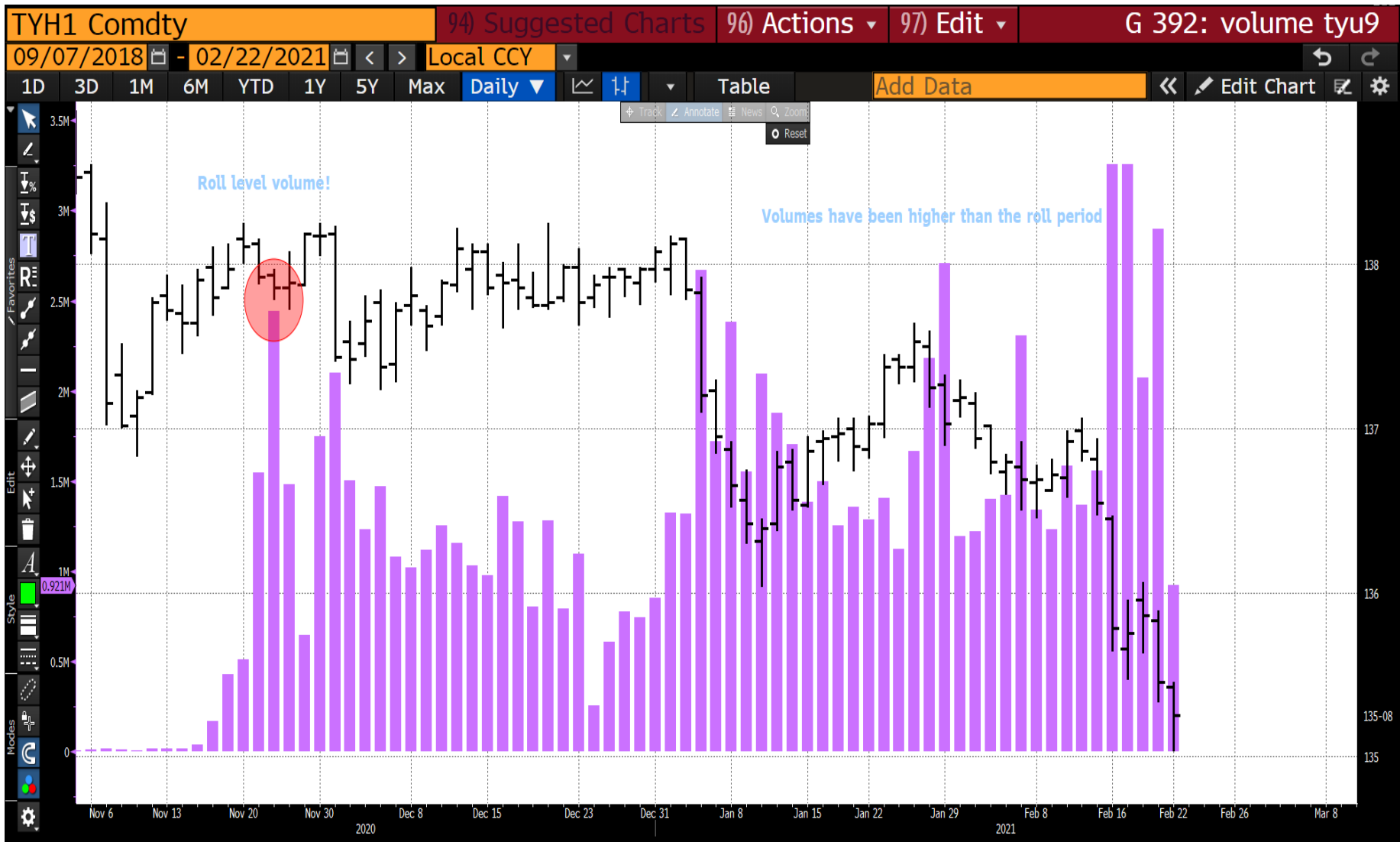
US 10yr yield weekly : The RSI is FINALLY pushed to a sizeable dislocation thus hopefully yields STALL a we hit a 1.3790 2012 low.



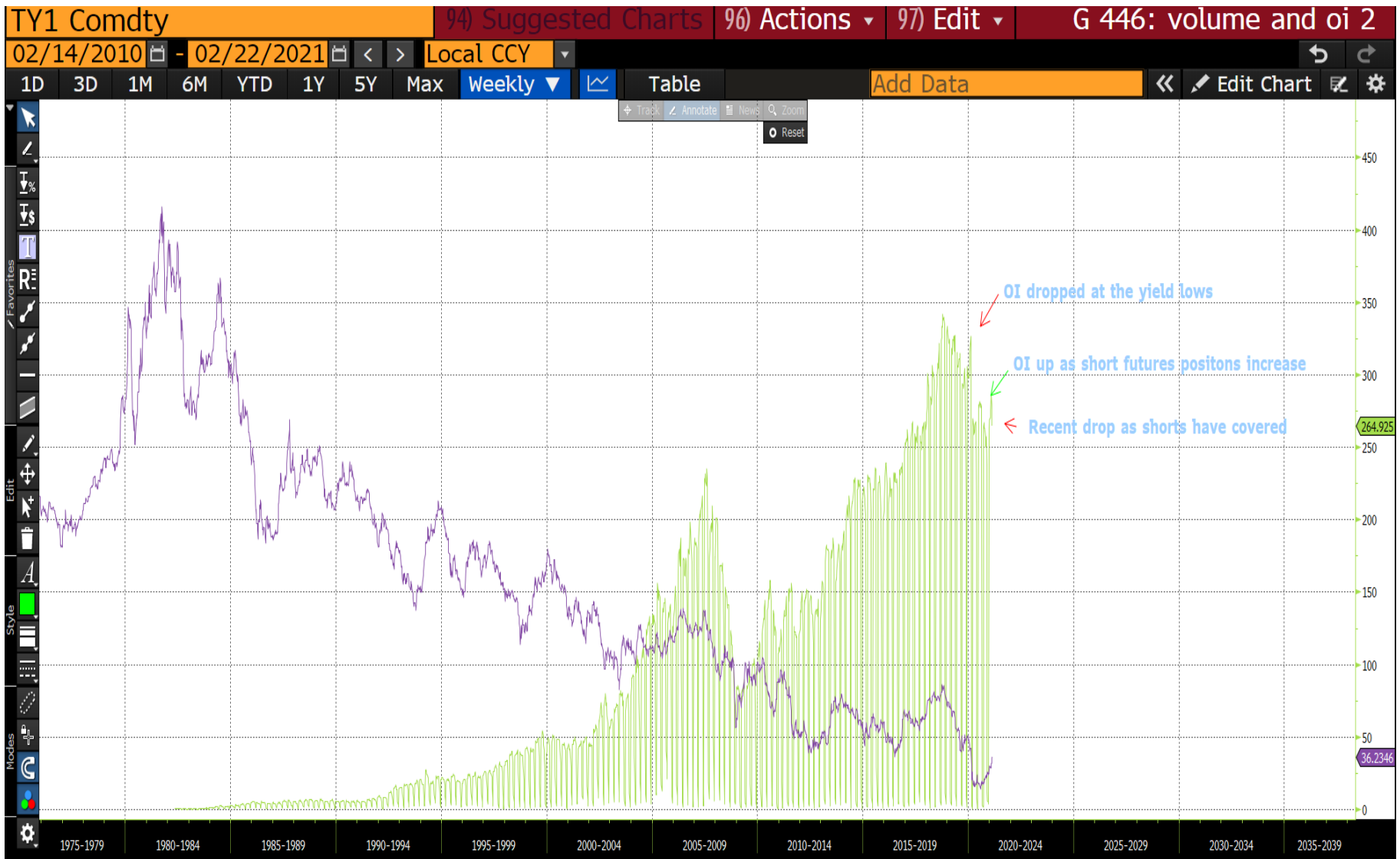
US 10yr futures daily : The RSI has NEVER been lower! Hopefully we can recover today.



US 10yr futures and volume daily : This part of the curve seems to have attracted most attention given the volume of late DWARF that of the roll period in November. Some may of covered bond shorts in the move last week but “MOST” still remains short.



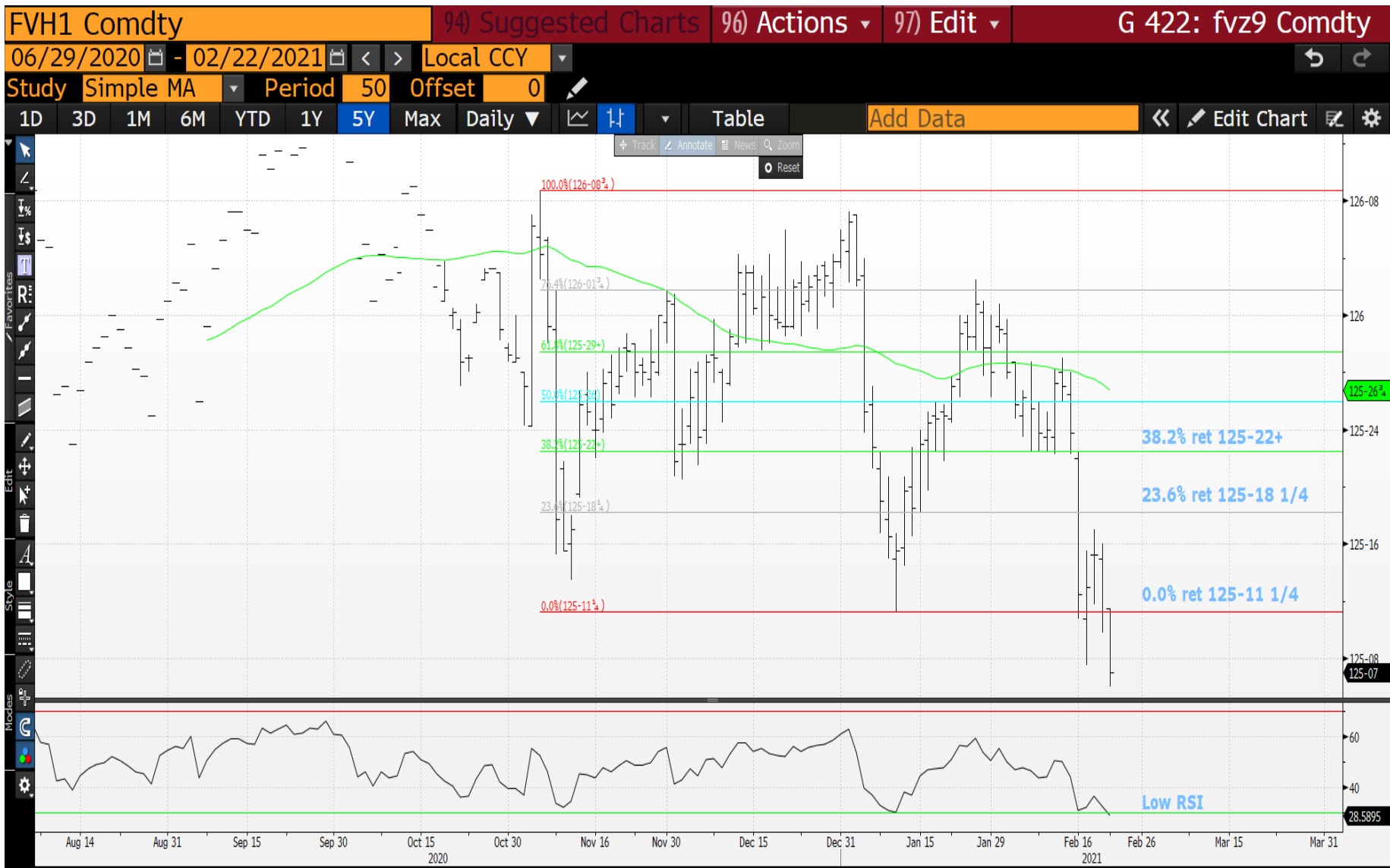
US 10yr open interest : It now looks like some bond shorts have covered given the OI has fallen.



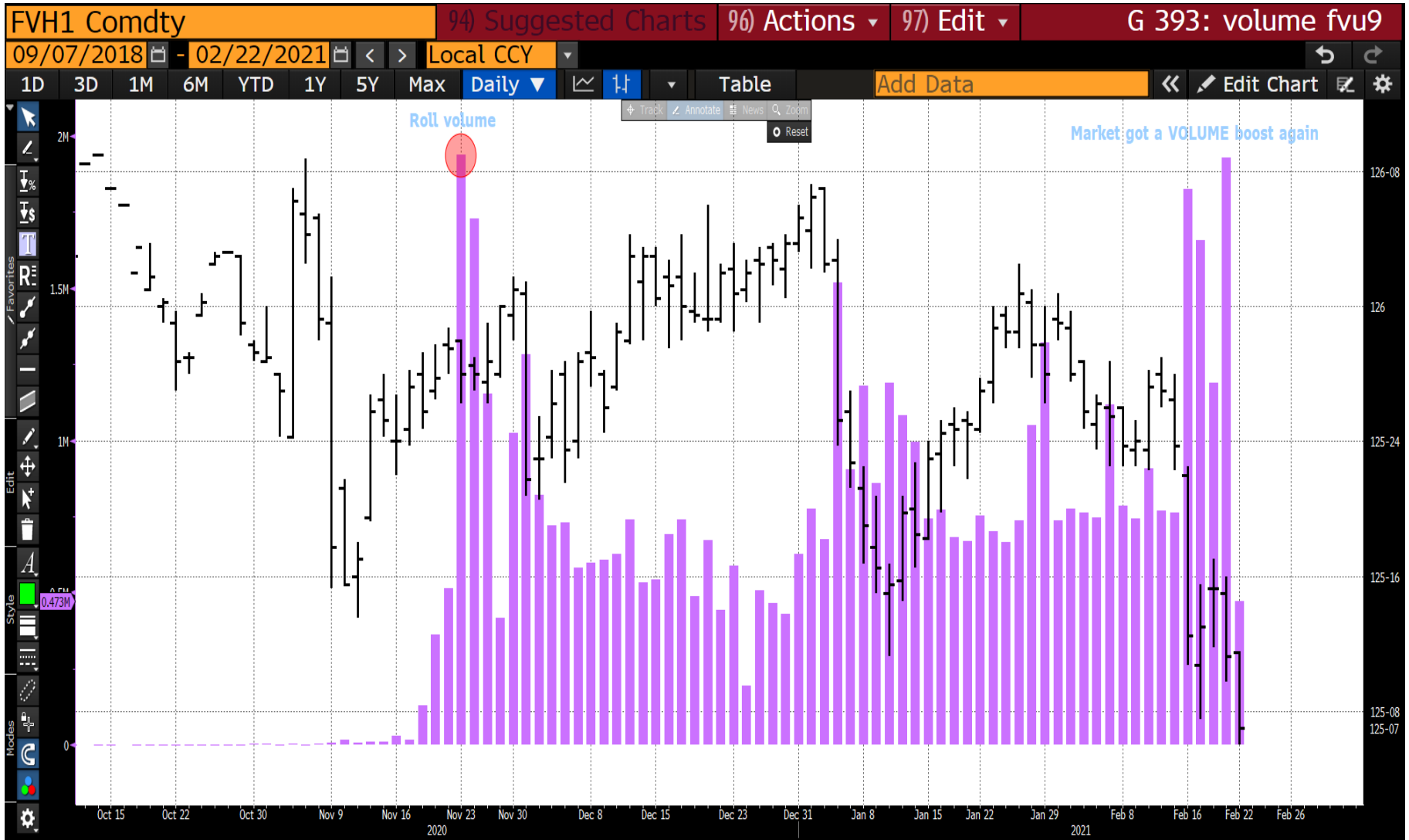
USGG5yr daily : Given the RSI dislocation this should help a dip below the 23.6% ret 0.5633.



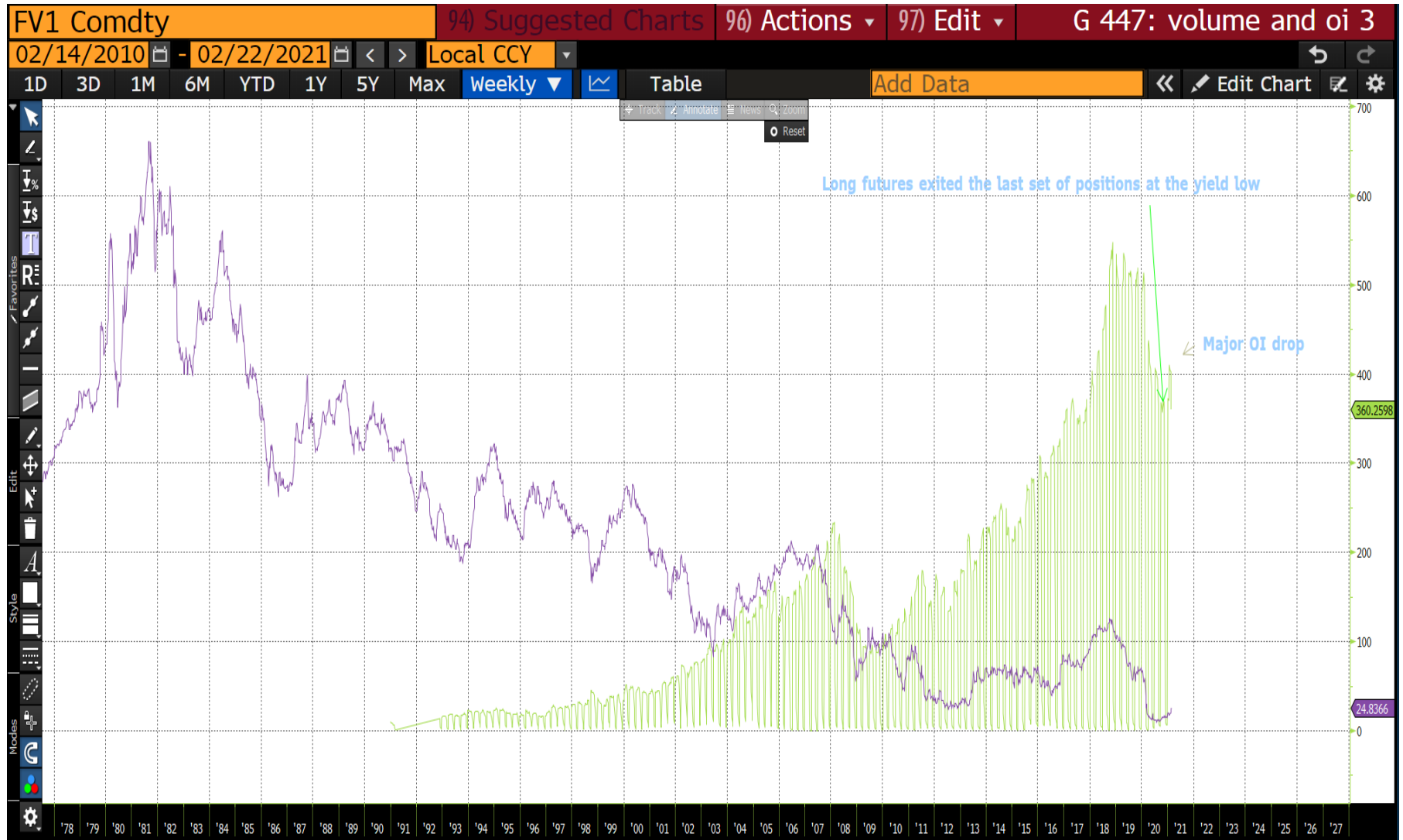
US 5yr futures daily : Yet another dislocated RSI and similar to that of Jan 12th.



US 5yr futures and volume daily : Another HUGE volume period!!



US 5yr open interest : OI has dropped indicating shorts have covered.



DBR 46 daily : This RSI is wrong we are now as low as 2015.



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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