

BOND UPDATE : “EVERYONE A WINNER” THIS WILL BE A VERY DECISIVE QUARTER GIVEN WE ARE AT A HUGE POINT ON INFLECTION.

THIS PAST MONTH HAS GIVEN HOPE TO ALL THE YIELD HIGHER BELIEVERS BUT IN THE PROCESS HAS LEFT US WITH MAJOR APRIL 2021 RSI DISLOCATIONS.

IN THE LAST QUARTER BOND YIELD COULD STILL DROP!

US 30YR YIELDS HAVE FIRMLY REJECTED 200 DAY MOVING AVERAGE RESISTANCE AIDED BY VERY DISLOCATED RSI’S, APRIL 2021 MAGNITUDE. STOCK UNDERPERFORMANCE HAS PRODUCED SOME VERY WEAK CLOSES ALSO AIDED BY TOPPING RSI’S ON A MONTHLY DURATION. SINGLE STOCKS ALSO CLOSED AT THEIR RESPECTIVE LOWS.

(UPDATE TO FOLLOW).

PREVIOUSLY

THE “YIELD LOWER CALL” REMAINS GIVEN NEARLY ALL YEILD DAILY RSI’S ARE AS EXTENDED AS MAY THIS YEAR. THIS PERIOD IS WHEN YIELDS BROKE LOWER FOR SEVERAL MONTHS, PERFECT EXAMPLE IS THE US 30YR YIELD DAILY ON PAGE 3.

****I HAVE INCLUDED THE UK AS THAT BECOME ONE OF THE MOST DISLOCATED MARKETS.****

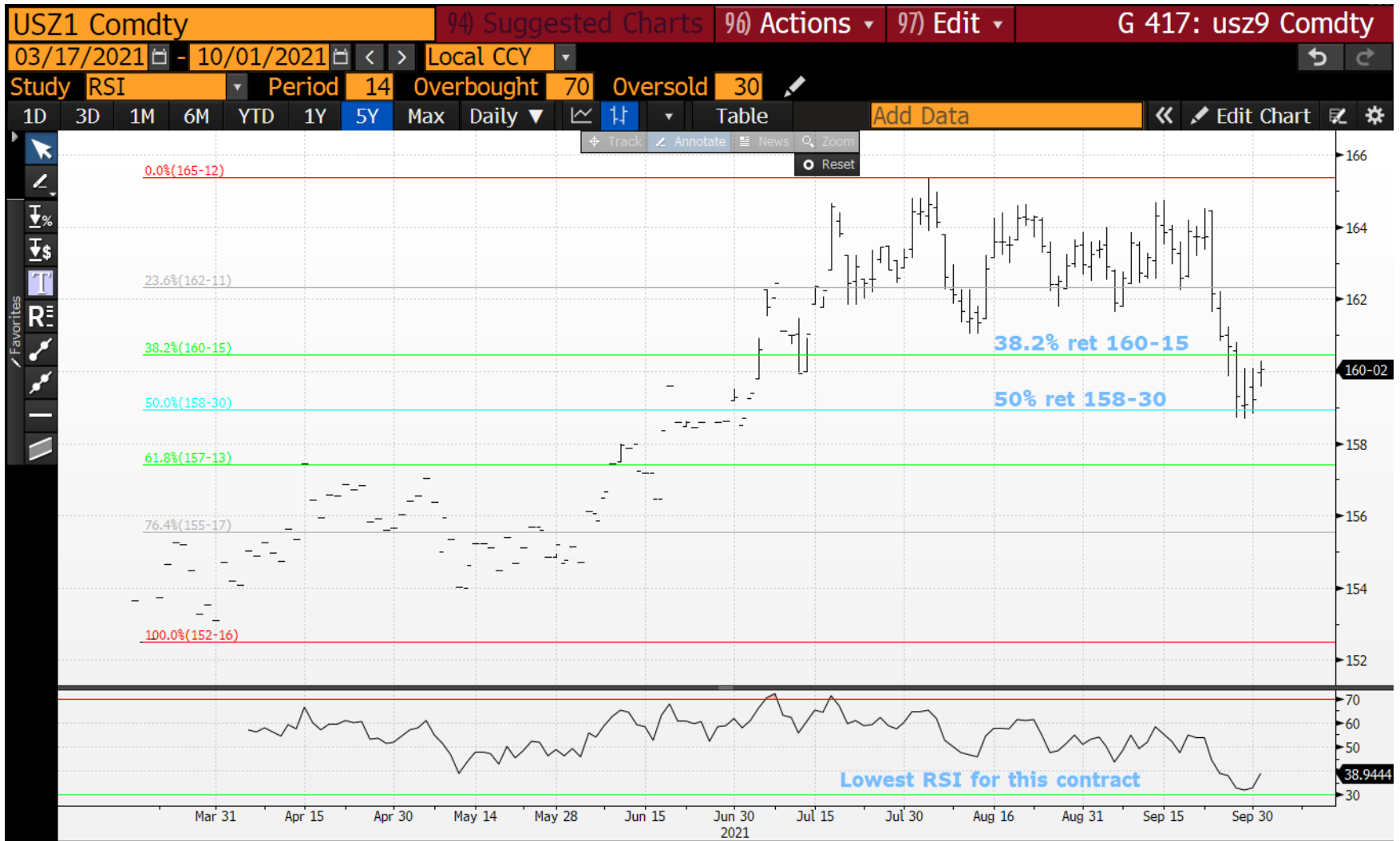
USGG30yr monthly : The RSI is giving little away and this months opening neutral.



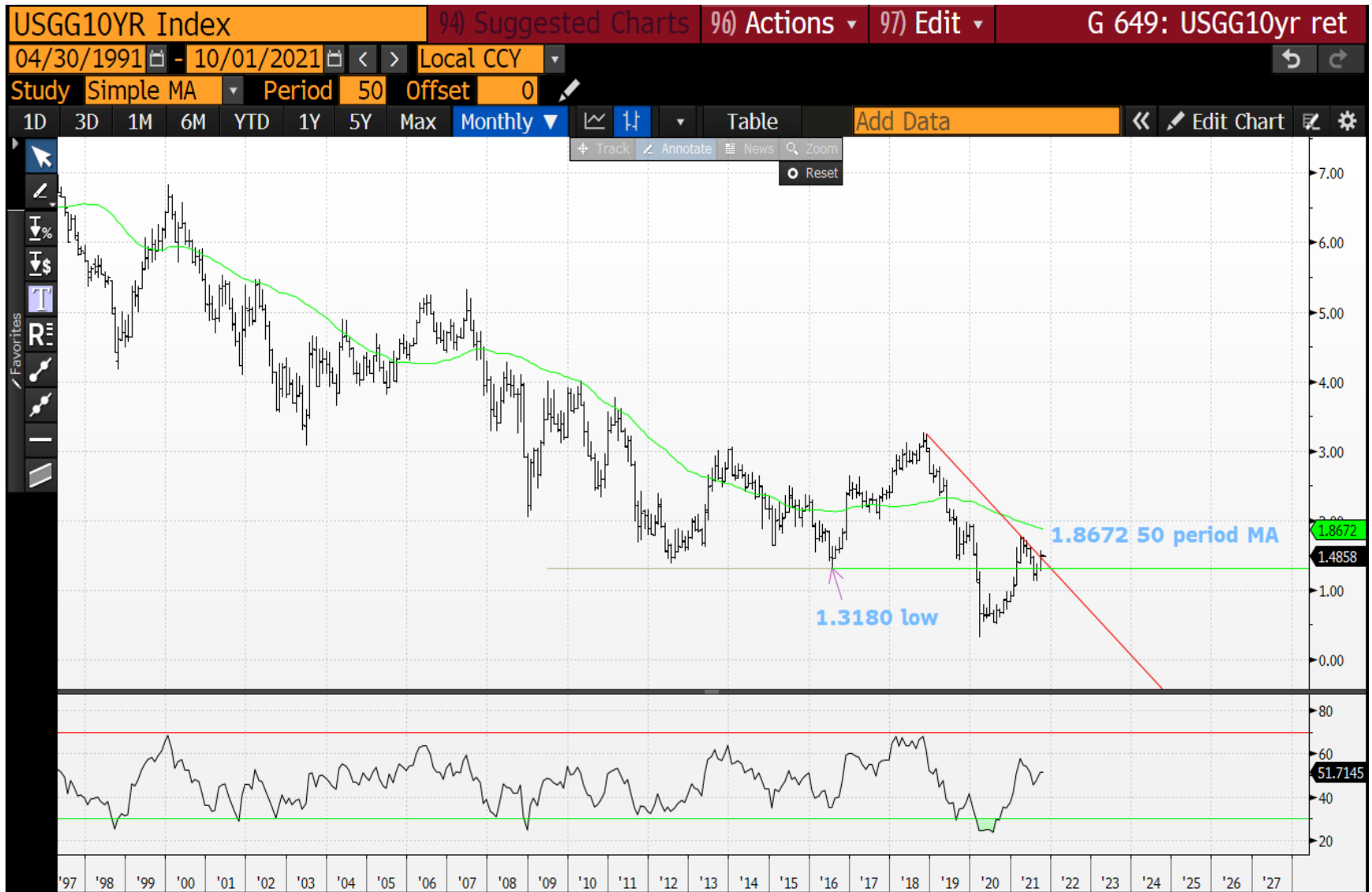
USGG30yr daily : Time to move lower aided by the May 2021 RSI dislocation and rejection of the 200 day moving average 2.0632. We should head lower today and into next week.



US 30yr daily : ALL futures contracts have the same RSI dislocation, i.e. never seen before!



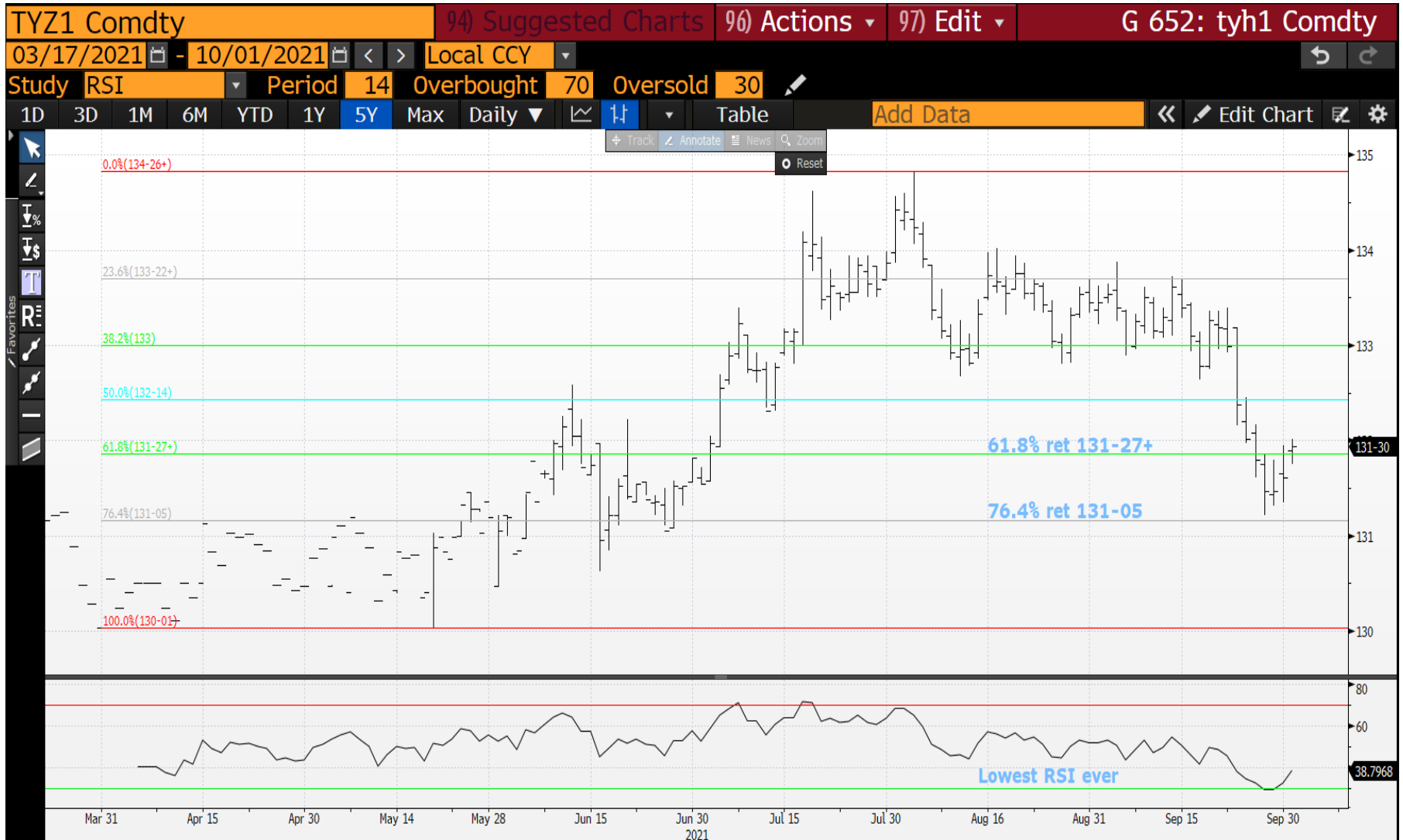
US 10yr yield monthly : A relatively neutral opening and RSI.



US 10yr yield daily : The RSI is the KEY ELEMENT again given it is as high as the previous DROP IN YIELD was initiated! We need to start moving lower immediately to vindicate the RSI.

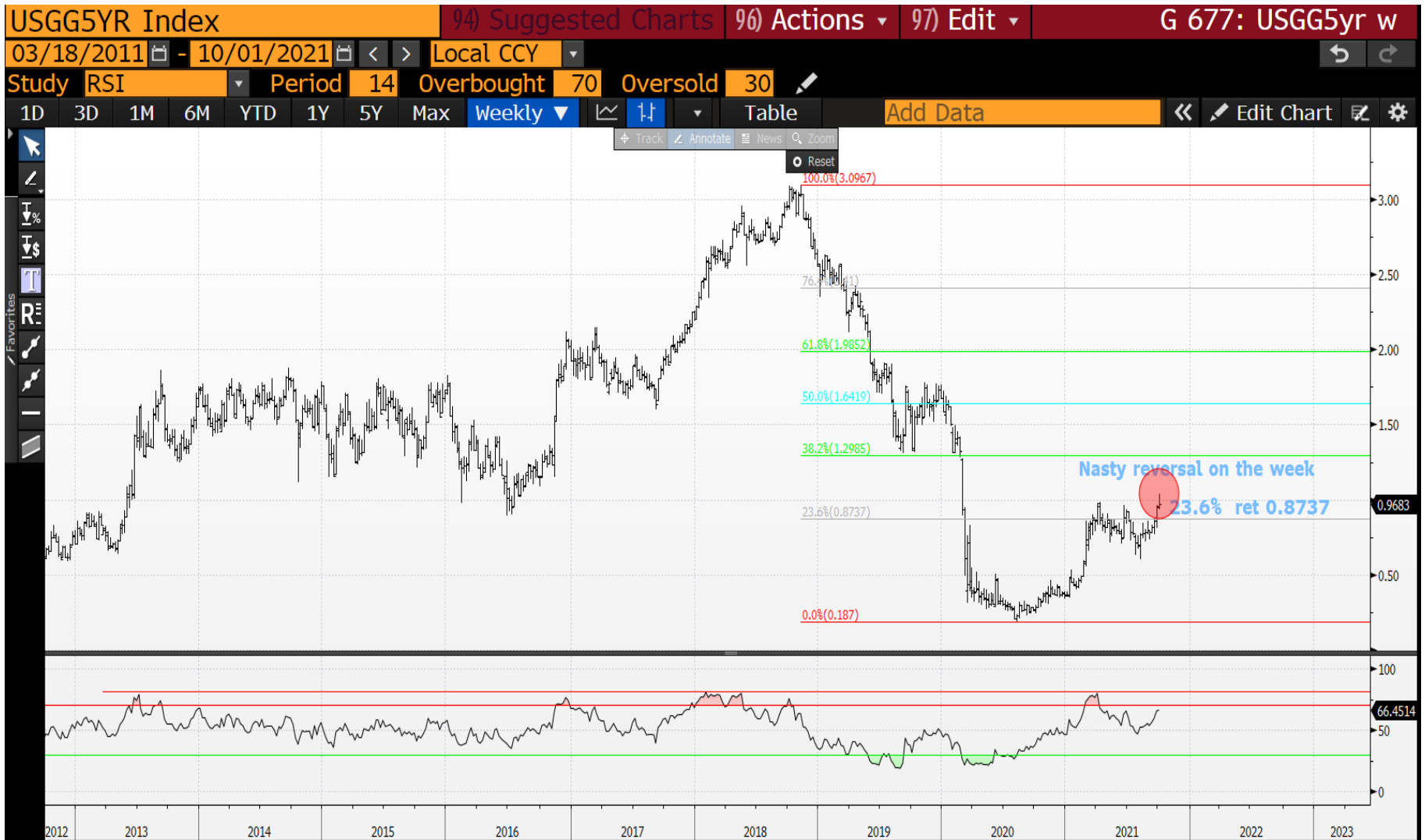


US 10yr daily : Again this RSI dislocation has not been seen before.



01/10/2021

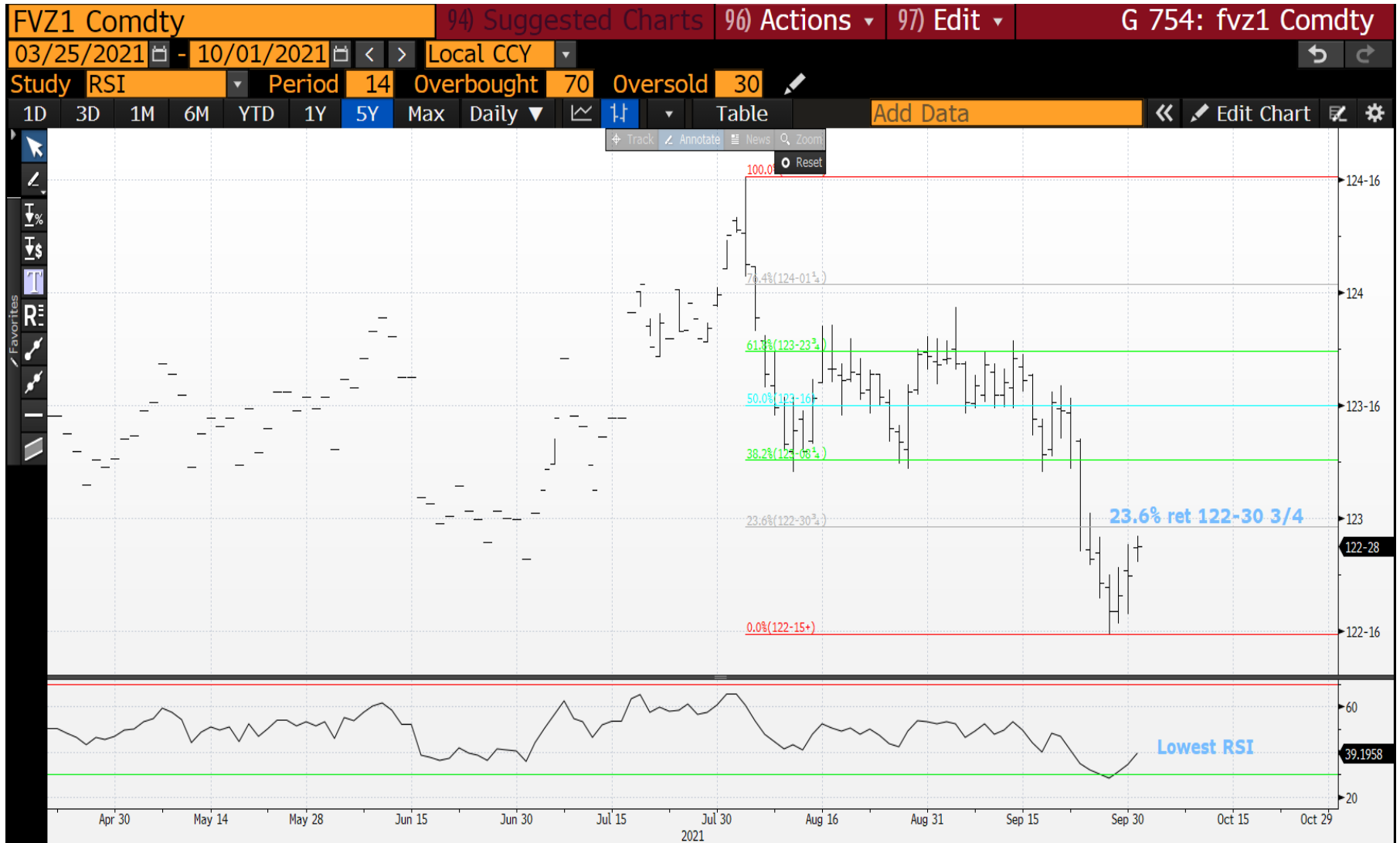
US 5yr yield weekly : A NASTY reversal on the week MIGHT be creating a TOP!



US 5yr yield daily : This is the ONLY daily RSI that is dislocated thus that should aid a move lower in YIELDS AGAIN.



US 5yr daily : The RSI has never been this dislocated.



DBR 46 daily : The RSI remains low and certainly extended enough to bounce from here.



UK 10yr daily : Again Europe is where the pain is, this daily gilt yield chart reflects that in that. The RSI and latest ASCENT are wrong and thus we should see yields STALL.



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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