

US AND CAD CURVES : THIS AREA HAS NOT BEEN A “CLEAR” MOVE LIKE BOND YIELDS, THAT DESPITE RSI DISLOCATIONS, RECENTLY PRICE ACTION HAS BEEN “RANDOM”.

THE US 10-30 HAS HELD THE RECENT LOW, BUT 5-30 CONTINUES TO CONFOUND.

CANADA HAS BEEN A “LITTLE” MORE ORDERLY BUT TRADE CAD 2Y30Y MAYBE TOO CROWDED AS WE APPROACH THE 2000 LOW -56.00. THE RSI IS ALSO FORMING A “DISLOCATION”.

PREVIOUSLY :

THE FOLLOWING CHARTS IMPLY TECHNICALLY A MAJOR STEEPENING BIAS FOR SOME TIME TO COME, THE IMPLICATION IS THAT IT WILL TAKE PLACE OVE THE NEXT FEW MONTHS.

CANADA, THERE IS A LESSER RSI DISLOCATION TO THE US BUT WE ARE HITTING KEY LEVELS.

US102030 Swap monthly : The 20yr has presented opportunities in early 2021 and first quarter of this year BUT currently the RSI is neutral.

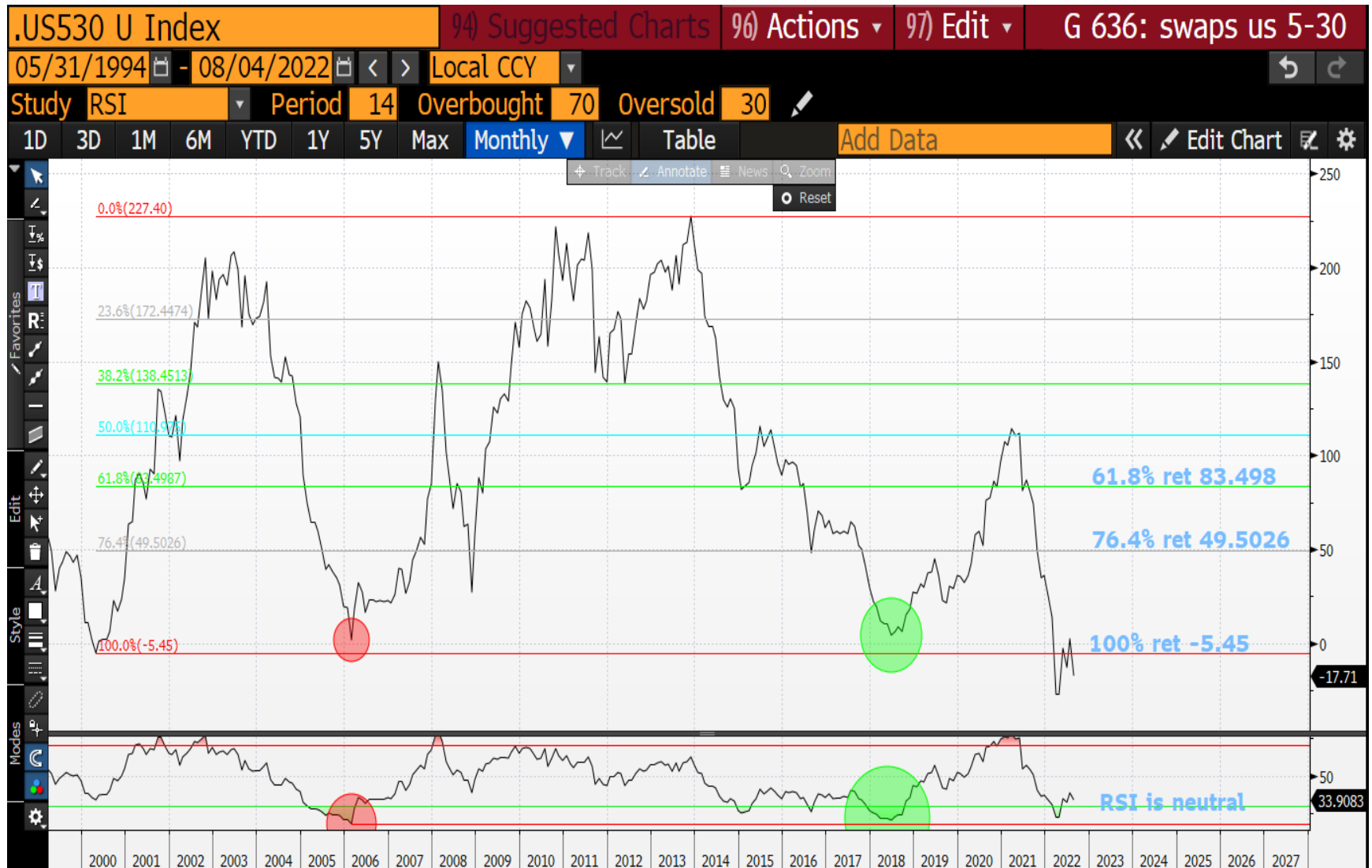


US 5-10 monthly USYC5-10 : The RSI was VERY DISLOCATED but we have made LITTLE use of that except establish a 2022 RANGE sub the 76.4% ret 3.561. We need a break-decision.



04/08/2022

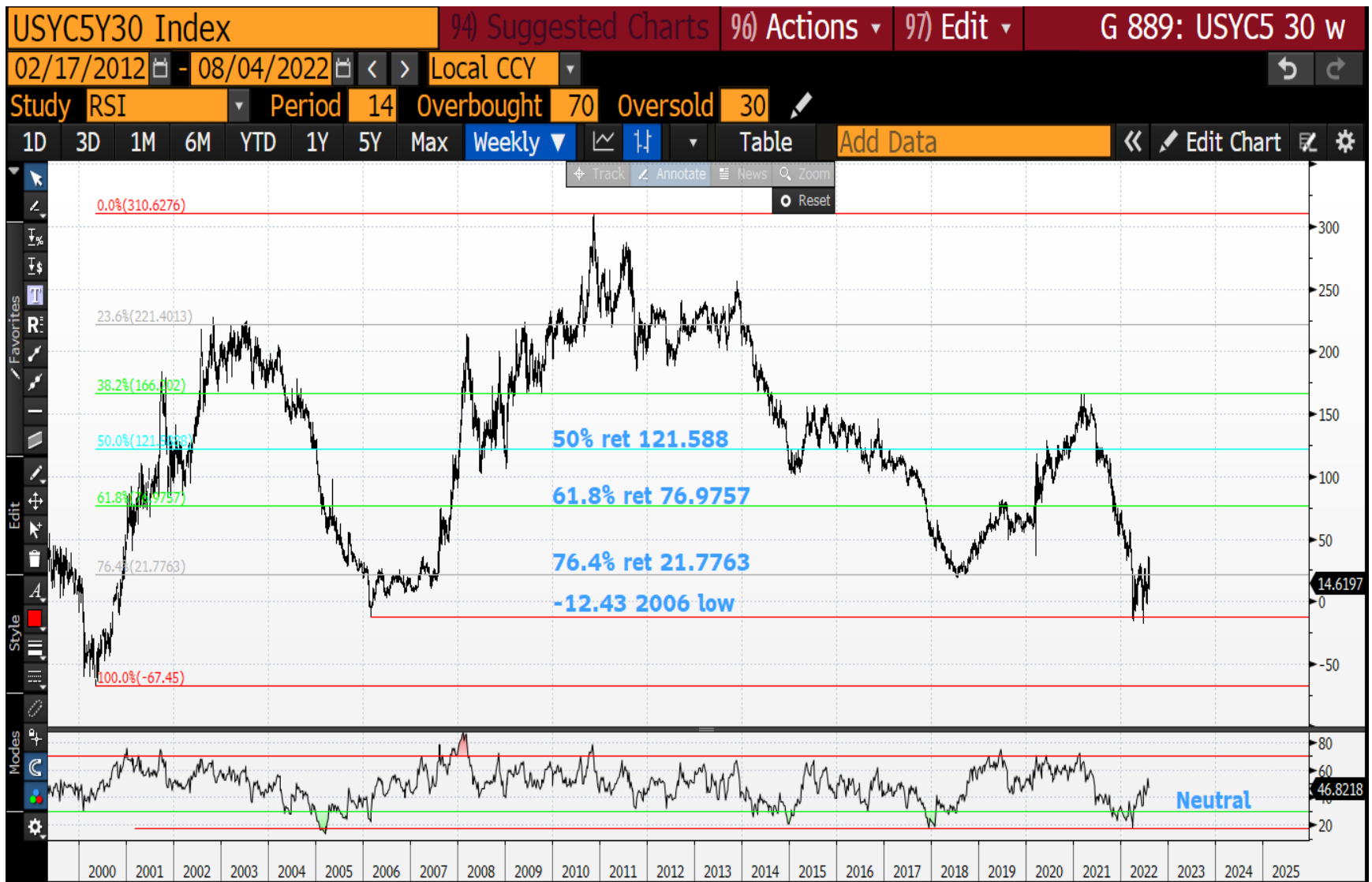
US 5-30 Swap monthly 100 * (USSW30 Curncy - USSW5 Curncy) : One of the many examples of RARE RSI dislocations. Again we have made little use of the RARE dislocation.



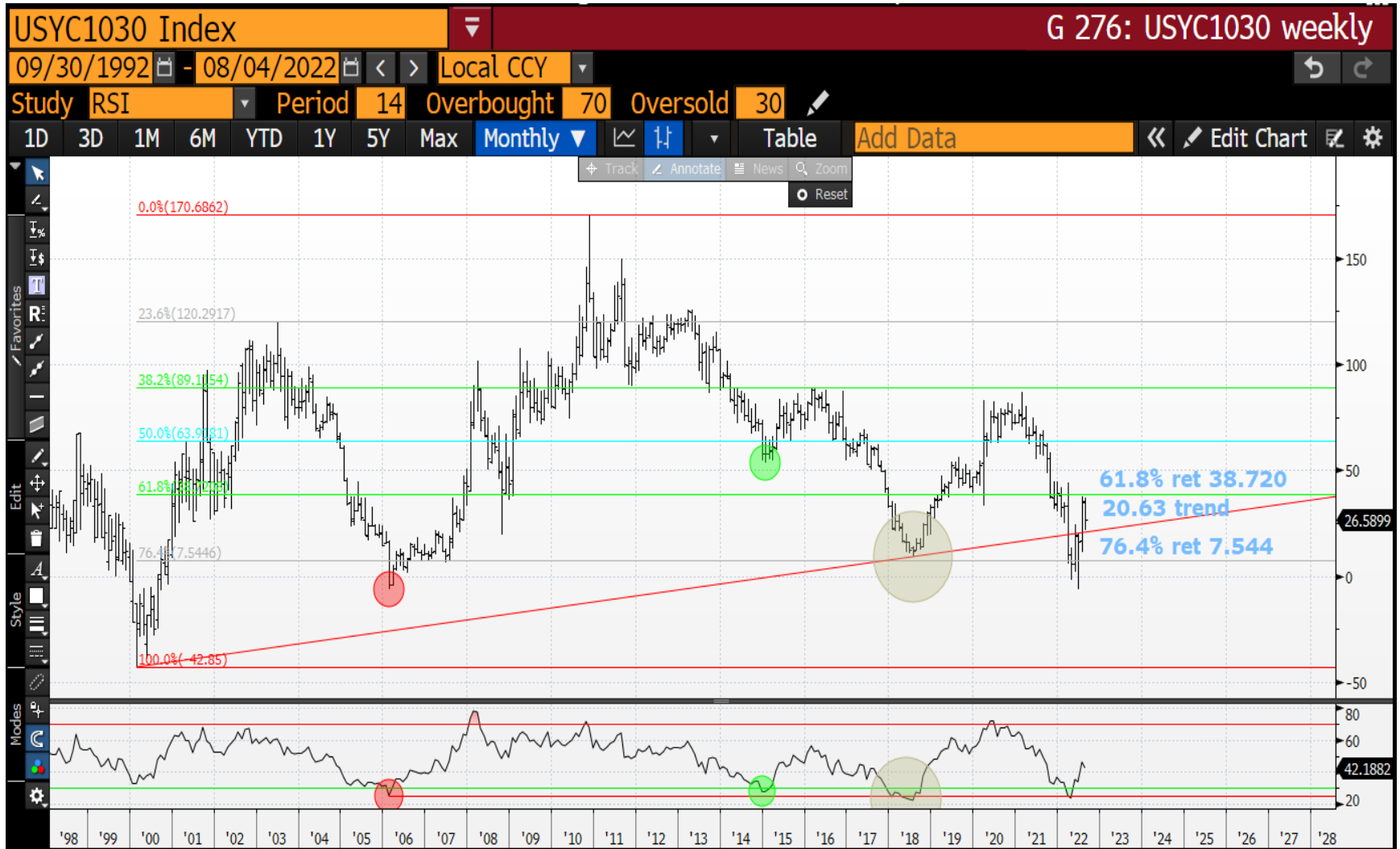
US 5-30 monthly USYC5-30 : Another superb EXAMPLE given the RSI is HOLDING the 2006 , 2015, 2018 LOWS. Ideally we move back above the 76.4% ret 21.7763 and CREATE that LOW, but all a bit of a struggle TECHNICALLY so far. The RSI is now pretty neutral.



US 5-30 weekly : The WEEKLY RSI is off its lows so ideally we need to move back above the 76.4% ret 21.7763 SOON.



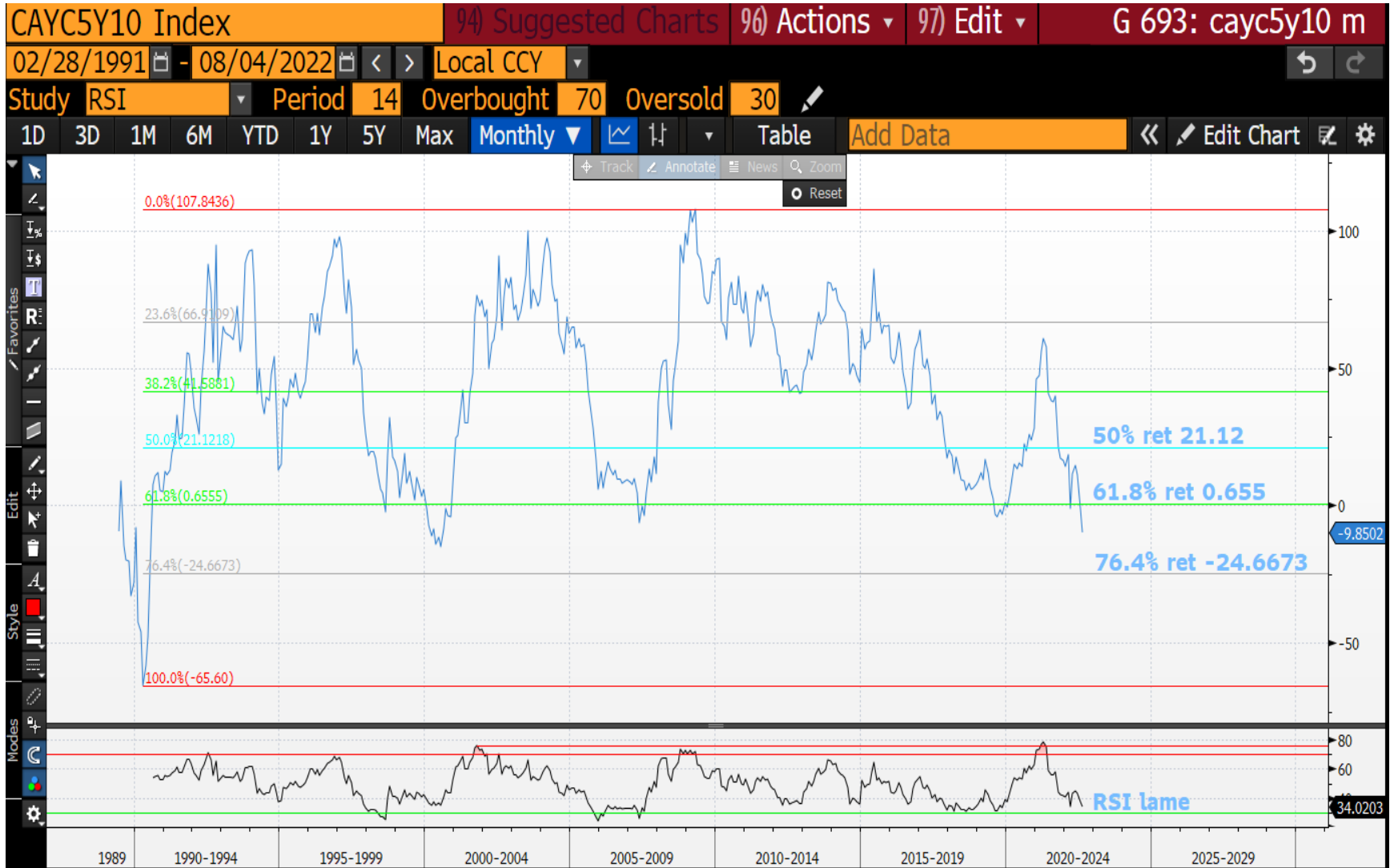
US 10-30 monthly : HISTORICALLY a good chart given we have hit the RSI low matching 2006, 2015 and 2018. This has a better performance and the best example of this HOLDING is to REMAIN above the 20.63 TRENDLINE. This might be a good location for any steepeners.



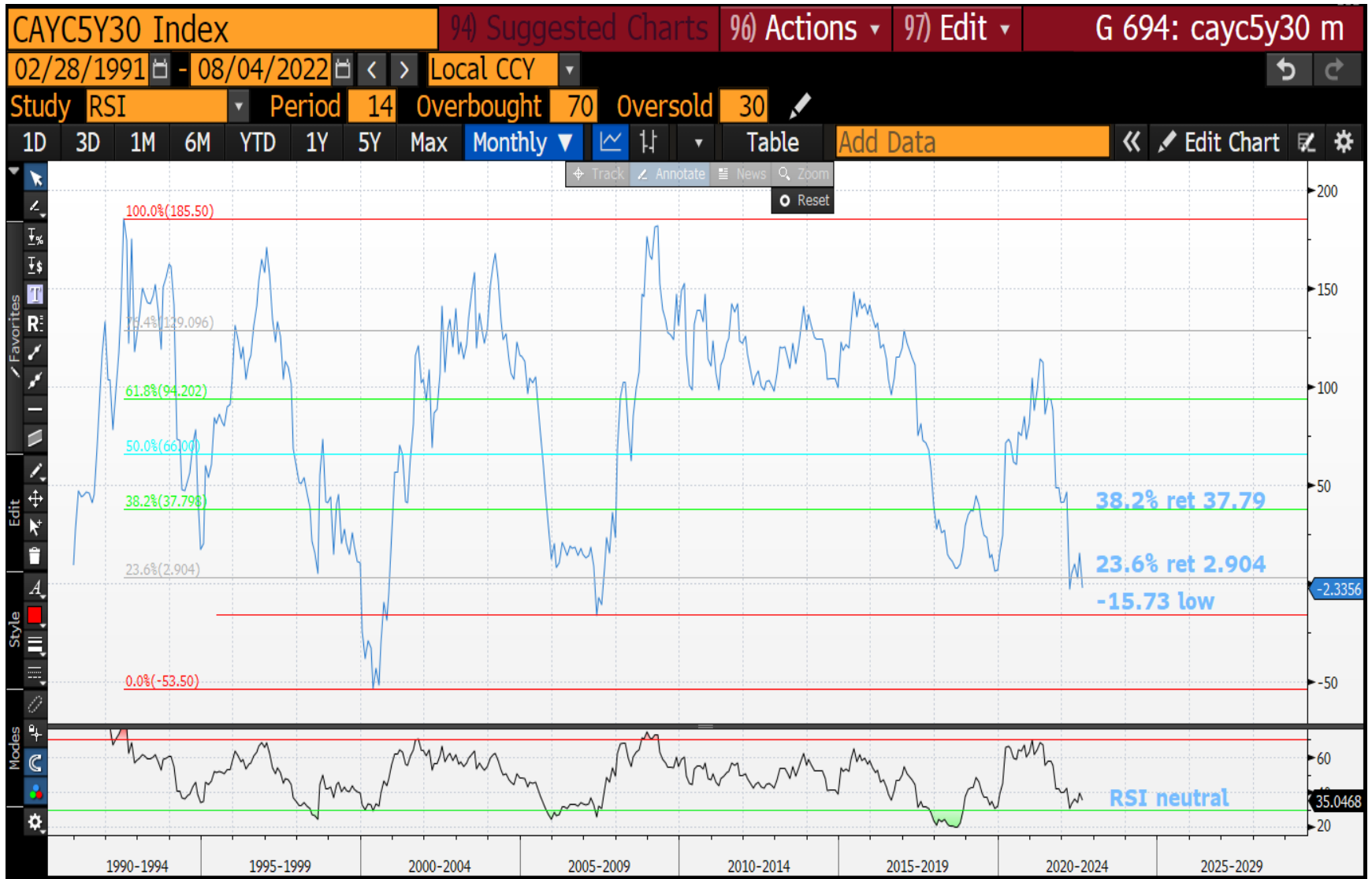
US 10-30 weekly : The RSI has less of a dislocation and is now neutral.



CAD 5-10 monthly : The RSI is off the lows hence there MAYBE a chance to revisit the 76.4% ret -24.6673 BUT not a lot of clarity here.



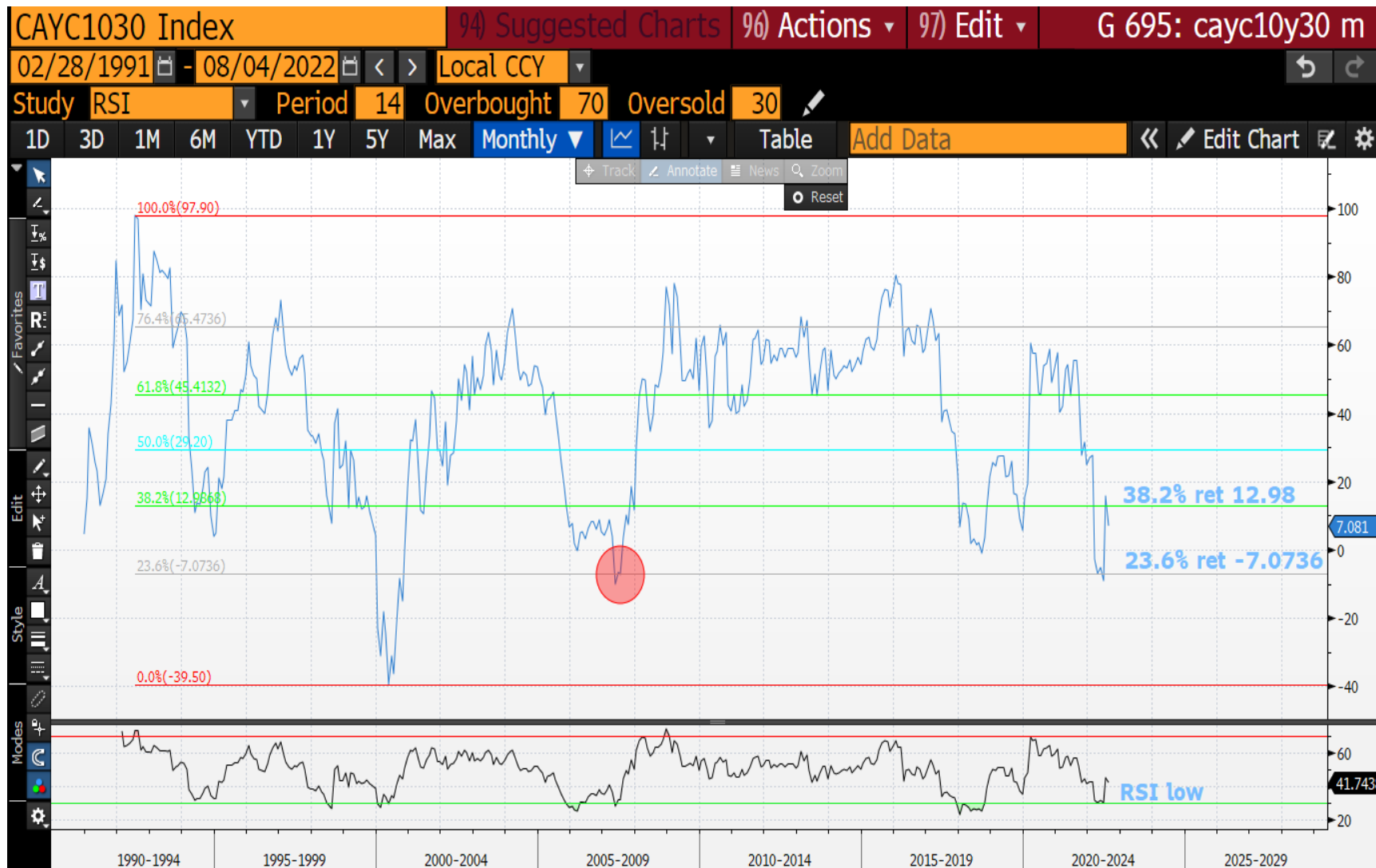
CAD 5-30 monthly : A VERY MIXED scenario here given the RSI and recent price action.



CAD 2-30 monthly : Heard this to be MANY PEOPLES favoured trade in Canada BUT how much flatter can we go given the 2000 low -56.00 is approaching.



CAD 10-30 monthly : The RSI is not as extended as the US but we seem to be trying to HOLD the 23.6% ret -7.0736. The LOW held but more of a RANGE.



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