

BOND UPDATE SPECIAL : THIS COULD BE THE START OF “THE” MAJOR YIELD DROP GIVEN WE ARE NOW POISED TO BREACH THE US 5YR 200 DAY MOVING AVERAGE 0.632. THE OTHER SECTORS OF THE CURVE HAVE MAINTAINED SUB THEIR RESPECTIVE 200 DAY MOVING AVERAGES THUS WE COULD EMUNLATE A “SUSTAINED” YIELD DROP AS PER EARLY 2019!

THE SAME APPLIES TO THE CURVES THEY TOO ARE SUB ALL MAJOR MOVING AVERAGES AND TRENDING FLATTER.

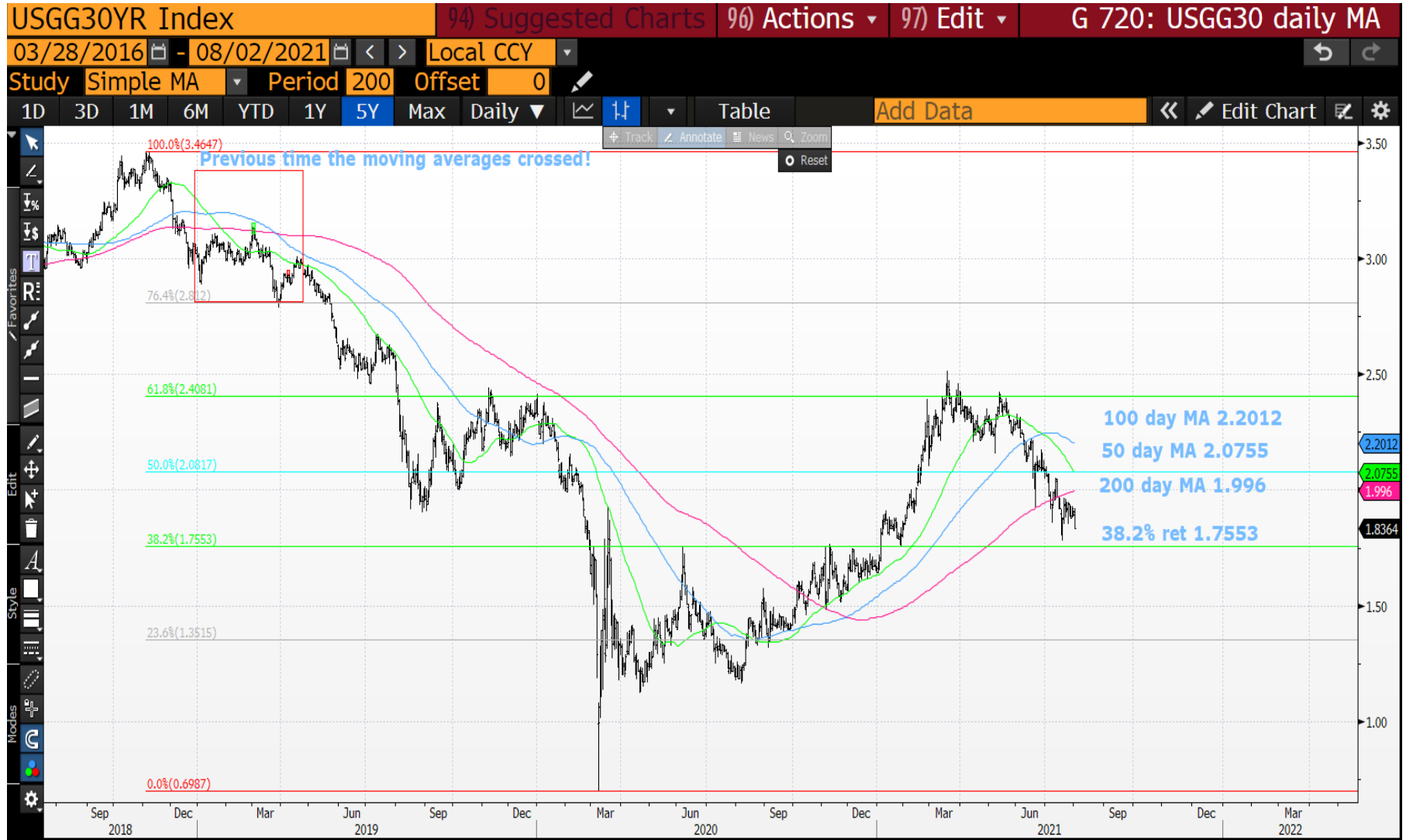
WE HAVE NOW BREACHED THE 200 DAY MOVING AVERAGES ON US 30 AND 10YR SO WE HAVE SIGNALLED THE START OF A VERY VERY “MAJOR” YIELD DROP. THIS IS CERTAINLY SOMETHING WORTH CONTEMPLATING LOOKING AT THE PREVIOUS OCCAISION THIS HAPPENED. WE ARE CLOSE TO REPLICATING 2018-2019 WHERE ALL CROSSED OVER THUS A SIGNIFICANT QUARTER-CLOSE!

THE LAST TIME THE 50-100-200 DAYS CROSSED WAS INITIATED IN EARLY 2019, THAT DROP DID NOT HALT UNTIL THE MOVING AVERAGES RE-CROSSED IN DECEMBER 2020!

USGG30yr monthly : The RSI still has momentum and a new yield low will produce a MAJOR range LOWER for August.



USGG30yr daily : We have remained sub the 200 day moving average 1.996 for some time now and the MAJOR breach will be of the 38.2% ret 1.7553. Sub this will OPEN THE FLOOD gates. Also glancing back at early 2019 promotes a sustained PERIOD.



US 10yr yield monthly : The RSI remains useful and whilst sub the previous low 1.3180 all remains negative.



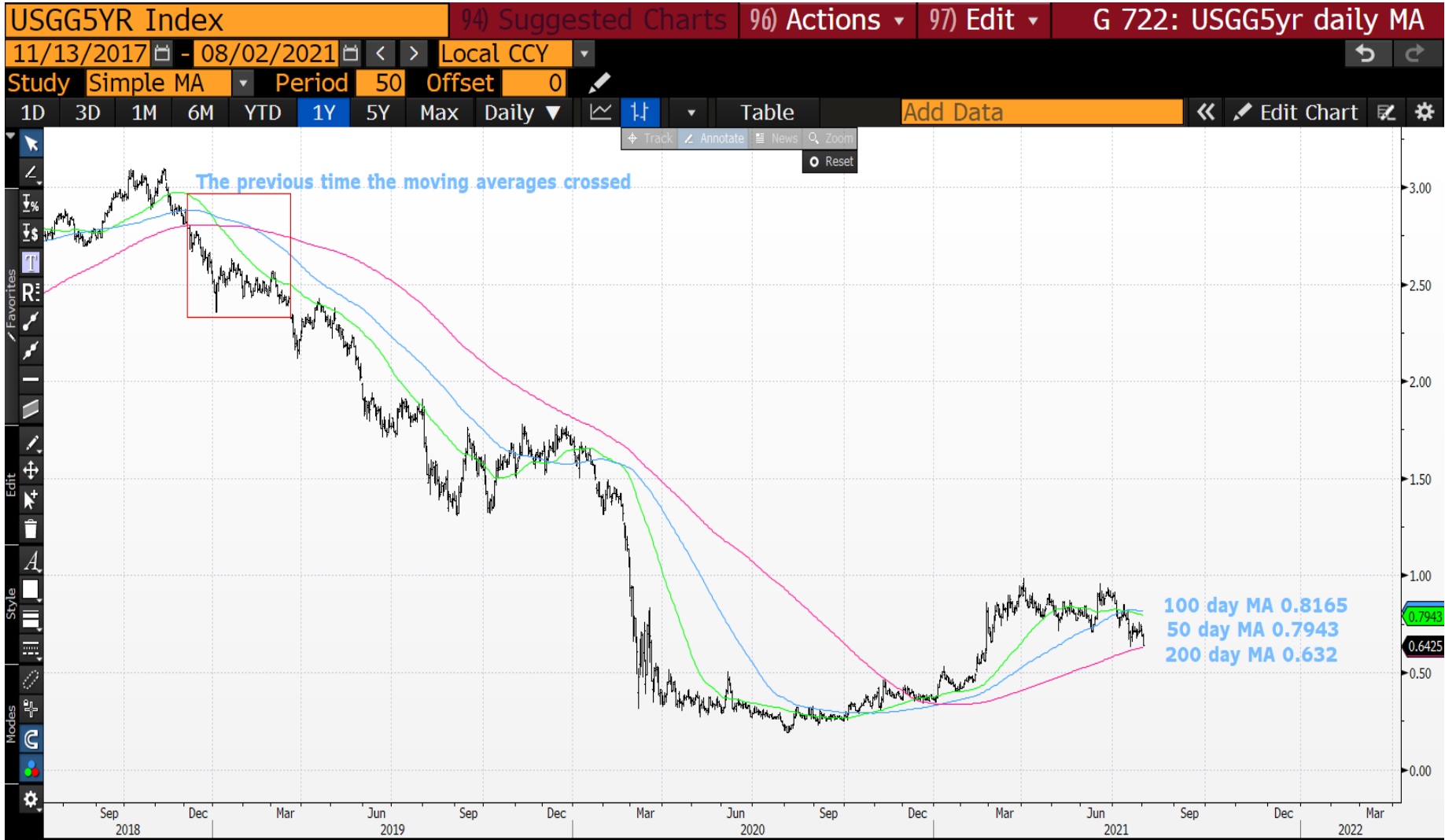
US 10yr yield daily : We have FAILED the 200 day moving average 1.2785 and poised to head a lot lower if 1.126 recent low is BREACHED.



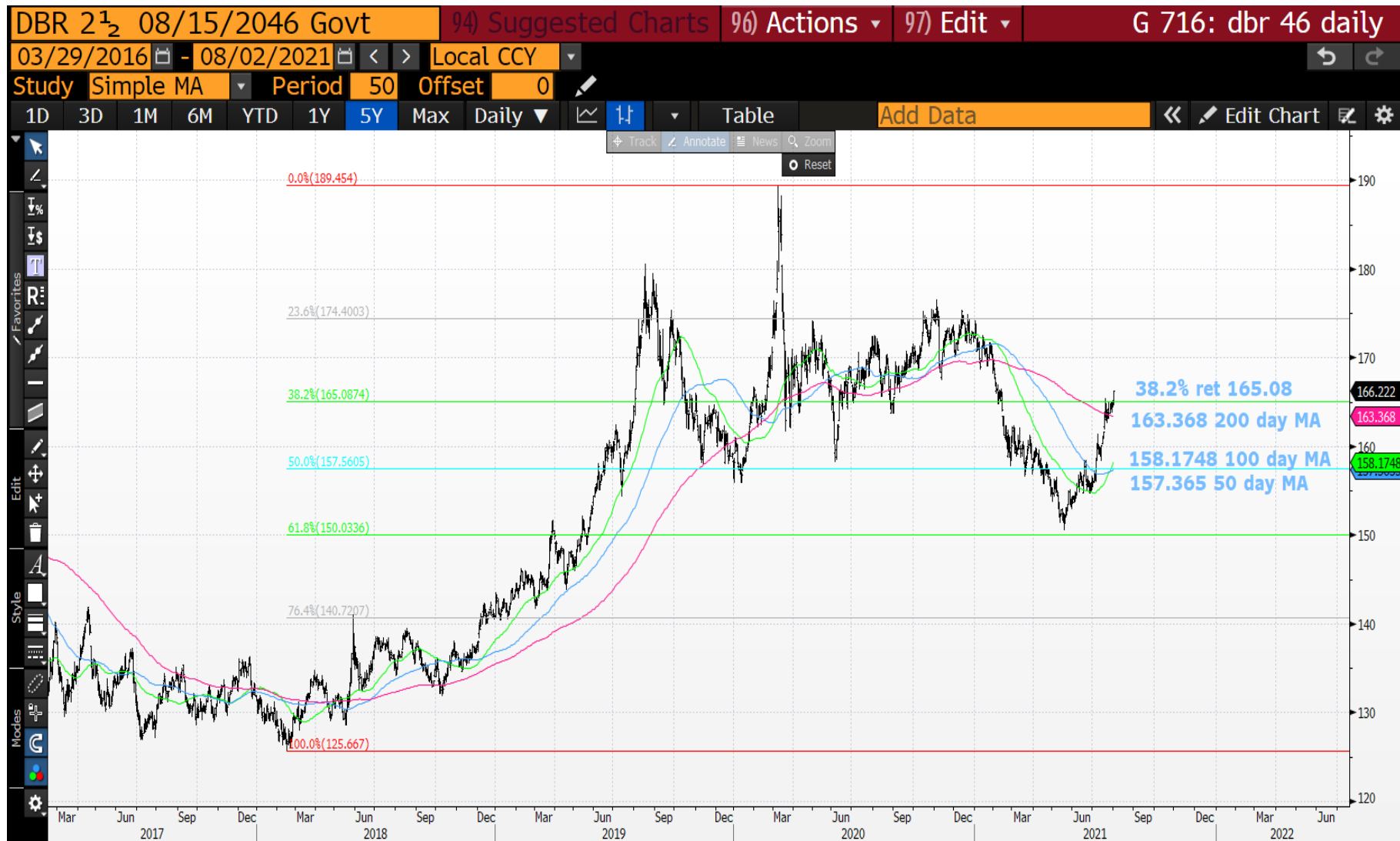
US 5yr yield monthly : Much less of an RSI dislocation so lets see what venom it has.



US 5yr yield daily : This is the KEY FOCUS, SHOULD we breach the 200 day moving average 0.632 then its FREE FALL TIME.



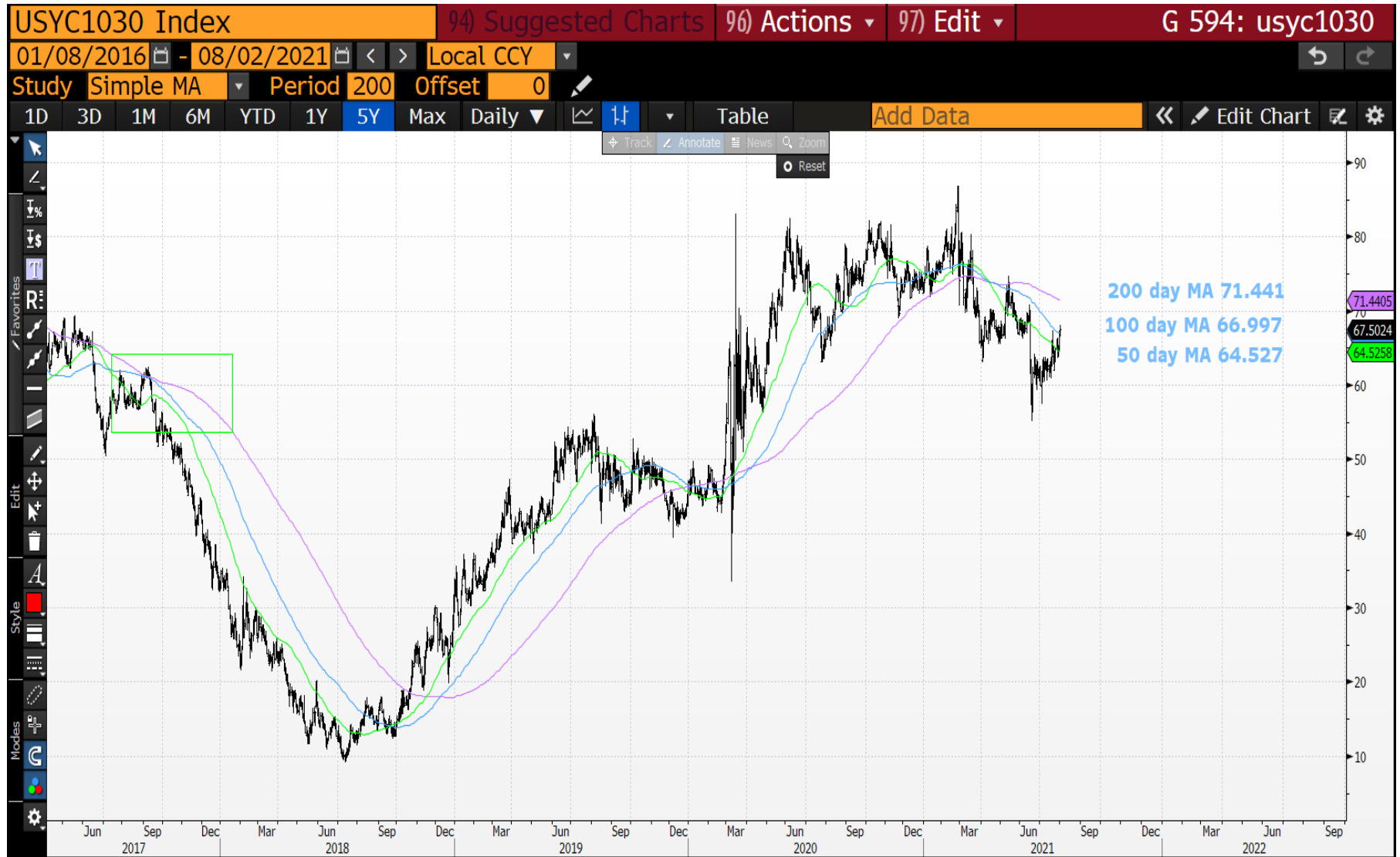
DBR 46 daily : Germany has now breached the multi year 38.2% ret 165.08 and ABOVE ALL moving averages.



US 5-30 curve daily : Curve flattening has run ALONGSIDE the yield drop and as can be seen this is SUB ALL moving averages. A breach of the multiyear 38.2 % ret 109.395 will help a lot.



US 10-30 curve daily : This has been less responsive to the yield drop but still has SIZEABLE resistance from the various moving averages.



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