

US, CAD AND UK CURVES : TECHNICALLY CURVE STEEPENING REMAINS “ON THE CARDS” AND CERTAINLY MANY 2-30 CURVES OFFERING HISTORICAL DISLOCATION OPPORTUNITIES. IS THERE TOO MUCH BUILT INTO THE FRONTENDS? CANADA SHOULD HIGHLIGHT THAT TODAY GIVEN IT HAS HELD ITS 2000 LOW-56.00!

UK CURVES HAVE “LESS” OF A TECHNICAL HISTORICAL DISLOCATION, THE 2-30 CHART HAS A CREDIBLE DISLOCATION, BUT THE UK 2-5 IS MORE PRONOUNCED.

US CURVES CONTINUE TO “TREAD WATER” WITH VERY SIDEWAYS PERFORMANCE AT THESE DISLOCATED LOWS.

CANADA ON THE OTHER HAND HAS A FEW DISCIPLINED LEVELS OF SUPPORT.

****ONE THING TO NOTE WITH CANADA IS THAT IT ALWAYS SEEMS TO TRADE VERY TECHNICALLY ESPECIALLY AS IT GENERALLY GRAVITATES TO RETRACEMENT LEVELS AND PREVIOUS LOWS ETC.****

SO A KEY DAY AND RATE DECISION TO WATCH.

PREVIOUSLY :

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”.

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

US102030 Swap monthly : A VERY NEUTRAL situation here given the RSI so little to say or do with the 20yr part of the curve. Nothing exciting about this chart.



US 2-30 monthly : A very nice HISTORICAL chart that RARELY do we REMAIN this dislocated over time. On the previous occasions 2000,2006 and 2018 WE STEEPENED dramatically. Is this a ONCE IN A LIFE TIME OPORTUNITY?



07/09/2022

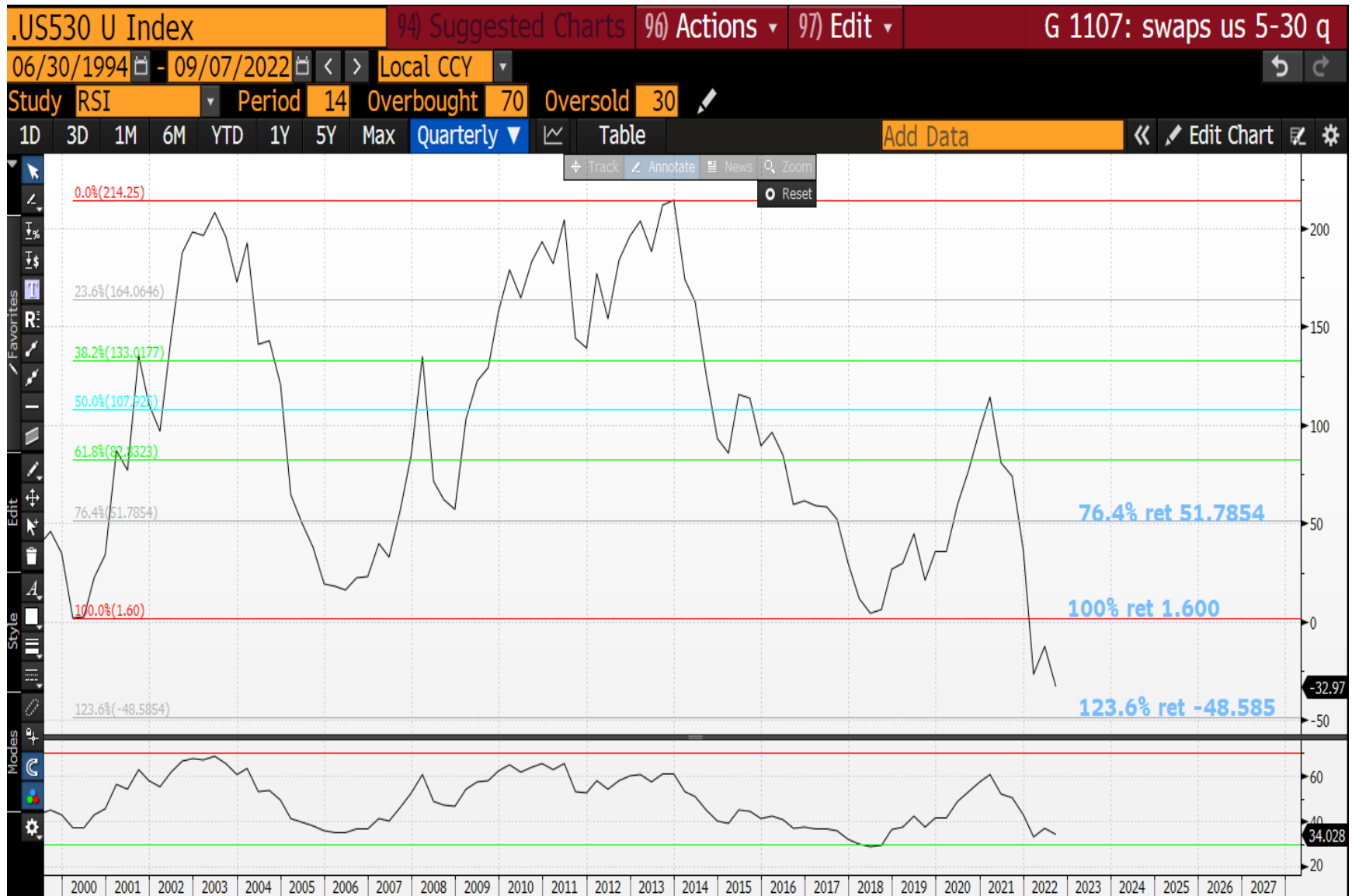
US 5-10 quarterly USYC5-10 : Have used the quarterly chart to see if it offers any extra help in terms of the recent sideways performance. Although the RSI is low it isn't historically dislocated BUT worth noting when and where we close the quarter.



US 5-10 monthly USYC5-10 : If the low last month is real then it could be a good BASE-LOW to assist a steepening. The RSI will help and a BASE is tentatively in.



US 5-30 Swap quarterly 100 * (USSW30 Curncy - USSW5 Curncy) : Again the quarterly has little to ADD as the RSI is not dislocated.



07/09/2022

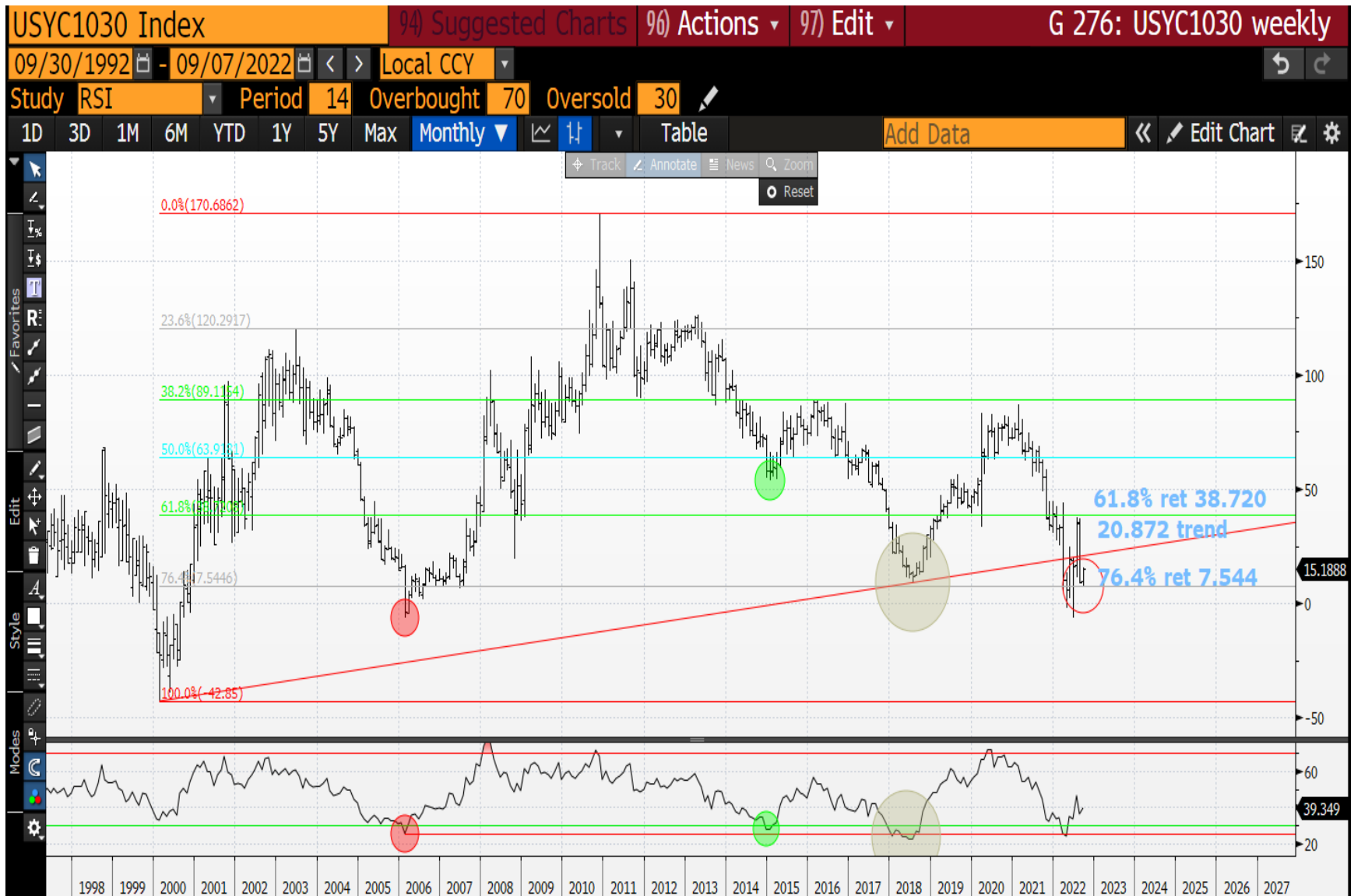
US 5-30 Swap monthly 100 * (USSW30 Curncy - USSW5 Curncy) : Another MIXED RSI BUT HOLDING and the current price is not "AT" any retracement of note.



US 5-30 monthly USYC5-30 : A POSSIBLE BASE but the recent SIDE WAYS price action has diffused the VENOM of the RSI.



US 10-30 monthly : Again a very sideways and EMOTIONAL period. The only positive is we are holding the 76.4% ret 7.544 so MAYBE the next BASE.



07/09/2022

US 10-30 weekly : The RSI is now neutral but holding the 0.0% ret 9.1156.



CAD 2-30 monthly : Heard this to be MANY PEOPLES favoured trade in Canada BUT how much flatter can we go. We are now at the 2000 low -56.00 and the RSI has a REASONABLE dislocation so one to watch today. If we HOLD and STEEPEN then this will definitely be a ONCE in a lifetime opportunity.



CAD 5-10 monthly : The RSI is LOWISH as we hit the 2000 low -15.1747. Key day to see if we STEEPEN from here, technically it would be great if we do.



CAD 5-30 monthly : The RSI is BUMPING along the lows but no levels of note, thus not the target curve play.



UK 2-30 monthly : Nothing like the previous charts given the HISTORICAL reach isn't the same. That said the 61.8% ret 14.083 should help.



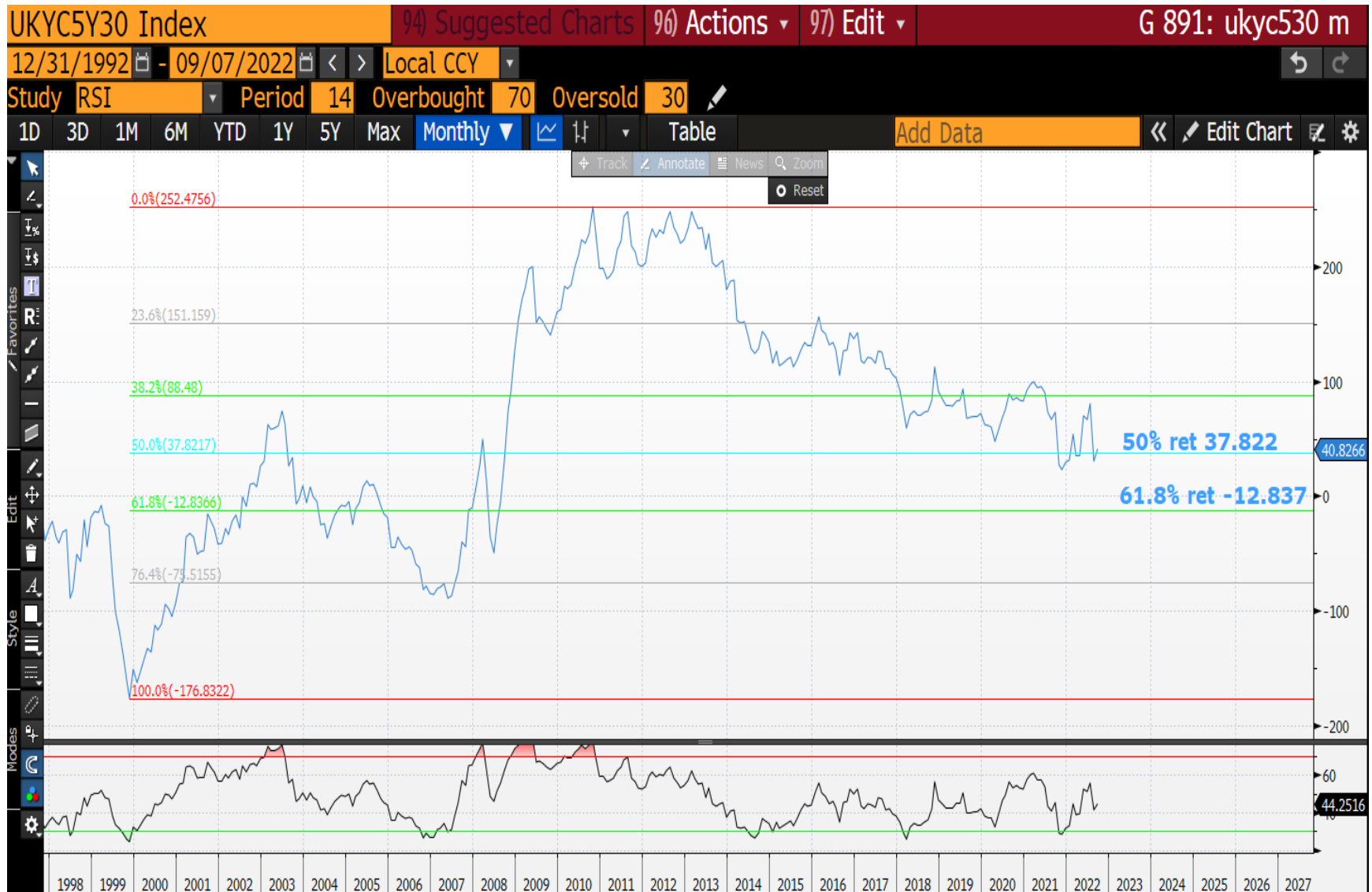
UK 2-5 monthly : Possibly the BETTER opportunity given the previous low hit and RSI
dislocation is greater.



UK 2-10 monthly : The RSI is not as extended as the previous chart BUT we are hitting the 76.4% ret 15.599.



UK 5-30 monthly : Very little here location wise and RSI.



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