

# Weekly 10-year Bond Yields Charts

## Newsletter

February 26, 2018

The Weekly Bond Yields Charts Newsletter provides Cornelius Luca's trade ideas, model signals, and absolute charts

© 2018 Luca Global Markets, LLC. All rights reserved. This content is provided as general information only and does not constitute investment advice or a representation that any investment, security or other product is suitable for any person. This content reflects the opinions only of the author and cannot be interpreted as advice.

This content is the intellectual property of Cornelius Luca. Any copying, distribution or redistribution of this content is expressly prohibited without the prior written consent of Cornelius Luca.

Cornelius Luca shall not be liable for any errors in the content, or for any actions taken in reliance thereon.

# Trade Idea

- Short US bond yield *while below* the 5-day exponential moving average
- Short German bund yield *while below* the 5-day exponential moving average

# 10-year Treasury Yields Models Daily & Weekly

<i>10-Year Yield</i>	<i>Daily Model</i>	since	Daily Bias (> or < 21-day EMA)	Daily Risk	<i>Weekly Model</i>	since	Weekly Bias (> or < 21-week EMA)	Weekly Risk
US	S	23-Feb	slightly bullish	slightly bearish	S	26-Feb	bullish	slightly bearish
Germany	S	21-Feb	slightly bearish	slightly bearish	S	16-Feb	bullish	slightly bearish
UK	S	20-Feb	slightly bearish	slightly bearish	S	22-Feb	bullish	slightly bearish
Canada	S	22-Feb	slightly bearish	slightly bearish	S	16-Feb	slightly bullish	slightly bearish
Italy	S	26-Feb	slightly bullish	slightly bearish	L	22-Feb	slightly bullish	slightly bullish
Spain	S	26-Feb	slightly bullish	slightly bearish	L	22-Feb	slightly bullish	slightly bullish

Source: Proprietary Luca Global Markets, LLC Model

# US 10-year Treasury Yield

## Comment:

### Short US bond yield while below the 5-day EMA

- The US 10-year Treasury yield seems to have peaked at an over 4-year high
  - It slipped below its 5-day EMA
  - A break below the 21-day EMA would encourage liquidation of the highly speculative longs (the overblown 3%!!!)
  - Immediate support: 2.8173
  - Further support: 2.7860, 2.6480 & 2.4050
  - Initial resistance: 2.8830
  - Further resistance: 2.9570 & 3.0410
- Fast stochastics: bearish

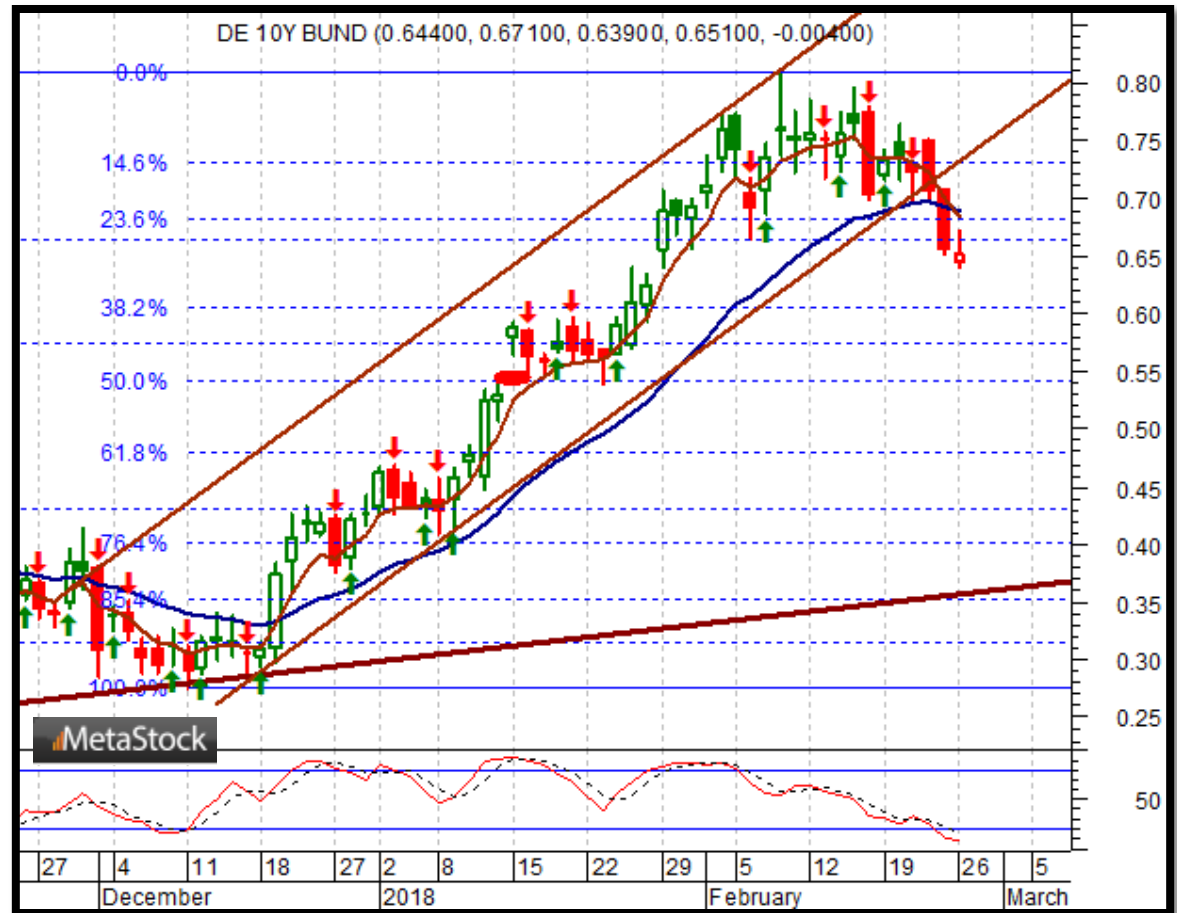


# 10-Year Bond Yield Trade Idea

## Comment:

### Short German bund yield while below the 5-day EMA

- The 10-year German bund yield finally collapsed from its 3 1/3-year peak and closed a gap (last week the uptrend showed signs of exhaustion)
- It sank below both its 5- & 21-day EMAs
- Immediate support: .5930
- Further support: .5390
- Initial resistance:.6893
- Further resistance: .7640 & .8080
- Fast stochastics: bearish



# How to Use the Heat Map

Bias: If the Candle > 21-period EMA = bullish  
 If the Candle < 21-period EMA = bearish  
 If the Candle around 21-period EMA = sideways

Long or Short

Since when

Risk: Bullish or Bearish  
 Candle as of Monday am EST

	Commodities	Daily Model	since	Daily Bias (> or < 21-day EMA)	Daily Risk	Weekly Model	since	Weekly Bias (> or < 21-day EMA)	Weekly Risk
Energy	Crude (CLc1)	S	27-Apr	bullish	slightly bullish	L	23-Mar	slightly bearish	slightly bullish
	Brent (LCOc1)	L	21-Apr	slightly bullish	slightly bullish	L	6-Apr	slightly bearish	slightly bullish
	Natural gas (NGc1)	S	23-Apr	bearish	bearish	S	20-Apr	bearish	slightly bearish
	Palm oil (FCPOc1)	L	24-Apr	sideways	neutral	S	20-Apr	slightly bearish	slightly bearish
Metals	Gold (GCc1)	S	24-Apr	bearish	bearish	S	20-Mar	slightly bearish	slightly bearish
	Silver (SIc1)	S	22-Apr	bearish	bearish	S	24-Apr	bearish	bearish
	Platinum (PLc1)	S	20-Apr	bearish	bearish	S	20-Mar	bearish	slightly bullish
	Copper (HGc1)	L	24-Apr	slightly bearish	slightly bullish	S	24-Apr	slightly bearish	slightly bearish
Softs	Coffee (KCN5)	L	24-Apr	sideways	neutral	L	24-Apr	slightly bullish	slightly bullish
	Cocoa (LCCN5)	L	23-Apr	bullish	bullish	L	13-Apr	bullish	bullish
	Soy meal (SMN5)	S	24-Apr	bearish	slightly bearish	S	24-Apr	bearish	slightly bearish
	Wheat (WN5)	S	24-Apr	bearish	slightly bearish	S	24-Apr	bearish	bearish
	Corn (CN5)	S	20-Apr	bearish	bearish	S	6-Apr	bearish	bearish

Source: Proprietary Luca Global Markets, LLC Model

L = long  
 S = short