

Weekly 10-year Bond Yields Charts

Newsletter

May 29, 2018

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

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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

| 10-Year Yield | Daily Model | since | Daily Bias (> or < 21-day EMA) | Daily Risk | Weekly Model | since | Weekly Bias (> or < 21-week EMA) | Weekly Risk |
|----------------------|--------------------|--------------|---|-------------------|---------------------|--------------|---|--------------------|
| US | S | 18-May | bearish | bearish | S | 18-May | sideways | neutral |
| Germany | S | 18-May | bearish | bearish | S | 18-May | bearish | bearish |
| UK | S | 23-May | bearish | bearish | S | 23-May | bearish | bearish |
| Canada | S | 23-May | bearish | bearish | S | 23-May | slightly bearish | slightly bearish |
| Italy | L | 14-May | bullish | bullish | L | 5-May | bullish | bullish |
| Spain | L | 25-May | bullish | bullish | L | 14-May | bullish | 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 crashed from its 7-year top & gapped down to a 6-week low
- It broke the trendline rising since September & the 3% level is well above
- The yield is trading well below both its 5- & 21-day EMAs
- Immediate support: 2.7550
- Further support: 2.7170, 2.6480 & 2.4050
- Initial resistance: 2.9220
- Further resistance: 3.0000
- Fast stochastics: bearish



G7 10-Year Bond Yield Trade Idea

Comment:

Short German bund yield while below the 5-day EMA

- The bund yield tanked to a 13-month low amid Italy & Spain's woes
- It nearly reached the target of a bearish flag
- It trades well below its 5- & 21-day EMAs, so it's oversold
- Immediate support: 0.1920
- Further support: .1620 & .1530
- Initial resistance: .3760
- Further resistance: .5180 & .6500
- 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