

Weekly 10-year Bond Yields Charts

Newsletter

January 16, 2018

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

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Trade Idea

- Long US bond yield *while above* the 5-day exponential moving average
- Long German bund yield *while above* 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	L	12-Jan	bullish	slightly bullish	L	5-Jan	slightly bullish	slightly bullish
Germany	S	16-Jan	bullish	slightly bearish	L	22-Dec	bullish	slightly bullish
UK	S	15-Jan	slightly bullish	slightly bearish	L	5-Jan	slightly bullish	slightly bullish
Canada	L	12-Jan	bullish	slightly bullish	L	18-Dec	bullish	slightly bullish
Italy	S	12-Jan	sideways	neutral	S	16-Jan	sideways	neutral
Spain	S	3-Jan	sideways	neutral	S	5-Jan	sideways	neutral

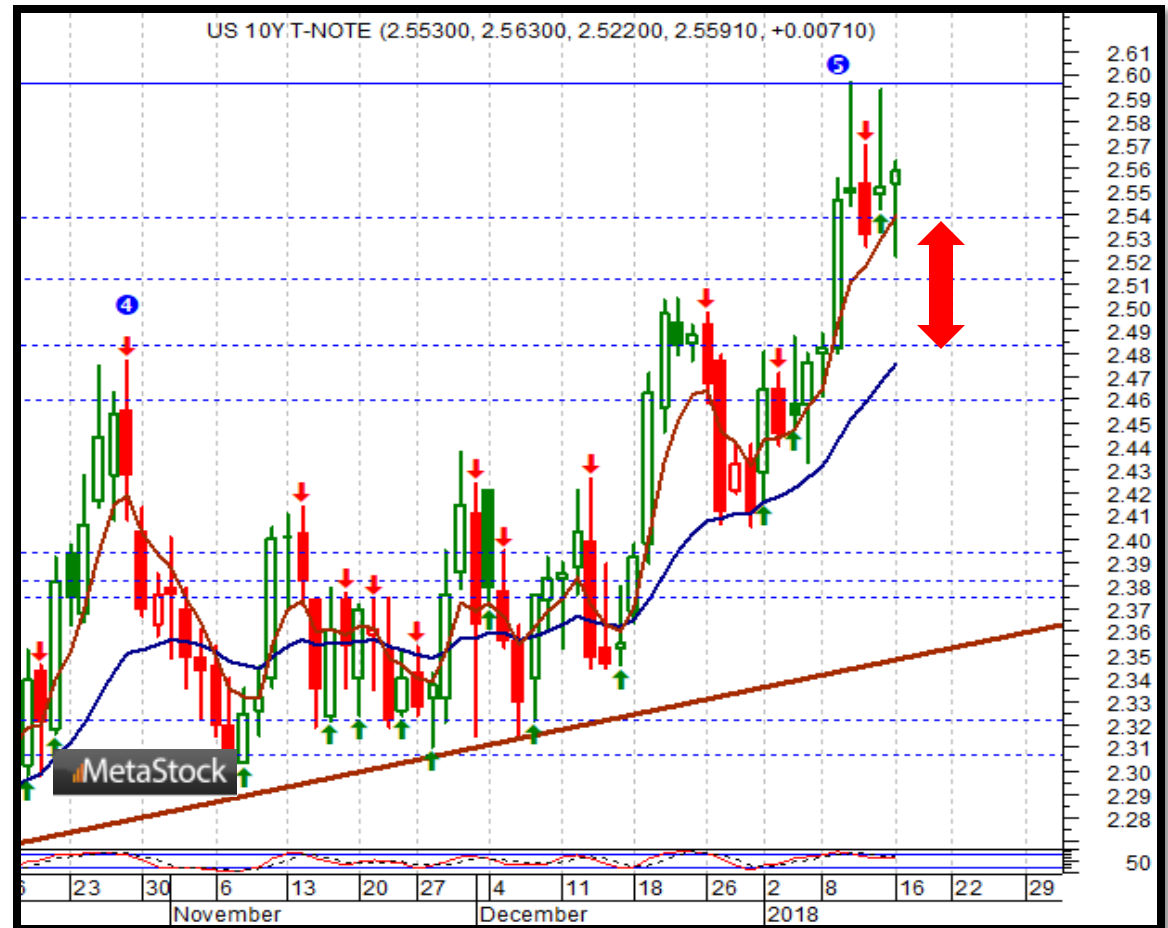
Source: Proprietary Luca Global Markets, LLC Model

US 10-year Treasury Yield

Comment:

Long US bond yield while above the 5-day EMA

- The US 10-year Treasury yield has been consolidating near a 10-month high and it shows budding signs of stress
- It trades above both its 5- & 21-day EMAs
- It's overbought, but only a break below the 5-day EMA would suggest long liquidation
- Initial resistance: 2.5970
- Further resistance: 2.6410
- Immediate support: 2.5220
- Further support: 2.4750, 2.4050 & 2.3040
- Fast stochastics: slightly bearish



10-Year Bond Yield Trade Idea

Comment:

Long German bund yield while above the 5-day EMA

- The 10-year Bund broke aggressively from a medium-term symmetrical triangle on its way to a 6-month high
 - The slide on 1/16 failed to close the gap
 - It trades above both its 5- & 21-day EMAs
 - Initial resistance: .5940
 - Further resistance: .6430
 - Immediate support: .5430
 - Further support: .4535 & .4090
- Fast stochastics: bullish



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