

date 14/04/2013

Previous days notes

strength in periph weighed on bunds yesterday. 10yr posted significant loss getting below 142.00. curve steepened quite a bit off of this, 2s10s saw an impressive rally powering above both 20 and 60 MA's on my daily chart. 5s10s however spent the morning flattening as bobl got sold off as hard as bunds, it wasnt until the afternoon that we saw a turn around which more than made up for the am. Pre UK inflation report saw stop selling of gilts which also dragged bunds lower. U.S. data Advanced Retail Sales (Jan) +0.1% versus +0.1% expected, previous +0.5% Retail Sales Ex. Auto (Jan) +0.2% versus +0.1% expected, previous +0.3%. I anticipate a small pull back of yesterdays action but the short term trend likely to stay unless something negative pops out of the woodwork unexpectedly.

spread ratio  
2s5s 2.5-1  
2s10s 5-1  
5s10s 2-1

day 60 MA	day 20 MA	30 min mmntm	30min spprt #3	30min spprt #2	30min spprt #1	prev lo	prev close	prev hi	30min resist #1	30 min resist #2	30 min resist #3
149.80	149.83	up	149.60	149.75	149.85	149.67	149.77	149.82	150.02	150.17	150.17
409.37	409.17	up	409.17	409.37	409.55	409.17	409.41	409.55	409.97	410.02	410.40
109.78	109.51	up	109.80	109.88	109.94	109.78	109.86	109.95	110.06	110.25	110.35

market impacting events

- 7am german GDP
- 7:45 France NFP,
- 9am ECB monthly report, 1
- 10am EUR GDP.
- 1:30pm US initial jobless, continuing claims.
- No € issuance, but UK 5 year Gilt auction £0.75b and \$16b US 30yr.

