



Third Party Research

August 23, 2018

Notes From The Rabbit Hole

eResearch Corporation is pleased to provide an article, courtesy of NFTRH.com, and written by Gary Tanashian, with a bio on the Author provided at the end of the article.

The article, starting on the next page, is entitled: **10-Year Treasury Note Hilarity**

Biiwii.com was created in mid-2000 solely as a way to help get the message out about deeply-rooted problems about too much debt and leverage within the financial system. The concerns were confirmed and the message proved justified 3 to 4 years later as the system began to purge these distortions, resulting in a climactic washout extending from October, 2008 to March, 2009.

Along the way, a geek-like interest in technical analysis, a long-time interest in human psychology, and various unique macro market ratio indicators were added to the mix, with the result being a financial market newsletter (and dynamic interim updates), Notes From The Rabbit Hole (NFTRH) that combines these attributes to provide a service that is engaged and successful in all market environments by employing risk management first, and opportunity for speculation second.

But It Is What It Is: You can access Biiwii at its website: **www.biiwii.com**.

Notes From The Rabbit Hole: You can access NFTRH at its website: **www.NFTRH.com**

eResearch was established in 2000 as Canada's first equity issuer-sponsored research organization. As a primary source for professional investment research, our Subscribers (*subscription is free!!!*) benefit by having written research on a variety of small- and mid-cap, under-covered companies. We also provide unsponsored research reports on middle and larger-sized companies, using a combination of fundamental and technical analysis. We complement our corporate research coverage with a diversified selection of informative, insightful, and thought-provoking research publications from a wide variety of investment professionals. We provide our professional investment research and analysis directly to our extensive subscriber network of discerning investors, and electronically through our website: www.eResearch.ca.

Bob Weir, CFA
Director of Research

<p>Note: All of the comments, views, opinions, suggestions, recommendations, etc., contained in this Article, and which is distributed by eResearch Corporation, are strictly those of the Author and do not necessarily reflect those of eResearch Corporation.</p>



Notes From The Rabbit Hole

10-Year Treasury Note Hilarity

By **Gary Tanashian** (bio at the end of the article)

August 23, 2018

So Heisenberg notes...

[Bad News For That Massive Treasury Short As Goldman Slashes Bond Yield Forecasts](#)

Last Friday, when the latest CFTC data hit, Jeff Gundlach was pretty adamant about the possibility that a short squeeze might be imminent.

“Massive increase this week in short positions against 10- & 30-year UST markets. Highest for both in history, by far”, Jeff tweeted, before warning that the lopsidedness “could cause quite a squeeze.”

Err... yeah Jeff, and we here at [NFTRH](#) and [nftrh.com](#) were warning of the same half a year ago and even before when 3 Amigos (Gross, Dalio, & Tudor Jones w/ a side of *you*) were being amplified in the media with “**BOND BEAR!**” headlines. Here’s [just one of many screeds](#) on the topic.

While our **3 Macro Amigos** included one **Amigo #2** (long-term bond yields), who got home (to our yield limiter) months ago. We had been targeting yields on the upside to their limits from which point they were projected to be halted (i.e. the **Bond Bear** hype would also be halted, at least temporarily) [per this](#) and many other ‘Amigos’ updates, both before yields reached target and after.

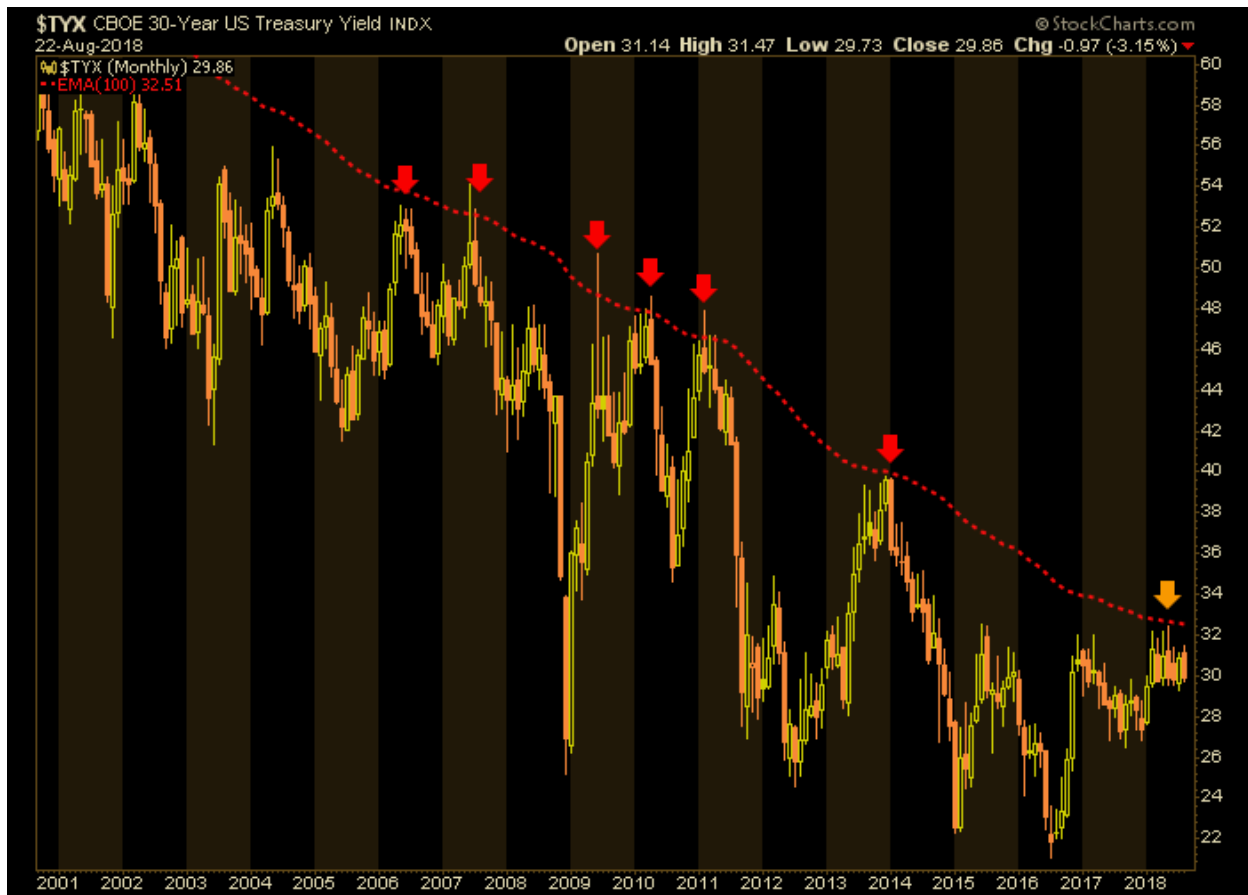


<continued>



Notes From The Rabbit Hole

Here is the big picture of the 30-yr yield's limiter. The 30-yr is the more compelling view for illustrative purposes. I mean, TYX always was going to stop at the data point (the red dashed 'limiter' on our Continuum chart) that has contained it for decades. Right? Well, it has been stopped for 7 months now! We began shining a light on the media's hype well before the limiter was hit. That is called forward-looking analysis as opposed to stimulation of emotions and, by extension, reactions.



<continued>



Notes From The Rabbit Hole

Yesterday, it just so happened that the 7-10 yr Treasury Bond iShares furthered its break from the Inverted H&S neckline. Today, we are treated to Goldman, Gunlach, and a brand spanking new play for the media to one day amplify and screw everybody up with. Wash, rinse, repeat.





Notes From The Rabbit Hole

The pattern above and the Commercial Hedging/Public Opinion data (source: [Sentimetrader](https://www.sentimetrader.com)) suggest that it is not too late to get off the **Bond Bear** crack inhaled from the media by the masses. Hedgers are massively long, on the other side of the trade all those wrong way Corrigans in the Spec community took at the behest of hype. The public, of course, is massively over bearish. Public opinion is never positioned correctly at turning points.



Okay, so you read nfrh.com. You therefore read an outpost that was giving the correct scoop in an important market (whether or not the bond continues bullish from here) while 98% of the financial media were instigating you with emotional eyeball harvesting headlines disguised as analysis. So why not sign up to the real thing (below) for the comprehensive view including US/Global stocks, commodities, precious metals, currencies and individual stock charts aplenty? Eh? Aren't you tired of the cacophonous media clown show yet?



Notes From The Rabbit Hole

#####

Subscribe to [NFTRH Premium](#) for an in-depth weekly market report, interim updates and NFTRH+ chart and trade ideas. You can also keep up to date with plenty of actionable public content at [NFTRH.com](#) by using the **email form on the right sidebar**. Or follow via Twitter [@BiiwiiNFTRH](#), [StockTwits](#) or [RSS](#). Also check out the quality market writers at [Biiwii.com](#).

#####

NOTES

Biiwii: But it is what it is

NFTRH: Notes From The Rabbit Hole

Subscribe to [NFTRH Premium](#) for your 30-45 page weekly report, interim updates and NFTRH+ chart and trade ideas or the [free eLetter](#) for an introduction to our work. Or simply keep up to date with plenty of public content at [NFTRH.com](#) and [Biiwii.com](#). Also, you can follow via Twitter [@BiiwiiNFTRH](#), [StockTwits](#), [RSS](#) or sign up to receive posts directly by email.

NFTRH is the most serious and comprehensive macro market management service out there. Period. I do not believe in going on auto pilot with any given orthodoxy. We use technical, macro-fundamental and sentiment tools to keep readers on the right side of markets at all times. Long-term subscribers realize that staying on the right side of markets takes work and dedication. Let me do much of that work for you!

For consistent, high quality analysis (a **weekly report** and in-week **market and technical 'trade setup' updates**) that keeps subscribers on the right side of all major markets, consider an affordable premium subscription to [NFTRH](#).

[NFTRH Premium Monthly Subscription](#) **\$33.50 via PayPal**

[NFTRH Premium Yearly Subscription](#) **\$345 via PayPal, a 12%+ savings**
[Institutional/Multi User \(up to 7\) Monthly](#) **\$120**

[Institutional/Multi User \(up to 7\) Yearly](#) **\$1220**



Notes From The Rabbit Hole

Biiwii/NFTRH on the Web

[NFTRH](#) and [Biiwii.com](#) commentary and technical analysis have regularly been published, highlighted and/or quoted at [SeekingAlpha](#), [Investing.com](#), [MarketWatch](#), [Yahoo Finance](#), [Ino.com](#), [TalkMarkets](#) and many more since 2004.

Biiwii.com is proud to be included in the **50 Blogs Every Serious Trader Should Read** from [TraderHQ.com](#).

See **ABOUT THE AUTHOR** on the following page



Notes From The Rabbit Hole



ABOUT THE AUTHOR



Gary Tanashian is a financial market analyst, writer, and editor. He provides “Accurate financial market analysis and commentary focused on unbiased reality as opposed to preconceived assumptions.”

As a long-time participant in financial media (published at leading outlets like SeekingAlpha, Investing.com, and many more), Gary has learned how to communicate with people about often-complex material. He knows that it requires hard work, but he believes that there is no other way in order to provide the highest quality service to the public.

Gary is the owner of Biiwii.com (launched in 2004) and, later, NFTRH.com (launched in 2014).

Biiwii is a financial website that got it RIGHT in the run up to 2008, unlike many in the financial services industry.

He is the owner and publisher of the weekly premium financial market report Notes From The Rabbit Hole, which was launched in September, 2008.

Notes From The Rabbit Hole is a premium newsletter service (including detailed in-week updates) for people who care more about financial market realities than having their preconceived notions reinforced. <http://nftrh.com/nftrh-premium/>

#####