



Technical Update

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No Update Friday – traveling.

Rate at support. On the charts it appears that the 10-year Treasury yield may have hit a short-term low point near the 2.0% support level. Sharp drops in price often end with a bounce and a consolidation within a range, and this is the potential pattern for rates over the next several months. The resistance overhead is around 2.4%, and we would expect the yield to stay in a range of 2.0% to 2.4% for the next several months or possibly longer. The 2.0% level is an important support area, which if broken would suggest that the all-time low area around 1.5% could be challenged.



Chart courtesy Stockcharts.com and RBC Wealth Management

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