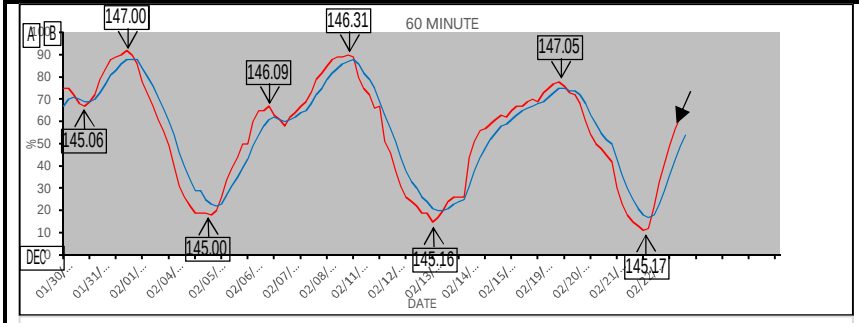

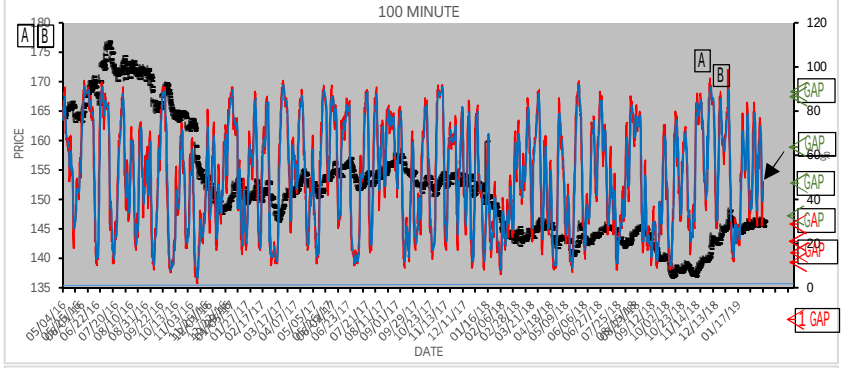

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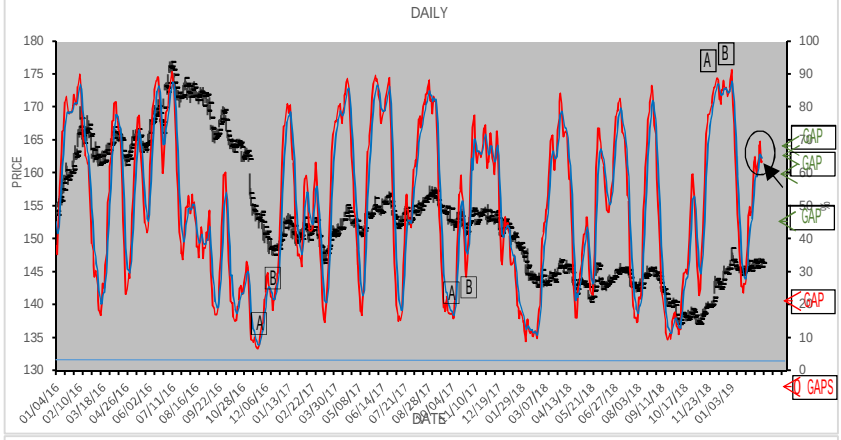

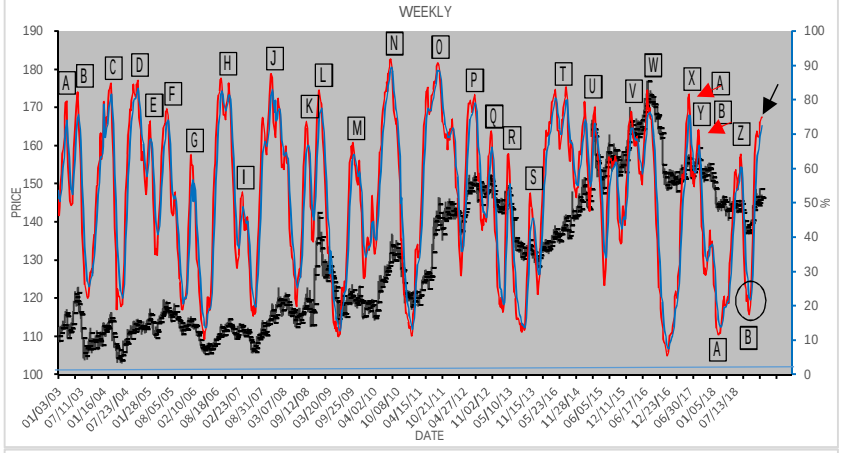

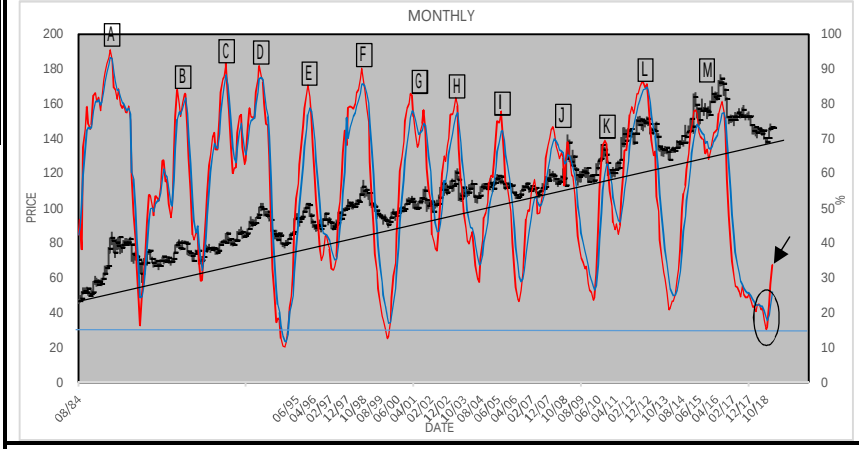

MAR BONDS H: 146.25 L: 146.00 C: 146.13 +.20 FEB 22, 2019

EVEN NEWER: Read why interest rates will be significantly LOWER, not higher as consensus would have you believe in 2014.
www.stomaster.com/Fade.pdf
NEW!! See Weekly commentary and technical on the 10 year Treasury Note at
www.loanmine.com/latest.html
For daily trading strategy updates and execution, call Jeff Rosenberg at SunTrust Bank (901) 842-3971

UPDATE

60 MINUTE The Sixty upcrossed higher, to close at 64/54 K/D, with bonds ending at 146^13 *(basis Mar)*, up +.20 tics on the day. Note the Hondo's five b**e**arish gaps below. These bearish lacunas are now opposed by five bullish gaps.
100 MINUTE The Hondo upcrossed, to close at 48/44 K/D. **The Hondo filled the +.11 tic bullish gap between 146^16-146^05 opened 02/21/19 on 02/22/19. The Hondo opened a +.08 tic bullish gap between 148^06-147^30 on 01/04/19. The Hondo opened a +.12 tic bullish gap between 152^23-152^11 on 09/11/17. The Hondo opened a +.08 tic bullish gap between 158^29-158^21 on 09/08/16. The Hondo filled +.24 tics of the +.38 tic bullish gap between 164^21-163^15 opened 07/12/16 on 07/13/16. The Hondo opened a +.41 tic bullish gap between 164^25-163^16 on 07/14/16. The Hondo opened a +.10 tic bearish gap between 145^26-146^04 on 12/22/18. The Hondo opened a +.12 tic bearish gap between 143^30-144^10 on 12/19/18. The Hondo opened a +.15 tic bearish gap between 140^22-141^05 on 12/04/18. The Hondo opened a +.06 bearish gap between 130^17-139^23 on 11/30/18. The Hondo filled another +.17 tics of the+.47 tic bearish gap between 132^16-133^21 opened 06/29/15 on 07/02/15 for a total of +.43 tics. (Click www.stomaster.com/stogaps.pdf to see additional 100 Minute gaps with detail).**
DAILY THE DAILY DOWNCROSSED ON 02/21/19 AT 65/65 K/D, UPCROSSED ON 02/14/19 AT 59/59 K/D, DOWNCROSSED ON 02/13/19 AT 59/59 K/D, UPCROSSED ON 01/29/19 AT 28/28 K/D, DOWNCROSSED ON 01/04/19 AT 87.50/87.50 K/D, UPCROSSED ON 12/31/18 AT 84.75/84.75 K/D, DOWNCROSSED ON 12/26/18 AT 85.50/85.50 K/D, UPCROSSED ON 12/24/18 AT 85.68/5.6 K/D, DOWNCROSSED ON 12/21/18 AT 85.75/85.75 K/D, UPCROSSED ON 12/18/18 AT 83.25/83.25 K/D, DOWNCROSSED ON 12/12/18 AT 87/87 K/D, UPCROSSED ON 11/12/18 AT 39/30 K/D, DOWNCROSSED ON 11/01/18 AT 52.75/52.75 K/D, UPCROSSED ON 10/19/18 AT 13/13 K/D, DOWNCROSSED ON 10/10/18 AT 13/13/12 K/D, DOWNCROSSED ON 10/09/18 AT 13.12/13 12 K/D, DOWNCROSSED ON 10/04/18 AT 15.50/15.50 K/D, UPCROSSED ON 09/26/18 AT 11.25/11.25 K/D, DOWNCROSSED ON 08/28/18 AT 82/82 K/D, UPCROSSED ON 08/03/18 AT 17.50/17.50 K/D, DOWNCROSSED ON 07/09/18 AT 79/79 K/D. **The Daily narrowed its negative spread to -.88 K/D from the prior session's -1.72 K/D, to close at 63.58/64.46 K/D. ALERT 02/21/19: The Daily downcrossed. ALERT 02/14/19: The Daily upcrossed. ALERT 02/13/19: The Daily downcrossed. ALERT 01/29/19: The Daily upcrossed. ALERT 01/04/19: The Daily downcrossed. ALERT 12/31/18: The Daily upcrossed. ALERT 12/26/18: The Daily downcrossed. ALERT 12/24/18: The Daily upcrossed. ALERT 12/21/18: The Daily downcrossed. ALERT 12/18/18: The Daily upcrossed. ALERT 12/12/18: The Daily downcrossed. ALERT 11/12/18: The Daily upcrossed. ALERT 11/01/18: The Daily downcrossed. ALERT 10/11/18: The Daily upcrossed. ALERT 10/10/18: The Daily downcrossed. ALERT 09/09/18: The Daily upcrossed. ALERT 10/04/18: The Daily downcrossed. ALERT 09/26/18: The Daily upcrossed. ALERT 08/28/18: The Daily downcrossed. ALERT 08/03/18: The Daily upcrossed. ALERT 07/09/18: The Daily downcrossed. The Daily downcrossed on 02/21/19 after a 7 day upcycle (avg.=15-20 days)** The Daily filled the +.11 tic bullish gap between 146^16-146^05 opened 02/21/19 on 02/22/19. The Daily opened a +.10 tic bullish gap between 152^23-152^11 on 09/11/16. The Daily opened a +.06 tic bullish gap between 160^04-159^30 on 09/08/16. The Daily opened a +.32 tic bullish gap between 163^15-162^15 on 07/14/16. The Daily filled +.24 tics of the +.37 tic bullish gap between 164^20-163^15 opened 07/12/16 on 07/13/16. **The Daily opened a +.15 tic bearish gap between 140^02-140^17 on 12/04/18. (Click www.stomaster.com/stogaps.pdf to see additional Daily gaps with detail).**
WEEKLY THE WEEKLY UPCROSSED ON 11/19/18 AT 22/22 K/D, DOWNCROSSED ON 09/07/18 AT 60.50/60.50 K/D, UPCROSSED ON 08/10/18 AT 54/54 K/D, DOWNCROSSED ON 07/30/18 AT 54/54 K/D, UPCROSSED ON 05/23/18 AT 21/21K/D, DOWNCROSSED ON 05/15/18 AT 21/21 K/D, UPCROSSED ON 04/27/18 AT 19.50/19.50 K/D, DOWNCROSSED ON 04/23/18 AT 19.25/19.25 K/D, UPCROSSED ON 03/22/18 AT 14/14 K/D, DOWNCROSSED ON 03/14/18 AT 14/14 K/D, DOWNCROSSED ON 01/05/18 AT 38/38 K/D, UPCROSSED ON 01/03/18 AT 37.75/37.75 K/D, DOWNCROSSED ON 01/02/18 AT 37.75/37.75 K/D, **The Weekly widened its positive spread to +2.55 K/D from the prior session's +1.23 K/D, to close at 75.10/72.55 K/D.** ALERT 11/19/18: THE WEEKLY UPCROSSED!! ALERT 09/07/18: THE WEEKLY DOWNCROSSED! ALERT 08/10/18: THE WEEKLY UPCROSSED!! ALERT 07/30/18: THE WEEKLY DOWNCROSSED! ALERT 05/23/18: THE WEEKLY UPCROSSED!! ALERT 05/15/18: THE WEEKLY DOWNCROSSED! ALERT 04/27/18: THE WEEKLY UPCROSSED!! ALERT 04/23/18: THE WEEKLY DOWNCROSSED! ALERT 03/22/18: THE WEEKLY UPCROSSED!! ALERT 03/21/18: THE WEEKLY DOWNCROSSED! ALERT 03/14/18: THE WEEKLY UPCROSSED!! ALERT 01/09/17: THE WEEKLY DOWNCROSSED! ALERT 01/03/18: THE WEEKLY UPCROSSED!! ALERT 01/02/18: THE WEEKLY DOWNCROSSED! **The Weekly upcrossed on 11/19/18 after an almost 11 week on the money downcycle (avg.=8-12 weeks).** Remember, fibrillation about the crossline on turns is common for this Sto and confirmation of any upcross/downcross must be validated by the Weekly ending on a following Friday in the upcrossed/downcrossed position. **This is called memorialization.** (For a riveting analysis, see *StoMaster's* thought provoking new piece at www.stomaster.com/TheEndofQEII.pdf.)
MONTHLY THE MONTHLY UPCROSSED ON 12/04/18 AT 18/18 K/D, DOWNCROSSED ON 08/27/18 AT 21.85/21.85 K/D, UPCROSSED ON 08/22/18 AT 21.85/21.85 K/D, DOWNCROSSED ON 08/21/18 AT 21.85/21.85 K/D, UPCROSSED ON 08/20/18 AT 21.75/21.75 K/D, DOWNCROSSED ON 07/20/18 AT 22.50/22.50 K/D, UPCROSSED ON 06/27/18 AT 22.25/22.25 K/D, DOWNCROSSED ON 06/20/18 AT 22.25/22.25 K/D, UPCROSSED ON 06/19/18 AT 22.25/22.25 K/D, DOWNCROSSED ON 06/04/18 AT 22.25/22.25 K/D, UPCROSSED ON 06/01/18 AT 22.25/22.25 K/D, DOWNCROSSED ON 05/30/18 AT 22.25/22.25K/D, UPCROSSED ON 05/29/18 AT 22/22 K/D, DOWNCROSSED ON 01/17/18 AT 25.75/25.75 K/D, UPCROSSED ON 01/11/18 AT 25.65/25.65 K/D, DOWNCROSSED ON 01/09/18 AT 26/26 K/D, UPCROSSED ON 12/29/17 AT 25.65/25.65 K/D, DOWNCROSSED ON 12/28/17 AT 25.65/25.65 K/D, UPCROSSED ON 12/27/17 AT 25.50/25.50 K/D, DOWNCROSSED ON 12/19/17 AT 25.75/25.75 K/D, UPCROSSED ON 12/01/17 AT 26/26 K/D, DOWNCROSSED ON 09/12/17 AT 28.25/28.25 K/D, UPCROSSED ON 09/05/17 AT 28.25/28.25 K/D, DOWNCROSSED ON 10/03/16 AT 76/76 K/D, UPCROSSED ON 09/22/16 AT 77.25/77.25 K/D, DOWNCROSSED ON 09/21/16 AT 77.25/77.25 K/D, UPCROSSED ON 09/20/16 AT 77.20/77.20 K/D, DOWNCROSSED ON 09/15/16 AT 77.25/77.25 K/D, UPCROSSED ON 09/14/16 AT 77.15/77.15 K/D, DOWNCROSSED ON 09/13/16 AT 77.25/77.25 K/D, UPCROSSED ON 02/01/16 AT 67.10/67.10 K/D, DOWNCROSSED ON 08/25/15 AT 71.75/71.75 K/D, UPCROSSED ON 08/21/15 AT 72.47/72.47K/D AND DOWNCROSSED ON 06/02/15 AT 74/74 K/D. **The Monthly widened its positive spread to +7.58 K/D from the prior session's +7.13 K/D, to close at 33.71/26.13 K/D.** ALERT 12/04/18!! THE MONTHLY UPCROSSED. ALERT 08/27/18: THE MONTHLY DOWNCROSSED. ALERT 06/30/15: THE MONTHLY MEMORIALIZED ITS DOWNCROSS. ALERT 06/02/15: THE MONTHLY DOWNCROSSED. **The Monthly upcrossed on 12/04/18 after a 13 week downcycle** *(avg.=12-15 months).* **To be validated *(i.e. memorialized)* the Monthly must close in the downcrossed/upcrossed position *(i.e. a negative/positive spread K/D)* at month's end. The Monthly has a tendency to fibrillate about its crossline at secular market turns. WORDS TO LIVE BY: NEVER FADE THE MONTHLY STO!!**

~FYI~

ALERT!! : THE MONTHLY MEMORIALIZED ITS DOWNCROSS ON 06/30/15. ALERT!! THE MONTHLY DOWNCROSSED ON 06/02/15!! DOUBLE FLASH!! THE MONTHLY MEMORIALIZED ITS UPCROSS ON 04/30/14!! FLASH !! THE MONTHLY UPCROSSED ON 04/11/14 FOR THE FIRST TIME SINCE DECEMBER 2012!! HUGE ALERT!! THE MONTHLY MEMORIALIZED ITS DECEMBER 2012 DOWNCROSS, CLOSING OUT ON JANUARY 31, 2013 WITH A NEGATIVE SPREAD K/D IN EXCESS OF -6.00 K/D!! THIS SIGNAL EVENT MARKS THE COMMENCEMENT OF A SECULAR BEAR MARKET FOR THE NEXT 12-15 MONTHS. ALERT!! THE MONTHLY HAS WIDENED ITS NEGATIVE SPREAD K/D FROM ITS DOWNCROSS ON 12/12/12 TO OVER -6.00 POINTS, HAVING SPENT THE LAST MONTH EQUIVOCATING ABOUT THE CROSSLINE. IF IT CLOSES OUT THE MONTH OF JANUARY WITH A NEGATIVE SPREAD K/D OF –6.00 POINTS OR GREATER, IT WILL SIGNAL THE START OF THE S ECULAR BEAR MARKET OF 2013-2014. MORE HEADS UP!!: THE MONTHLY MEMORIALIZED ITS UPCROSS ON 08/31/11 MAJOR BULLISH IMPLICATIONS. HEADS UP!! THE MONTHLY UPCROSSED ON 08/01/11!! ATTENTION: ON 01/03/11, THE MONTHLY MEMORIALIZED ITS DOWNCROSS, OFFICIALLY SOUNDING THE TOCSIN TO THE BEAR MARKET OF 2011. *OF HISTORICAL NOTE: "FINALLY, ON 06/03/10, THE MONTHLY COMMITTED TO A DEFINITIVE UPCYCLE, LIFTING HIGHER WITH CONVICTION AFTER SKITTISHLY FIDDLE-FOOTING AROUND SINCE IT MEMORIALIZED 05/03/10 UPCROSS. AFTER OVER A YEAR AND A HALF STRETCH OF UNPRECEDENTED VOLATILITY AND PANIC DRIVEN, CONVOLUTED MARKETS, THE MONTHLY STO HAS RETURNED TO ITS DEPENDABLE PERIODICITY."* FOR ONE IRONCLAD STO RULE IS ABSOLUTELY CLEAR; NEVER FADE THE MONTHLY STO!! WHY? "'CAUSE THE COSHERED NIGH SINGLE DIGIT %K TO END ON STO DON'T LIE!!"

ANALYSIS

SHORT TERM Both the Sixty and Hondo exploded higher on dual upcrosses, with the former running tantivy back to midlevel K/D on the close, while the latter also lifted to settle a blype south of midlevel K/D at the bell. Both are exhibiting extreme skittish behavior in this heightened environment of uncertainty. The bond's corrective upcycles that we have formerly witnessed have transitioned to the end game of a bona fide secular bear market, the call for which was made on 06/30/15 with the memorialization of the Monthly Sto. Irrespective of ostensibly bullish action…IT STILL STANDS!! Patience is required as inordinate volatility plays out. *StoMaster* (06/27/18): **With the Monthly's downcross on 06/02/15 and memorialization on 06/30/15, the bear market has effectively been in operation to date, BUT change is coming sooner than later at this juncture.** We are now at the mercy of **FIVE** bullish gaps above, with **FIVE** opposing bearish gaps below.
MEDIUM TERM ***The Daily downcrossed on 02/21/19, upcrossed on 02/14/19, downcrossed on 02/13/19, upcrossed on 01/29/19, downcrossed on 01/04/19, upcrossed on 12/31/18, downcrossed on 12/26/18, upcrossed on 12/24/18, downcrossed on 12/21/18, upcrossed on 12/18/18, downcrossed on 12/12/18, upcrossed on 11/12/18, downcrossed on 11/01/18, upcrossed on 10/11/18, downcrossed on 10/10/18, upcrossed on 10/09/18, downcrossed on 10/04/18, upcrossed on 09/26/18, downcrossed on 08/28/18, upcrossed on 08/03/18 and downcrossed on 07/09/18.*** ALERT 02/21/19: THE DAILY DOWNCROSSED!! ALERT 02/14/19: THE DAILY UPCROSSED!! ALERT 02/13/19: THE DAILY DOWNCROSSED!! ALERT 01/29/19: THE DAILY UPCROSSED!! ALERT 01/04/19: THE DAILY DOWNCROSSED!! ALERT 12/31/18: THE DAILY UPCROSSED!! ALERT 12/26/18: THE DAILY DOWNCROSSED!! ALERT 12/24/18: THE DAILY UPCROSSED!! ALERT 12/21/18: THE DAILY DOWNCROSSED!! ALERT 12/18/18: THE DAILY UPCROSSED!! ALERT 11/01/18: THE DAILY DOWNCROSSED!! ALERT 11/12/18: THE DAILY UPCROSSED!! ALERT 11/01/18: THE DAILY DOWNCROSSED!! ALERT 10/11/18: THE DAILY UPCROSSED!! ALERT 10/10/18: THE DAILY DOWNCROSSED!! ALERT 10/09/18: THE DAILY UPCROSSED!! ALERT 10/04/18: THE DAILY DOWNCROSSED!! ALERT 09/26/18: THE DAILY UPCROSSED!! ALERT 08/28/18: THE DAILY DOWNCROSSED!! ALERT 08/03/18: THE DAILY UPCROSSED!! ALERT 07/09/18: THE DAILY DOWNCROSSED!! **The Daily downcrossed on 02/21/19 after a 7 day upcycle** *(avg.=15-20 days).* ***The Weekly upcrossed on 11/19/18, downcrossed on 09/07/18, upcrossed on 08/10/18, downcrossed on 07/30/18, upcrossed on 05/23/18, downcrossed on 05/15/18, upcrossed on 04/27/18, downcrossed on 04/23/18, upcrossed on 03/22/18, downcrossed on 03/21/18, upcrossed on 03/14/18, downcrossed on 01/05/18, upcrossed on 01/02/18.*** ALERT 11/19/18: THE WEEKLY UPCROSSED!! ALERT 09/07/18: THE WEEKLY DOWNCROSSED! ALERT 08/10/18: THE WEEKLY UPCROSSED!! ALERT 07/30/18: THE WEEKLY DOWNCROSSED! ALERT 05/23/18: THE WEEKLY UPCROSSED!! ALERT 05/15/18: THE WEEKLY DOWNCROSSED! ALERT 04/27/18: THE WEEKLY UPCROSSED!! ALERT 04/23/18: THE WEEKLY DOWNCROSSED! ALERT 03/22/18: THE WEEKLY UPCROSSED!! ALERT 03/21/18: THE WEEKLY DOWNCROSSED! ALERT 03/14/18: THE WEEKLY UPCROSSED!! ALERT 01/05/18: THE WEEKLY DOWNCROSSED! ALERT 01/03/18: THE WEEKLY UPCROSSED!! ALERT 01/02/18: THE WEEKLY DOWNCROSSED! **The Weekly upcrossed on 11/19/18 after a textbook 11 week downcycle** *(avg.=8-12 weeks).* To be a valid cyclical upturn/downturn, however, any upcross/downcross of the Weekly must memorialize at the week's end *(i.e. close in the upcrossed/downcrossed position).* But it should be noted that the Weekly has a tendency for fibrillation about the crossline, a phenomenon that has held sway during the past few years. **The Weekly is currently working out a behemoth bullish divergence at "AB" that in turn has given sinewy momentum to the Monthly Sto. Significantly, that Sto now has a positive and accelerating spread K/D in excess of 6 points, the critical indicant of the start of a secular bull market. But it must memorialize that spread by the end of January. That is, it must remain above 6.00 K/D at the close of trading on January 31, 2019. To review a little history, 03/23/15's upcross along with 03/27/15's memorialization was an extremely bullish totem occurring at midlevel and on a shortened downcycle. Moreover, it set the stage for the final leg of the secular bull market, a leg that astonished all in its strength and magnitude** (see www.stomaster.com/Fade.pdf and www.stomaster.com/TheEndofQEII.pdf)
LONG TERM ***The Monthly upcrossed on 12/04/18. downcrossed on 08/27/18,upcrossed on 08/22/18, downcrossed on 08/21/18, upcrossed on 08/20/18, downcrossed on 07/20/18, upcrossed on 06/27/18, downcrossed on 06/20/18m upcrossed on 06/19/18, downcrossed on 06/04/18, upcrossed on 06/01/18, downcrossed on 05/30/18, upcrossed on 05/29/18,downcrossed on 01/17/18, upcrossed on 01/11/18, downcrossed on 01/09/18, upcrossed on 12/29/17, downcrossed on 12/28/17, upcrossed on 12/27/17, downcrossed on 12/19/17, upcrossed on 12/01/17, downcrossed on 09/12/17, upcrossed on 09/05/17, downcrossed on 10/03/16, upcrossed on 09/22/16, downcrossed on 09/21/16, upcrossed on 09/20/16. downcrossed on 09/15/16, upcrossed on 09/14/16, downcrossed on 09/13/16 at 77.25/77.25 K/D, upcrossed on 02/01/16, downcrossed on 08/25/15, upcrossed on 08/21/15 and downcrossed on 06/02/15*** ALERT 12/04/18: THE MONTHLY UPCROSSED. ALERT 08/27/18: THE MONTHLY DOWNCROSSED. ALERT 08/22/18: THE MONTHLY UPCROSSED. ALERT 08/21/18: THE MONTHLY DOWNCROSSED. ALERT 08/31/15: THE MONTHLY MEMORIALIZED ITS DOWNCROSS. ALERT 08/25/15: THE MONTHLY DOWNCROSSED. ALERT 08/21/15: THE MONTH LY UPCROSSED. ALERT 06/30/15: THE MONTHLY MEMORIALIZED ITS DOWNCROSS. ALERT 06/02/15: THE MONTHLY DOWNCROSSED. **The Monthly upcrossed on 12/04/18 after a 13 week upcycle** *(avg.=12-15 months).* The Monthly memorialized its downcross of 06/02/15 on 06/30/15 and sounds the clarion call of the commencement of the secular bear market of 2015-2016 *(avg.=12-15 months).* To be valid, it must memorialize at month's end (i.e. close in an upcrossed/downcrossed position) at a minimum 5.00 spread K/D. But prior to that event, we may expect multiple reverses about the crossline. **REMEMBER:** To be validated as a bona fide secular turn to a bull/bear market, the Monthly has to close the end of the upcross/downcross month in the upcrossed/downcrossed position and with a positive/negative spread K/D of at least 5.00 points within a reasonable length of time (i.e. 6 weeks). Short of that, history has demonstrated that the Monthly had a tendency to vacillate about the crossline, eschewing a clean call and attendant with erratic action in the bonds. Never forget and always remember: **"Those who would covet, Great wealth to be made, Dare not on their life, The Sto Monthly to fade."**

For bull and bear market analyses and past economic position papers (www.stomaster.com/botline2.htm)
But fresh off the press is *StoMaster's* new insightful analysis entitled
"The End of QE II – What to Expect – A Different View at
www.stomaster.com/TheEndofQEII.pdf

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