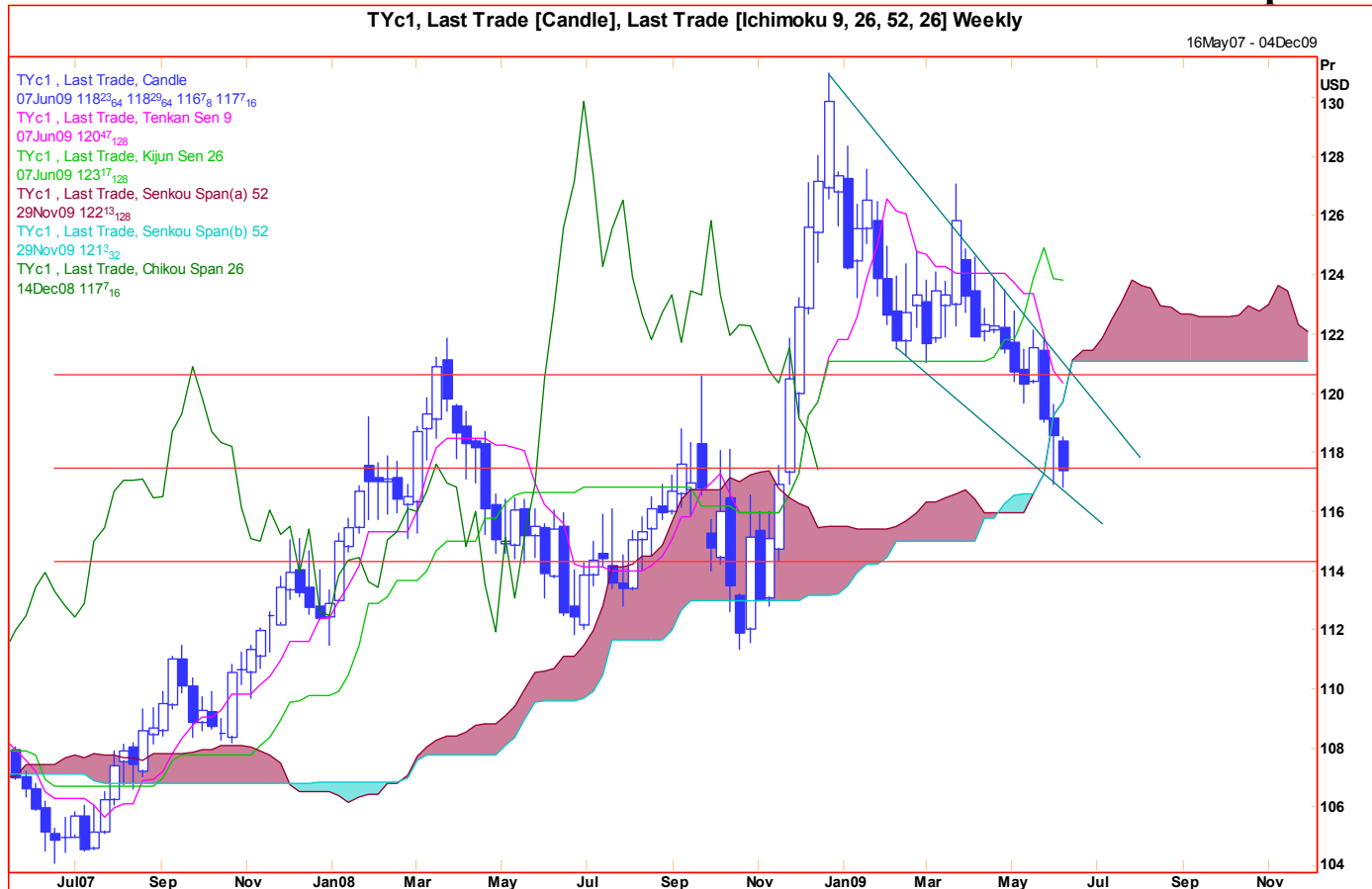


Technical Analysis

<http://www.mizuho-cb.co.uk/>

02 June 2009

US TNote Future – Sep 2009



Comment: The US yield curve is as steep as it was in 1992 and 2003, so that the expression 'be careful what you wish for' springs to mind. Futures have pulled back much more than expected, retracing 50% of the move that started in July 2007. The contract is very oversold and good volume last week suggests distress selling as well as switching months. We feel the whole move is overdone and continue to watch for an interim base to form.

Strategy: Attempt small longs at 115.24; stop below 115.00. Add to longs on a daily close above 117.04 and again on a sustained break above 118.04 for 119.24 short term.

Chart Levels:

Support	Resistance	Direction of Trade
115.14/115.08*	116.15	Futures Price
114.16	117.04*	
114.00*	118.02	
112.26	118.20	
111.12*	119.26*	

Produced by London Branch - Nicole Elliott +44-20-7786-2509 (email Nicole.Elliott@mhcb.co.uk)

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Charts provided by Reuters.