

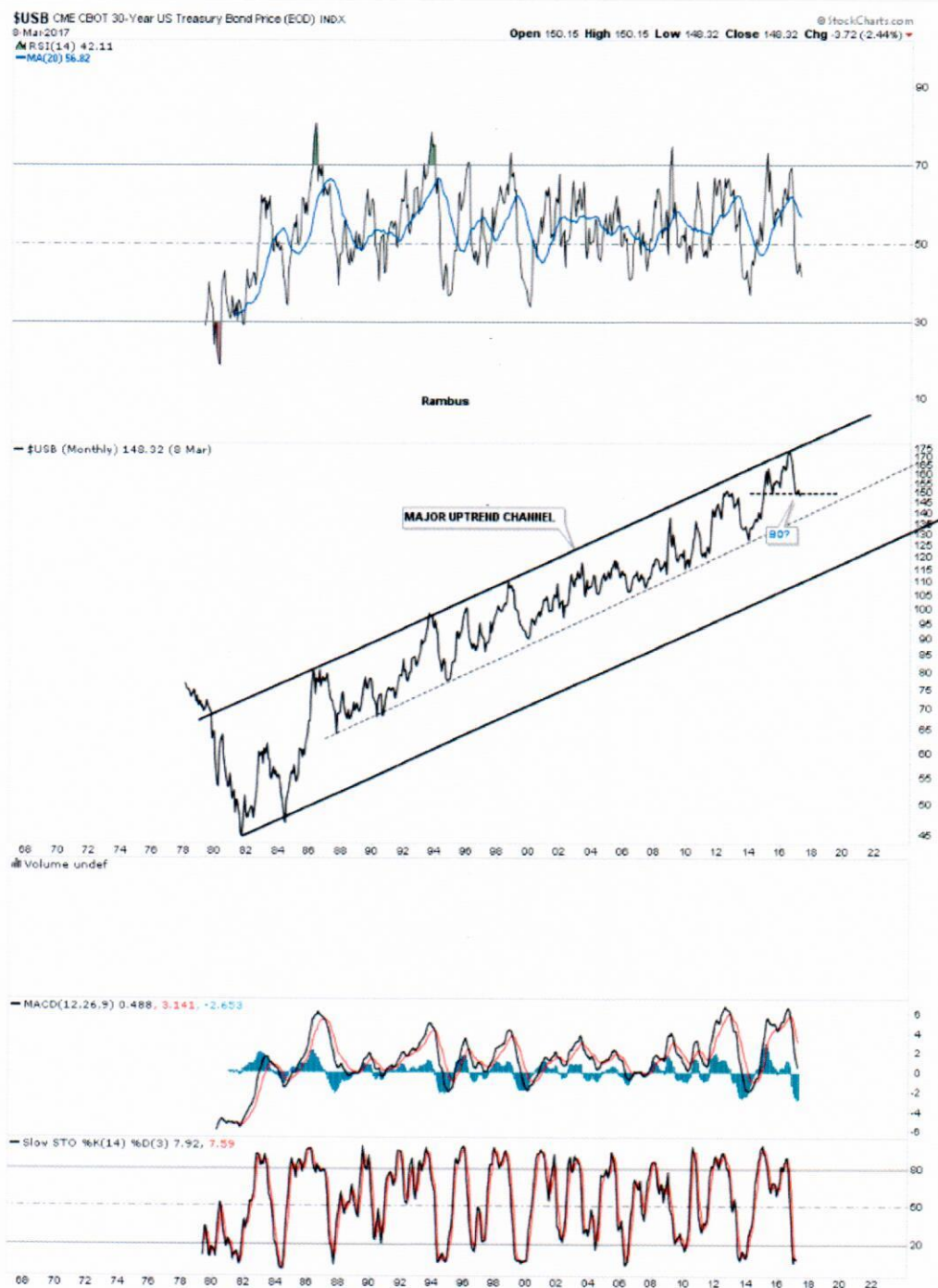
## Rambus Chartology

Moving forward

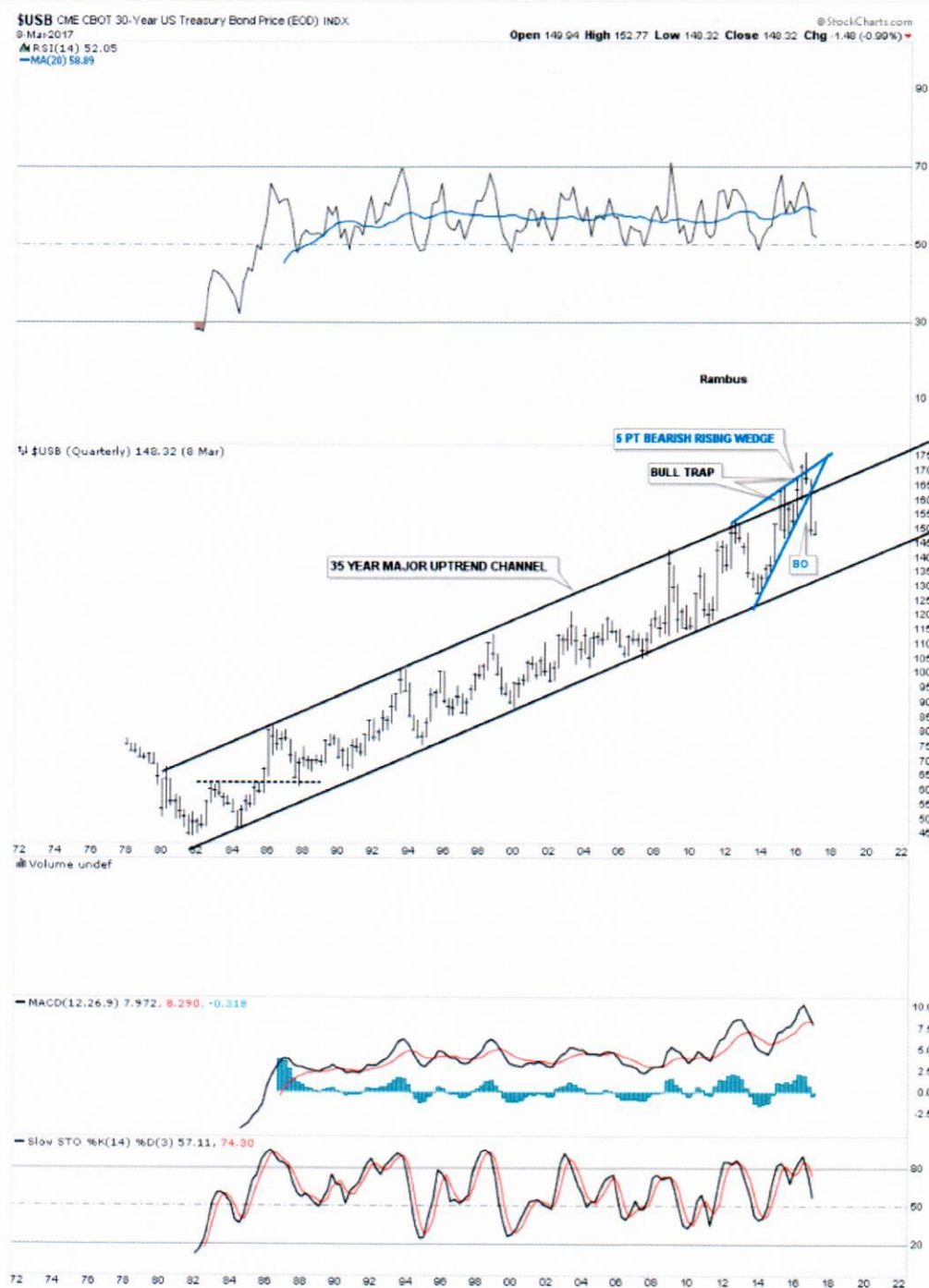
### \$USB Update...

Posted on [March 9, 2017, 12:25 pm](#) by [Rambus](#)

The \$USB, 30 year bond, has been in a bull market that started all the way back in 1982. During that 35 year bull market it has built out a beautiful parallel uptrend channel. This first chart is a monthly line chart which shows the uptrend channel. Last July 2016, the \$USB hit the top rail for what maybe the last time. The horizontal black dashed line shows a possible double top building out. As this is a monthly line chart we won't know until the end of the month if the double top hump is broken to the downside.



This next chart is a quarterly bar chart which shows some interesting price action at the all time high. Sometimes after a mature trends gets close to finishing up there can be one last move higher above the trendline that sucks in the lasts of the bulls and then reverses back down into the main trend channel. This is called a throw over or bull trap that completes the uptrend. The multi year blue bearish rising wedge is a 5 point reversal pattern that has formed at the all time high that was needed to reverse the 35 year bull market. Big patterns = big moves.



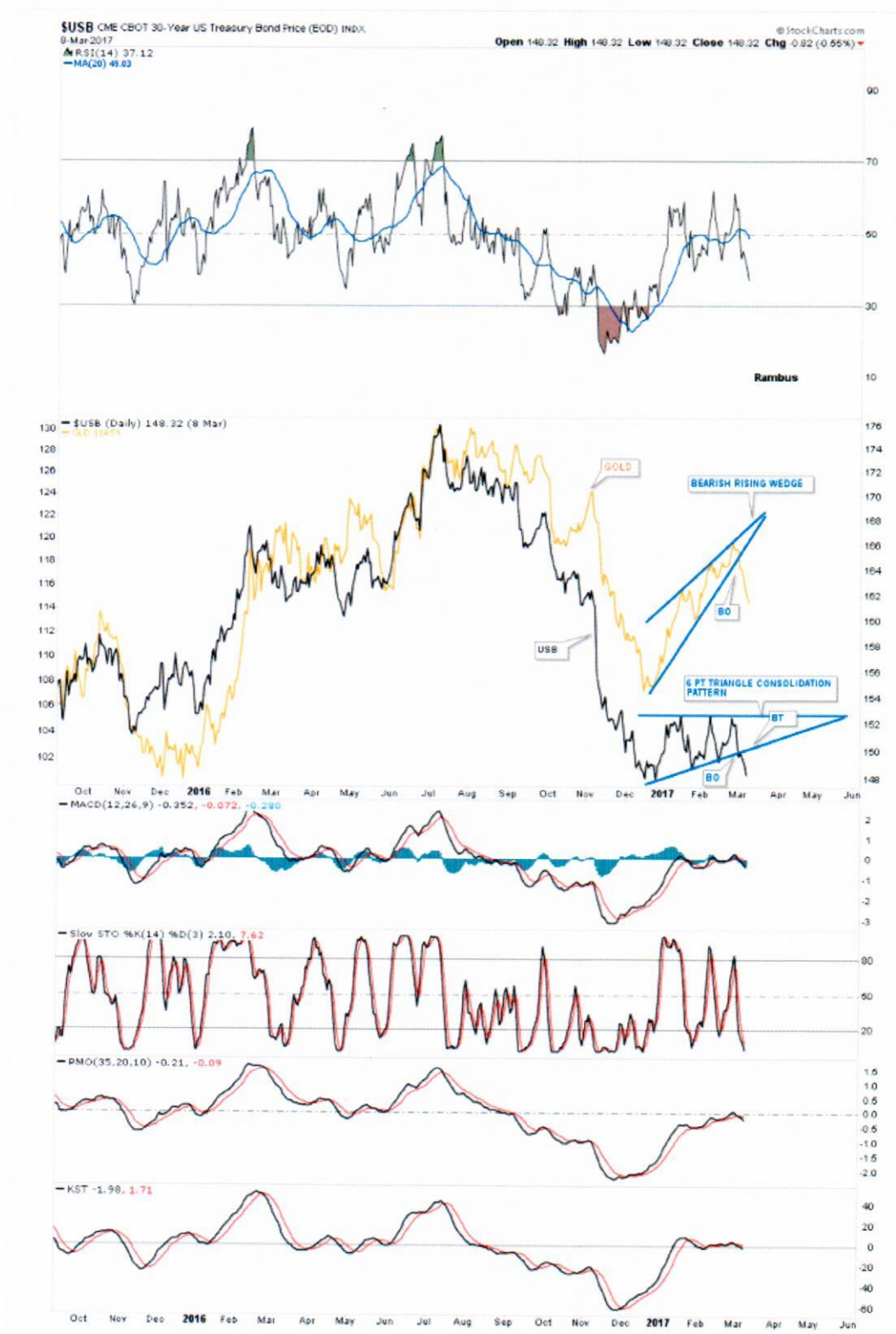
Instead of working our way back in time like we usually do I'm going in the opposite direction this time showing you the weekly chart next. If the quarterly chart looks interesting then this weekly look is even more interesting. If you recall, beginning last summer, the 30 year bond had a huge sell off into the December low. Since that low the price action has been building out a 6 point triangle consolidation pattern. Note the breakout gap that occurred this week which is somewhat rare on a weekly chart. With the vertical move down out of the H&S top this triangle looks like it will most likely be a halfway pattern to the downside.





If one is long in the precious metals complex this next chart shows what may lie ahead if things keep playing as they have recently. Below is a daily line chart in which I overlaid gold on top of the \$USB. The correlation isn't perfect, but close enough to pay attention. As you can see they both built out their own consolidation patterns that began at the December 2016 low. They have now both broken below the bottom rail of their respective consolidation patterns about the same time.

What is the 30 year bond telling us? How is it going to affect the PM complex, commodities and yes even the stock markets. It may be time for the stock markets to begin building out some type of consolidation pattern after the huge move higher. At any rate it looks like we may be on the cusp of something very important that is going to show itself in the not to distance.



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# Rambus Chartology

Moving forward

## TLT & GLD Update...

Posted on **March 9, 2017, 10:44 am** by **Rambus**

Below is the combo chart we've been following which has the TLT on top and GLD on the bottom. Last week there was a massive breakout gap on TLT which gapped the whole apex of the 6 point triangle consolidation pattern. As you can see the price action is approaching the next critical area which is the neckline. If the neckline is hit we should see one of two things take place. First we could see an initial hit of the neckline with a small bounce and then the penetration to the downside, the pop and drop.

The second scenario would be to see the price action gap over the neckline creating a breakout gap. Looking at GLD on the bottom chart you can see how it gapped below its S&R line 3 days ago. This is a subtle but important clue which tells us the S&R line was properly placed and now gives us a precise line in the sand. The what if question. What if this massive 1 1/2 year H&S top plays out? What does this mean for gold and the PM complex in general?



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