

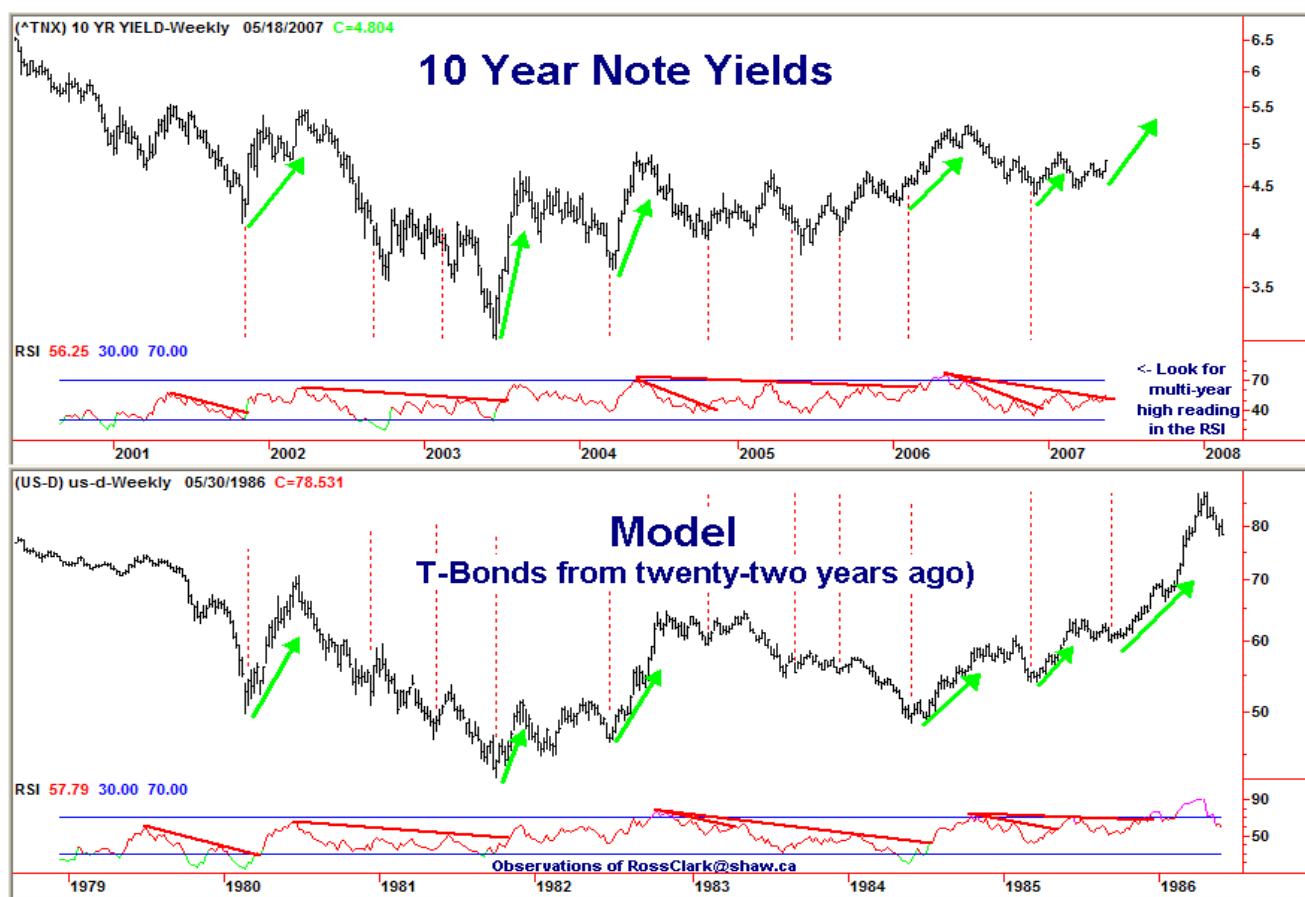
ChartWorks #2

PUBLISHED BY INSTITUTIONAL ADVISORS
TUESDAY, MAY 30, 2007

Technical observations of RossClark@shaw.ca

T-Note Yields on the Rise

For the past five years we have been displaying the following chart that correlates the inverse action of interest rates now versus twenty-two years ago. We are currently in the early stage of another time window (green arrow) where a well defined increase in long rates should be expected. The dominant trend through the second half of this year should take the weekly RSI(14) reading up to a multi-year high.



May 18, 2007

- This has no implications on the downtrend in treasury bill rates.
- Technically it is confirming the likelihood of typical post-bubble curve steepening with short rates declining as long rates increase.

BOB HOYE, INSTITUTIONAL ADVISORS
EMAIL bobhoye@institutionaladvisors.com
WEBSITE www.institutionaladvisors.com