



Harry's Take

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Fed Tightening and Bond Markets: Know When To Hold 'Em

It is beyond unprecedented that the bond markets are still leaning toward worrying about inflation instead of the inevitable slowdown and deflation when the Fed is in a serious tightening cycle. I still lean toward holding or buying TLT and ZROZ here. The projections are for the largest rally in history, now as much as 100%. This likely never will occur again. I think the smart money knows this and is just trying to scare out investors here. There is no perfect way to play this. You can sell and wait for it to break back over 107 to further confirm a bottom. I would hold.

Harry

Got a question or comment? You can contact us at info@hsdent.com.