

Forcing out a governor should have been perceived to threaten Fed's venerated independence, not too long ago - but the present day markets are not panicking and they are only recalibrating because no one knows how legality of this step will play out. The law specifies that the president may only remove members of Fed's board "for cause" - interpreted to mean kind of wrongdoing or negligence.

Nvidia's market capitalization recently reached \$4.4 trillion -no company has ever accounted for a larger percentage of market capitalization and hence Nvidia's earnings tomorrow is a major macro event

New home sales slipped 8.2% y/y implying high mortgage rates and a softening labor market are keeping buyers on the sidelines.

Markets slowly decipher phrase "Curious balance" and are obviously dialling down the moves post Powell.

French govt is likely to fall on 8 September bringing new uncertainty. At the heart of the crisis lies 2026 budget. German Ifo index at its highest level in more than two years - from where optimism is coming- Is it due to fiscal stimulus ? EURUSD on expected lines - heading towards 1.1582 low on Friday, then the Aug 5 1.1528 base

In contrast with his previous amicable take on the ties with China, Trump says China must ensure rare earth magnets or face 200% tariffs. (China represents 90 percent of the global magnet market)- It's hard not to think that it was strategic complacency that led to US relying so heavily on China

Better to recall what Bailey said at Jackson Hole :UK faces 'acute challenge' from weak growth & shrinking workforce. UK shop prices up 0.9 % y/y driven by +4.2% in food prices - heading towards 1.3419 21 DMA & Friday's 1.3393 base

Rumours of month-end fix seeing strong dollar buying - how rate expectations and cross dynamics key - Akazawa says "no comment" on Lutnick's talk about \$550 billion of US-bound investment. Some murmurs tariff deal may not go through - 146.50- 148.50 -

Umove in USDINR in tune with seasonals of August -defence at 87.75 could be strong enough as usual .