

Today is one of those "Read anything as positive" days : Trump-Xi meeting on Thursday, Fed likely to cut rates, forgotten shutdown rumbles on with no risk of any data , Five of the Mag Seven to report and final line up of Fed chair nominees. Only perceptible negative is Halloween at the end of the week- rest to be deemed positive howsoever it transpires.

Despite optimism, its highly likely that this could turn out to be another repetitive cycle of tension, escalation & temporary truce. US China deal framework seems like a rerun of a movie that we've seen before but no one remembers how it ends, as it may never really end.

(Frivolous risk is that mistranslations are testing strained nerves - some translated Chinese terms have more hawkish English alternatives than Chinese language sources imply )

Markets have fully priced tomorrow but the more pressing issue is about the final line up of Fed chair nominees - an impression that battle for Fed's independence would shape up to be one of the major monetary issues of 2026.

As the heaviest hyper scalers step up to earnings, markets would scrutinise their capex - if any stutter, that could pause the ongoing AI narrative.

Its another year of stagnation after the EUphoria over German fiscal U turn - optimism about future reigns with no deliverance for the present - German IFO business survey expectations rose to highest in over three years, while current assessment worsened once again. Close above 1.1650 21 DMA- positive signal for 1.1728

Next five-year plan will be in line with the broad strategic orientations already well established. Rebalancing the growth model in favour of consumption remains a firm goal, but concrete details are limited . So exchange rate should continue to trend stronger - today's yuan fixing confirms

Oct UK shop price inflation fell to 1% from 1.4% in Sept., on fierce competition and widespread discounting. GBPUSD to hold supports at 1.3276 LBB (1.3249 Oct low) with upside cap at 1.3386

Sept services PPI show inflation at +3.0% (pre +2.7%). Takaichi pledges to realize "a new golden age" Alliance - Kiuchi made yen-supportive remarks- touch of verbal intervention in familiar form ostensibly to please Bessent - 152.30 - 153.30.

Inexplicable intensity in this upmove in USDINR- logically should see some respite especially close to that level where there was relentless selling intervention just few weeks back - 88.15 88.35.

