

Without much data to chew on, the markets were just squaring up to fretting about craziness in crypto and meme stocks and sailed to their own different rhythms.

Wall Street fell led by Tesla (car crash) whereas yields rose on tomorrow auction while Dollar declined. Focus possibly shifts from U.S. economic outperformance to relatively improving global economic outlook .WHO optimistic that world can bring the pandemic under control within months- Reflation trade comes back ?

USD drop of 2.5% from 93.44 Mar high nears support - gives jitters to even the faithful USD bulls - For now support seen strong at 90.82-91.02, 61.8% Fibo of Jan-Mar rally & 100-dma.

Got the direction wrong - last hope for

bears on a close below 1.2033 today (in case of 2021 repeat of 2017 EUR moves) EUR/USD's rally to high of 1.2048 - German 10y yields at 2-month high -falling Euribor future prices.ECB meets on Thursday. No policy shift for sure - Lagarde may tee-up a reduction in bond purchases. She will try to couple that with some jawboning but the markets no mood to oblige .

China keeps 1yr and 5yr Loan Prime Rate steady - as recent GDP data not as strong as could be. USDCNY below 100 dma 6.5100 - ceiling of down channel 6.5225 caps.

Reversal in cable on Friday was a great clue about what was coming .Ahead of a busy UK data week ,Pandemic reopening and rapid vaccinations have started to show up -far outpacing high expectations. Close above mid-March highs by 1.4000 and 61.8% Fibo of this year's retreat at

1.4022 to see 1.4240 Feb peak.

Japan's economy minister says he feels a sense of crisis over virus spread. As expected , USDJPY lower just above 107.77 - however hit its lowest in seven weeks- yesterday's 0.63% slide took out an up trend-line from March at 108.62 which should hold now .

USDINR bullish bias to stay in tact despite USD weakness . Obviously it is the Raging Pandemic that underpins. No confidence inspiring policy measures (the essence of decision making is to delay for long that the decision effectively makes itself) - exuberance about post pandemic upswing may be premature . 74.70 75.20 .