

Markets consolidating more of last week's jobs-data-driven swings ahead of ECB meeting and U.S. CPI tomorrow. Not that the markets are going to make any sharp turn on these but these are valid excuses for now to stay where they are.

Subtle risk-off impulse on widespread website outages - since resolved - and on further losses in crypto amid calls for tighter regulations and after U.S. officials managed to seize bitcoins paid to Colonial Pipeline hackers.

*Signs of tightness in the physical market in Oil - Dubai benchmark trading steepest backwardation in almost a year. **Headline draw in crude oil inventory in API** .Traffic congestion in Fifteen European cities at its highest since Covid began.Oil aims for 80 plus (wry smile - so what ?)*

April JOLTS shows record monthly rise in job openings -yet another record high.The gap between the tight supply of labour and enormous demand for workers was further highlighted by NFIB data. USD index well supported with obj at 90.65.

EUR has inside day .Bears aim ascending trend line from April.What is interesting is that since March ECB, 10y Treasury is unchanged while 10y Bund yields 11bps higher. ECB a EUR sell.1.2180 resists

China commerce ministry warns on trade prospects - says curiously will help trade firms manage FX risk. Rising commodity prices continue to stoke inflation -China May PPI rises fastest in over 12 years. 21 DMA at 6.4020 caps- Exp Break higher .

Key EU-UK N.Ireland talks today - little sign of a compromise.Negative 10-year Gilt-

Treasury yield spreads are 13bp lower than they were when sterling reached Feb 1.4240 peak -- a peak barely breached by this month's 1.4250 high -- isn't a ringing endorsement for breakout. 1.4082 June low and 1.4059 LBB key -break for 1.3919.

Asia 109.42-50, quiet- participation low almost all week. Poised for Thursday and Friday's 110.325 - 50% of 110.325-109.19 at 109.76 anchor.

Record four Std.Deviation move in Fwd premiums in about Eight sessions - continuing still - should have impact on Physical dollar inventory and seep into Spot. 72.80 defence exacerbates. The range 72.80 73.30 works (73.27 100dma, 73.46 200dma)