

Trading environment has departed far enough from traditional fundamental inputs. Hence the markets are left in the uncomfortable position of taking cues from the price action itself - a thematic dynamic throughout pandemic.

The emerging dominant narrative for the second half of CY 2021 is about Reflation rethink which sends bond markets into a spin. No major policy shift gleaned from the minutes - broadening concern on rising prices amidst high level of uncertainty in progress Fed wants to see.

May JOLTs report featured job openings that were well below forecast, but because April's record high openings were revised down below May's result, a new unrevised record high was made. USD index well anchored for 93.40 test .

ECB has reportedly agreed to raise their inflation goal to 2% and allow room to overshoot it when needed. The next level of support comes at 2021 low at 1.1704.

Yuan reacts slightly to China's impending targeted RRR cut. Normally risk-on cue, but it's seen an admission of stress. Officials appear concerned about recovery - promise to keep monetary policy stable - will not resort to "flood-like" stimulus. USDCNY support at 100 dma 6.4712 .Break above June top 6.4950 to see 6.5500

UK house prices rise by most since 1988, but begin to Cool .GBPUSD down trend remains in play in to Johnson's big gamble. Targets 1.3733 July base and extend to 1.3669 Mar/Apr double bottom.

June bank lending at 1.4 % missed exp 3%
Japan to declare Tokyo Covid emergency,

undermining Olympics. 110.40 holds well
Narrow 110.40 110.70 to prevail. Longer
this range , greater conviction of 115.50.

Whether there is threat to global growth or
not , Usual reading of all is well mindset
manifested in yesterday's price action.
74.33 safe for 75.60 test . Break past
74.87 to set up 75.12