

Anticipation & excitement around Jackson Hole is fading fast before event - He can't but kick the can down the road ..

Narrative now shifts to persistent concern about supply chain disruptions & inflation. Jeff Currie highlights that Delta's impact on supply is greater than that on demand marking the next wave of commodity bull market.

At the crux of inflationary pressures and supply chain bottlenecks are semi-conductors. Harald Kroeger, a member of the Bosch management board expects the shortage to last "way into 2022."

In this macro backdrop, Equities remain the only place to hide : S&P had its 51st record close for the year. S&P and Nasdaq have closed higher for the 5th consecutive day. Dow is up for the 4th day in a row -less

than 1% from its all-time high.

Odd man out? South Korea hiked its key rate by 25bps today, the first rise for nearly 3 years.- Conventional Central banking - *"concerns about financial imbalances outweigh downside risk to growth"*

Durable goods came in around expected with revisions.92.75, 50% July-Aug rise and 21 dma at 92.73 are resilient pivotal supports. 5&10 dma at 93.00 then 93.13 NY high are the key resistances.

EURUSD may suffer more from supply chain & inflation issues besides upcoming German election . Resistance at 21 dma at 1.1773 - today's high.Support at 10 dma at 1.1740 -break eases upward pressure.

China accuses US of scapegoating over Covid origin. But the equation seems to be improving - Financial round table in Oct-

PBoC hints that further monetary policy easing is coming. Today's close above 6.4646 in USDCNH to confirm upside traction .

UK car output falls to the lowest July level since 1950s. Break above 1.3750 puts bears on the Blackfoot. Expeditious break below 1.3700 to validate long held view of lower cable.

Supply chain issue is JPY negative .Japan corp service prices +1.1% y/y - inflation well embedded. USDJPY shy of 110.22 high Aug 19, and 110.80 peak on Aug 1. Dips won't last below 109.80

For academic interest, this week marks the Eighth anniversary of 28 Aug - when then ATH of 68.80 got made . Volatility non existent nowadays .74.10 74.40 continues