

There is definitely an open question about whether Russia can even supply the gas and whether it has enough in domestic storage but the reversal in prices . Markets -"Fed" to believe that there can ever be anything negative in this world- cheers the "blow out top" on Natural gas prices .

Markets grew optimistic that Congress could reach a deal. McConnell proposed that Republicans would allow an extension of debt ceiling into December. Democrats have dismissed reconciliation process as cumbersome and risky . One can ignore all theatrics surrounding the debt ceiling. The US isn't going to default.

S&P 500 moved more than 1% (either up or down) for the fifth consecutive session marking the first time that has happened since Nov 2020- markets do not see any

blow out top here . Incidentally *Every one would like to be inspired by the tactical brilliance of Speaker Pelosi because every trade she was making inevitably turned out to be such a long term winner .*

ADP : 568k new jobs added in Sept .19.6 million jobs were lost in March-April 2020. 14.1 million jobs have since been added back. Still 5.5 million to go but there are 10.9 million job openings. First objective on break above 93.20 has been hit .Short-term horizontal hurdle 94.40.So a pause is more likely into Payroll .

Downbeat German Factory Orders- volatile gas prices & supply chain issues. You can't be but bearish on EUR . Bounce off 14 month low - but obj 1.1478 still in play .

After a meeting between between China's Yang Jiechi and Jake Sullivan of US it appears lines of communication are more

open and a little less chilly. Biden and Xi have subsequently agreed to a summit meeting (virtual). USDCNH holds 6.4500.

Johnson expects post Brexit transition will result in 'high-wage, high-skill, high-productivity economy'. Reality not convincing as gas crisis shows. GBPUSD shorts are the only way to go. Looks for 1.3180 below 1.3636.

USDJPY well poised to challenge 112.20.

USDINR overshoot objective 74.80 - there is a discernible tolerance as no upside defence seen- absurd theory of higher oil-higher rupee dismissed .Technically No sign of top yet . But markets reluctant to chase higher . so a pause in 74.65 74.95 .