

Confluence of negatives: Apprehensions over inflation, supply chain disruptions, Evergrande coupon misses, the energy crisis, slowing growth & China state intervention .

Better to have clarity on bigger picture. Global economy is navigating through a period of Stagflation - blame it on post pandemic restart or misplaced policy priorities resulting in supply snags .This cycle may very well have a longer shelf life. Bridge water is the latest one to endorse this view. Interestingly, USDJPY proves to be best directional indicator of global macro trends- it says that inflation is knocking your door.

Today's JOLTS job openings to increase to 10.95 million- a record for this series .

NFIB small business index expected to dip- all eyes however on tomorrow 's CPI. Fed

speaking today has three hawks -Clarida's credibility under a cloud though .

Coal futures markets in China surged over 10% hitting record highs. Heavy flooding in Shanxi (responsible for around 30% of output) shuttered at least 60 mining operations (out of 682 mines region).

EURUSD stays quiet and consolidates around 1.1550. Weak print likely in Zew on gas crunch and hence a downside test of 1.1529 if not 1.1478.

Brexit issues continue to keep GBP under check -UK Brexit Minister said changes would be required in the protocol - EU already said it won't renegotiate.BRC Retail Sales fell 0.6% in Sept - supply snags ? Today's labour data hardly matters . Expect 1.3180 below 1.3637.

Trend-channel hurdle, around 113.50-60

region, could act as a headwind. 112.20 holds for 114.55 . In keeping with global trends, Japan wholesale inflation hit a 13-year high - costlier input prices are not being passed on to consumers

USDINR almost mimicking USDJPY - energy being the most obvious common denominator . Rising public debt and expanding CB balance sheet- emerging similarities ? When a move like this happens , questions are : 1) Will it continue? 2) Should I be a buyer? Once it's clear that its a pause for and not a reversal , buying the dips is obviously the strategy. 75.15 75.35