

Frequency of new events - be it Geo political ,Financial or economic - with far reaching consequences has increased nowadays .The markets can't probably escape this trend but they continue to believe in a speedy return of benign world. Even when this eternal optimism gets challenged time and again, there is an inexplicable sense of complacency or indifference.Tough to trade the events/ data/ news .

There's an after effect of payrolls (much as the markets should have ideally discounted all that's known at this hour)- starts to re assess - realisation that rates could stay higher-for-longer despite the much awaited recession.

Here's a rule of thumb after NFP: The idea is that once US unemployment rises from

the lows by 0.3 % a runaway climb has always occurred . Sofar it is yet to happen - It rose 0.2 pp in Feb but took back 0.1 pp on Friday. So the much factored recession yet to happen- upmove in US yields continues - every FOMC would become a 25 bp affair in this year ?

Gold : The old adage is that there's no such thing as a triple-top; it's a double top that didn't work and is doomed to failure. (US inflation holds the key though temporarily)

The late-Friday news that US regional bank First Republic was cutting its preferred dividend sparked some worry. Add to that the Geo Political concerns -The exercise, called "Joint Sword", is being conducted by troops from PLA's Eastern Theatre Command, which oversees Taiwan Strait.

Europe will be quiet and so it's going to be a grinding start to the week but most of the game changing weeks normally begin like this. ECB accounts will be of some interest considering its decision to hike by 50bp amid the banking turmoil. 1.0930 holds well - expect 1.0730 .

USDCNY 6.8800 break to signal upside resumption for 7.00 test

Cable to deliver a breakdown below March 23 high at 1.2343.

Japan-centric risks ahead as Ueda would hold his first press conference. 132.80 break indicates 134.70 in making .

Seasonal tendency at play : Markets overwhelmingly confident about rupee appreciation at the beginning of the new

fiscal .This upbeat sentiment to stay afloat for a week or two before realisation that higher for longer global rates is indeed a rupee negative - for now USDINR should stay in 81.80 82.10 range.