

**Powell's** speech in Jackson Hole ran nearly 3,000 words but can be summed up in four: This isn't over yet - There was nothing that the markets didn't know before. Last line said it all: "We will keep at it until the job is done"

Fed speakers this week should relay very similar message. Barr speaks Monday and Tuesday. Bostic & Collins on Thursday. Bostic & Mester speak Friday :Bostic is the most dovish while Mester is the most hawkish. Barr and Collins are normally seen as centrists - however Collins last week was tad hawkish

*So labour market is key for now : JOLTS (Tom) exp at 9.450 mln- Aug Challenger job cuts & weekly jobless on Thursday. Payrolls on Friday however will steal the show . Consensus 168k for NFP while*

unemployment seen steady at 3.5% & AHE seen falling a tick to 4.3% y/y. Whisper number around 170k. July PCE Thursday. Headline is expected at 3.3% y/y while core at 4.2% .

U.S. 2-yr yield +6bps -highest weekly close since Jun 2006. Broad dollar rally continued last week. DXY rose for the sixth straight week - longest streak since May 22. For now Consolidation ahead of PCE and Payrolls.

EZ Aug CPI data & ECB meeting accounts (Thur) - headline expected at 5.1% y/y vs. 5.3% in July & core 5.3% y/y vs. 5.5% . At Jackson Hole, Lagarde refrained from talking about pause. Bearish EURUSD based on relative terms of trade, real rates (growth prospects) & relative unit labour costs. To stay in 1.0760 1.0840

Nice to see a reduction in China's "Lehman moment" themed pieces. Moves to restrict the selling of stocks does not seem to inspire confidence -but headline impact is clear. CNH rose early, pre-empting the stock moves. Line drawn for now at 7.3500 .

**Holiday. Hawkish Broadbent underpins GBP. However** BoE expectations remain subdued- less than 10% odds of a 50 bp hike Sept 21, while 25 bp hike Nov 2 priced in. Support at bruised lower 30d Bolli 1.2561, Friday low 1.2548, 30-WMA 1.2476

Ueda dovish at Jackson Hole : "We think underlying inflation is still a bit below our target of 2%. This is why we are sticking with our current monetary easing" . Tamura speaks Wed & Nakamura speaks Thurs.

Both to stay dovish .Next policy meeting  
Sept 21-22 - no change for sure.Its logical  
to think that so long USDCNY is contained  
,USDJPY is the " release valve" .Fri range  
145.73-146.64; Temporary hurdle at  
147.00, support 145.70-80.

Tenth anniversary of 68.80 - then altime  
panic high amidst taper tantrum - USDINR  
may not celebrate the day for sure - to stay  
muted in the middle of 82.35 - 82.85  
range.