

**Corellian 3 Step process to prepare for next week**  
**Step 1: Where did markets end last week and why?**

**Risk sentiment** turned aggressively higher early afternoon (UK time) and continued into the close, buoyed by Fed speakers Daly and Bullard both saying the next stage in the campaign to curb inflation will be to debate how high to raise rates, and when to slow the pace of increases.



**Friday data:**

- **UK GFK Consumer sentiment** improved slightly from -49 last month to -47 (-52 expected) but still remains close to record lows.
- **UK Retail Sales** fell much more than expected. -6.9% on the year earlier (-5% expected). GBPUSD fell 1% on this news to a 1.1067 low, before rallying hard to close at 1.1302.

**Stock indices** all registered strong gains Friday supported by hopes that the Fed may be ready to consider slowing the pace of rate hikes in 2023. The Wall Street 30 was the strongest performer, closing up 2.75% (+4.8% on the week), while the USA 500 gained 2.63% (+4.7% on the week).

**European stocks** also notched gains ahead of a big **ECB meeting next week**. The Germany 40 closed up 0.8% (+3.7% on the week), Europe 50 +0.69% (+4.6% on the week) and the UK 100 +0.91% (+2.5% on the week). (See below for the Germany 40 Technical Update).

**Q3 US Earnings season next week** sees the big 4 reporting. Apple, Microsoft, Alphabet and Amazon. (Page 2).



**Germany 40 Technical Update:**

Last week's closing rally left the index within striking distance of 12906 (62% retrace) which is the focus to start the week.

Closing breaks suggest a more extended rally towards 13195 (Sept 14<sup>th</sup> high) possibly 13565 (Sept monthly extreme).

To the downside, settlements below 12411 (Bollinger mid-average support) are required to resume downside risks towards 12011 (Oct 13<sup>th</sup> low) even 11827 (Oct monthly low).

**The USD** reversed early Friday gains and closed lower after traders heard the news that some Fed officials are more eager to calibrate their interest rate setting to reduce the risk of over tightening. It was also hit by fresh USDJPY intervention from Japanese authorities which took USDJPY from 32 year highs at 151.94 to 146.20 before recovering to close at 147.65 (-1.73% on the day).

**Commodities were having a nervous week** going into Friday, but a lower USD ensured strong recoveries for Gold (+1.8%), Silver (+4%) and Copper (+2%). Natural gas was the outlier falling 6.74% after EU leaders united to back a price cap.

**US 10 year yields** rallied to highs not seen since 2007 at 4.32% before closing at 4.23%, up 21bps. Strangely, despite such a strong week for yields much of the commentary Friday was given to discussing if a top could finally be in place, after the comments from Fed officials. **In reality, it is just too soon to tell either way.**



**Step 2: What is new, if anything, from the weekend?**

<p><b>Reuters:</b> Boris Johnson arrives back in Britain to attempt rapid political comeback</p> <p>It looks like the political uncertainty in the UK should be decided by the end of next week at the latest. Will UK assets finally see a decent bounce?</p> <p>Boris Johnson arrived back in Britain on Saturday as he considers an audacious attempt to win a second term as PM only weeks after he was forced to step down, with some colleagues warning his comeback could create more political chaos.</p>	<p><b>Reuters:</b> Kishida says Japan is monitoring FX moves with high vigilance</p> <p>Should FX traders expect further volatility in USDJPY and JPY crosses next week?</p> <p>Japanese PM Fumio Kishida on Saturday issued a fresh warning about excessive moves in the yen in the foreign exchange market, saying the country won't shy away from taking "appropriate" measures when necessary.</p>	<p><b>Bloomberg:</b> Xi says China economy is 'resilient', will deepen global links</p> <p>China's President Xi secured a precedent breaking third term over the weekend. Can he get the worlds second biggest economy back firing again?</p> <p>"China cannot develop in isolation from the world. The world's development also needs China," Xi said, addressing an audience of Chinese and overseas journalists after the close of the party's congress.</p>
---	--	---

**Step 3: Looking forward to the week ahead**

**Important events are coloured in bold red, all times are British Summer Time (BST)**

Please use the key opposite to adjust to your appropriate time zone

**Individual Share Update (Some of the key earnings next week in the chart below):**

**Time Zone Key:**

BST -5	= New York
BST	= London
BST +1	= Frankfurt
BST +8	= Tokyo
BST +9	= Sydney

A packed schedule of US Q3 Earnings with over 300 of USA 500 companies reporting in the next two weeks, including the four largest US firms by market value: Apple, Microsoft, Alphabet and Amazon.

(See top of page 3 for the US Tech 100 Technical Update).

Monday 24th October	Tuesday 25th October	Wednesday 26th October	Thursday 27th October	Friday 28th October
<p>0600 Philips 1200 Kirby</p> <p><b>Before Market Opens:</b></p> <p><b>After Market Closes:</b></p> <p>Discover Financial Crane Sun Communities 2105 Cadence Systems</p>	<p>Twitter HSBC 1100 UPS 1130 General Motors</p> <p><b>Before Market Opens:</b></p> <p>Coca Cola General Electric</p> <p><b>After Market Closes:</b></p> <p>Alphabet Microsoft Visa Spotify</p>	<p>Deutsche Bank 0515 Standard Chartered 0600 Mercedes-Benz 0700 Barclays</p> <p><b>Before Market Opens:</b></p> <p>Hilton Kraft Heinz</p> <p><b>After Market Closes:</b></p> <p>Graco Ford Meta Wolfspeed</p>	<p>Lloyds Banking Group Baidu 0545 Credit Suisse 1130 Caterpillar</p> <p><b>Before Market Opens:</b></p> <p>McDonald's Comcast</p> <p><b>After Market Closes:</b></p> <p>Vale Intel Amazon 2130 Apple</p>	<p>Volkswagen 0700 Nat West 1100 Aon 1200 Colgate-Palmolive</p> <p><b>Before Market Opens:</b></p> <p>ExxonMobil Chevron</p> <p><b>After Market Closes:</b></p> <p>Eni</p>

**Central Bank Meetings, Key Central Bank Speakers and Important Economic Data:**

**Monday: Global Preliminary PMI's.** Economic growth matters to traders right now and so this forward looking data is an important health check on the major economies. For the headline, 50 is the number that separates the sector from expansion and contraction. Traders want to know which country is still suffering and who, if any, is recovering.

**Tuesday: USD Consumer Confidence.** This release does factor in to the Fed's thinking and can give a heads up on future spending, or lack of spending from US consumers. A good risk sentiment indicator early in the week.

Monday 24th October	Tuesday 25th October	Wednesday 26th October	Thursday 27th October	Friday 28th October
<p>Global Preliminary PMI Data AUD, JPY, EUR, GBP, USD</p>	<p>1500 BST USD Consumer Confidence</p>	<p>0130 BST AUD Inflation Data (CPI)</p> <p>1500 BST CAD BoC Interest Rate Decision</p> <p>1600 BST CAD BoC Press Conference</p>	<p>1315 BST EUR ECB Interest Rate Decision</p> <p>1330 BST USD Gross Domestic Product</p> <p>1345 BST EUR ECB Press Conference</p>	<p>0400 BST JPY BoJ Interest Rate Decision</p> <p>0700 BST JPY BoJ Press Conference</p> <p>1300 BST EUR (Ger) Inflation Data (Prel. CPI)</p> <p>1330 BST USD PCE Inflation, Income and Spending</p>



#### US Tech 100 Technical Update:

While 11444 (38% retrace) remains intact, Friday's rally approached this point and it is the focus to start the week.

A recovery will be possible if this gives way on a closing basis, opening 11737 (mid-point) which linked with the October high is important supply; this giving way suggests continued upside.

To the downside, closes under 10961 (half latest rally) can signal weakness to retest 10485 (Oct low trade).

**Wednesday: AUD Inflation Data (CPI).** This data is very important for the RBA, especially as they were the first major central bank to slow rate hikes. **What will they do if inflation is climbing?** This release could spark sharp moves in AUD.

**BoC Interest Rate Decision and Press Conference.** Traders were hoping the Canadian central bank may start to reduce the aggressive pace of rate hikes seen since early 2022, but that was complicated by a slower than expected fall in inflation last week. Markets are now expecting at least 50bps. **Whatever the outcome, CAD will move.**

**Thursday: ECB Interest Rate Decision and Press Conference.** This is a big event as traders will see just how aggressive the ECB is prepared to be to deal with inflation running at 9.9%. Markets want to see another 'jumbo' 75bps hike, and anything less is likely to be seen as weak and dovish. **This event will impact all markets.** (See below for the EURUSD Technical Update).

#### EURUSD Technical Update:

Activity continues within the confines of a downtrend channel and while last week saw attempts at strength, upper extremes remain intact.

This maintains a negative backdrop and risks for continuation over coming sessions. Breaks below 0.9632 (Oct 13<sup>th</sup> low) can extend declines towards 0.9536 (Sep 28<sup>th</sup> extreme) even 0.9313 (channel lower limits).

To the upside, it still looks as if only 0.9890 breaks (channel upper trend) suggest a sustained rally.



**USD Gross Domestic Product.** At a time when markets are focused on how a country is performing this data will grab headlines. **Is the US still the strongest economy amongst developed nations?**

**Friday: BoJ Interest Rate Decision and Press Conference.** Japanese authorities were forced to intervene again last week so traders will be on heightened alert for any shift in policy from the central bank that could support the JPY, especially given Japanese inflation hit 3% (a level not seen for 30 years). **If no change is forthcoming then prepare for a similar pattern of weaker JPY going forward and further intervention to stem falls.**

**German Preliminary Inflation Data (CPI).** Higher prices have been a real headache for German companies, and this release is unlikely to show a relevant fall. **Expect this number to impact the Germany 40 and EUR!**



**Friday continued .... USD PCE Inflation.** As the preferred measure of inflation for the Fed, this release is vital. The core reading remained higher than expected last month and many hope that this month could see a slide. If that were to happen stocks would likely react positively, but it may be a big ask in the current climate of stubbornly high prices.

**USD Personal Income and Spending.** All part of the inflation data and shows savings ratios in the US. Is the US consumer now forced to spend on credit cards? How much disposable income do they have? Interesting data that could ensure a volatile end to the week again.

**Commodity Chart of the Week: Gold. Can it hold above \$1600, it seems the USD's direction may decide!**

#### Gold Technical Update:

Once again 1615 (Sep low) held declines and helped prompt a recovery into the weekend.

However, a downtrend is still evident and while 1673 (half latest declines) remains intact, potential is to retest the support.

Closing breaks appear a further negative, exposing 1609 (Apr'20 low) even on to 1451 (Mar'20 extremes).

To the upside, closes above 1673, suggest strength to retest the more important 1738 level (Bollinger mid-average).



**Below are the key levels in Stocks and G10 FX the Corellian mentors are focused on.**

Support	Resistance	Support	Resistance
<b>USA 500:</b> <b>1<sup>st</sup> - 3641</b> , Half latest upside <b>2<sup>nd</sup> - 3591</b> , Monday's low trade <b>3<sup>rd</sup> - 3502</b> , October low trade	<b>1<sup>st</sup> - 3777</b> , Last week's high trade <b>2<sup>nd</sup> - 3820</b> , Oct 5 <sup>th</sup> high trade <b>3<sup>rd</sup> - 3839</b> , Mid-point Sep/Oct	<b>EURUSD:</b> <b>1<sup>st</sup> - 0.9632</b> , Oct 13 <sup>th</sup> extreme <b>2<sup>nd</sup> - 0.9536</b> , Sep 28 <sup>th</sup> low trade <b>3<sup>rd</sup> - 0.9313</b> , Channel lower limits	<b>1<sup>st</sup> - 0.9875</b> , Last week's high <b>2<sup>nd</sup> - 0.9890</b> , Channel upper limits <b>3<sup>rd</sup> - 0.9922</b> , Bollinger upper band
<b>US Tech 100:</b> <b>1<sup>st</sup> - 10961</b> , Half October rally <b>2<sup>nd</sup> - 10485</b> , October low trade <b>3<sup>rd</sup> - 10302</b> , July 2020 extreme	<b>1<sup>st</sup> - 11444</b> , 38% retrace Sep/Oct <b>2<sup>nd</sup> - 11737</b> , Mid-point same move <b>3<sup>rd</sup> - 12032</b> , Higher 62% retrace	<b>GBPUSD:</b> <b>1<sup>st</sup> - 1.0921</b> , Mid-point Sep/Oct <b>2<sup>nd</sup> - 1.0785</b> , Deeper 62% retrace <b>3<sup>rd</sup> - 1.0539</b> , Sep 28 <sup>th</sup> low trade	<b>1<sup>st</sup> - 1.1439</b> , Last week's high trade <b>2<sup>nd</sup> - 1.1495</b> , October monthly high <b>3<sup>rd</sup> - 1.1738</b> , September extreme
<b>USA 30 Wallstreet:</b> <b>1<sup>st</sup> - 30225</b> , 38% retrace Oct rally <b>2<sup>nd</sup> - 29641</b> , Deeper 62% retrace <b>3<sup>rd</sup> - 28671</b> , October monthly low	<b>1<sup>st</sup> - 31227</b> , 62% retrace Sep/Oct <b>2<sup>nd</sup> - 31388</b> , September 14 <sup>th</sup> high <b>3<sup>rd</sup> - 32779</b> , September 13 <sup>th</sup> high	<b>USDJPY:</b> <b>1<sup>st</sup> - 146.15</b> , Mid-point Sep/Oct <b>2<sup>nd</sup> - 144.85</b> , Deeper 62% retrace <b>3<sup>rd</sup> - 143.52</b> , October monthly low	<b>1<sup>st</sup> - 149.11</b> , Half Friday's sell-off <b>2<sup>nd</sup> - 151.94</b> , Friday's rejection high <b>3<sup>rd</sup> - 152.25</b> , July 1990 high trade
<b>Germany 40:</b> <b>1<sup>st</sup> - 12411</b> , Bollinger mid-average <b>2<sup>nd</sup> - 12011</b> , Oct 13 <sup>th</sup> extreme <b>3<sup>rd</sup> - 11827</b> , Oct'22 monthly low	<b>1<sup>st</sup> - 12906</b> , 62% retrace Sep/Oct <b>2<sup>nd</sup> - 13195</b> , Sept 14 <sup>th</sup> extreme <b>3<sup>rd</sup> - 13565</b> , Sept monthly high	<b>AUDUSD:</b> <b>1<sup>st</sup> - 0.6170</b> , October low trade <b>2<sup>nd</sup> - 0.5981</b> , Late-Mar'20 extreme <b>3<sup>rd</sup> - 0.5701</b> , Mid-Mar'20 low	<b>1<sup>st</sup> - 0.6405</b> , 62% Oct sell-off <b>2<sup>nd</sup> - 0.6547</b> , Oct monthly high <b>3<sup>rd</sup> - 0.6670</b> , Sept 22 <sup>nd</sup> high trade
<b>UK 100:</b> <b>1<sup>st</sup> - 6869</b> , Half Oct recovery <b>2<sup>nd</sup> - 6711</b> , Oct monthly low trade <b>3<sup>rd</sup> - 6566</b> , March 2021 rally level	<b>1<sup>st</sup> - 7023</b> , Last weeks high trade <b>2<sup>nd</sup> - 7043</b> , 38% retrace Aug/Oct <b>3<sup>rd</sup> - 7113</b> , Oct 6 <sup>th</sup> high trade	<b>USDCAD:</b> <b>1<sup>st</sup> - 1.3586</b> , 38% retrace Sep/Oct <b>2<sup>nd</sup> - 1.3496</b> , October 5 <sup>th</sup> low trade <b>3<sup>rd</sup> - 1.3467</b> , Mid-point same move	<b>1<sup>st</sup> - 1.3977</b> , October failure high <b>2<sup>nd</sup> - 1.4007</b> , Late May'20 extreme <b>3<sup>rd</sup> - 1.4173</b> , May'20 rejection



**Disclaimer:**

Corellian Global Investments (Corellian or The Firm) is an appointed representative of Laven Advisors LLP, which is authorised and regulated by the Financial Conduct Authority. Information contained in this document is intended for the use of the addressee only and is confidential. Any dissemination, distribution, copying or use of this document without prior permission of the addressee is strictly prohibited.

All opinions and judgements expressed in this presentation/document and all projections, forecasts and statements concerning future events or possible results achieved by Corellian are personal opinions, judgements, projections, forecasts and statements of Corellian and result from the interpretation by Corellian of the information that was in its possession at the date of preparation of this introductory presentation.

Prior performance is not indicative of future results, and there can be no guarantee with respect to whether the financial objectives of the investments by Corellian may be achieved in the future. As a result, investors must form their own independent view as to such opinions, judgements, projections, forecasts or statements.

The information herein is based on factual information obtained from sources believed to be reliable, but Corellian does not represent or warrant that it is accurate and complete or that the services herein are appropriate for any person. This presentation is for informational purposes only and is not, and may not be relied on in any manner as legal, tax, investment, accounting or other advice or as an offer to sell or a solicitation of an offer of any security or service.

Certain information contained herein constitutes "forward-looking statements," which can be identified by the use of terms such as "may", "will", "should", "expect", "anticipate", "project", "estimate", "intend", "continue," "target" or "believe" (or the negatives thereof) or other variations thereon or comparable terminology. Due to various risks and uncertainties, actual events or results or actual performance of the services offered herein may differ materially from those reflected or contemplated in such forward-looking statements.

As a result, the recipient should not rely on such forward-looking statements in making its decisions to pursue the services or products offered herein. No representation or warranty is made as to future performance or such forward-looking statements. All opinions and judgements expressed in this presentation and all projections, forecasts and statements concerning future events or possible results achieved by Corellian are personal opinions, judgements, projections, forecasts and statements of Corellian and result from the interpretation by Corellian of the information that was in its possession at the date of preparation of this introductory presentation.