

PPI jumps, Wall Street marches on, DXY finds support

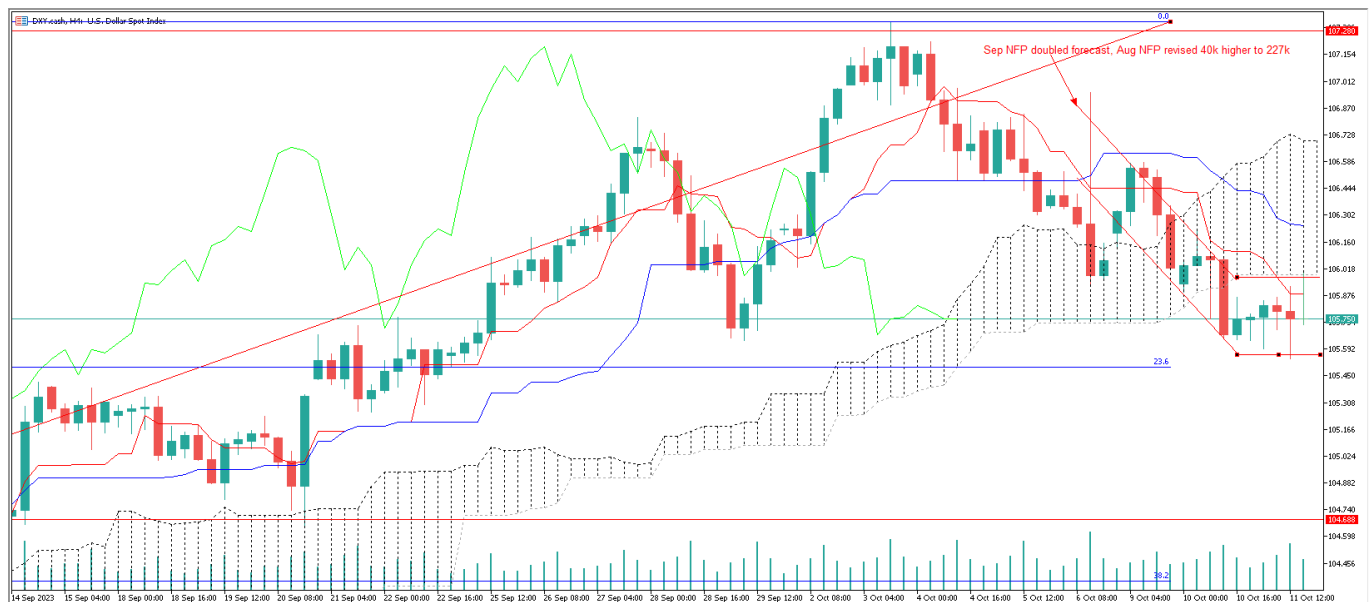
Good morning Traders,

1, FOMC minutes

The latest FOMC meeting minutes showed most voting members leaned towards 1 more hike during Fed's last September meeting, but this has shifted rapidly and becoming less relevant after several Fed speakers hinting the hike is done.

2, DXY

The USD index (USD vs a basket of 6 other currencies) has found a support at 105.558 after dropping from October high of 107.328. As shown yesterday, this level also coincides with Fib 23.6% level as the greenback finds buyers amid geopolitical uncertainty.



DXY.cash H4

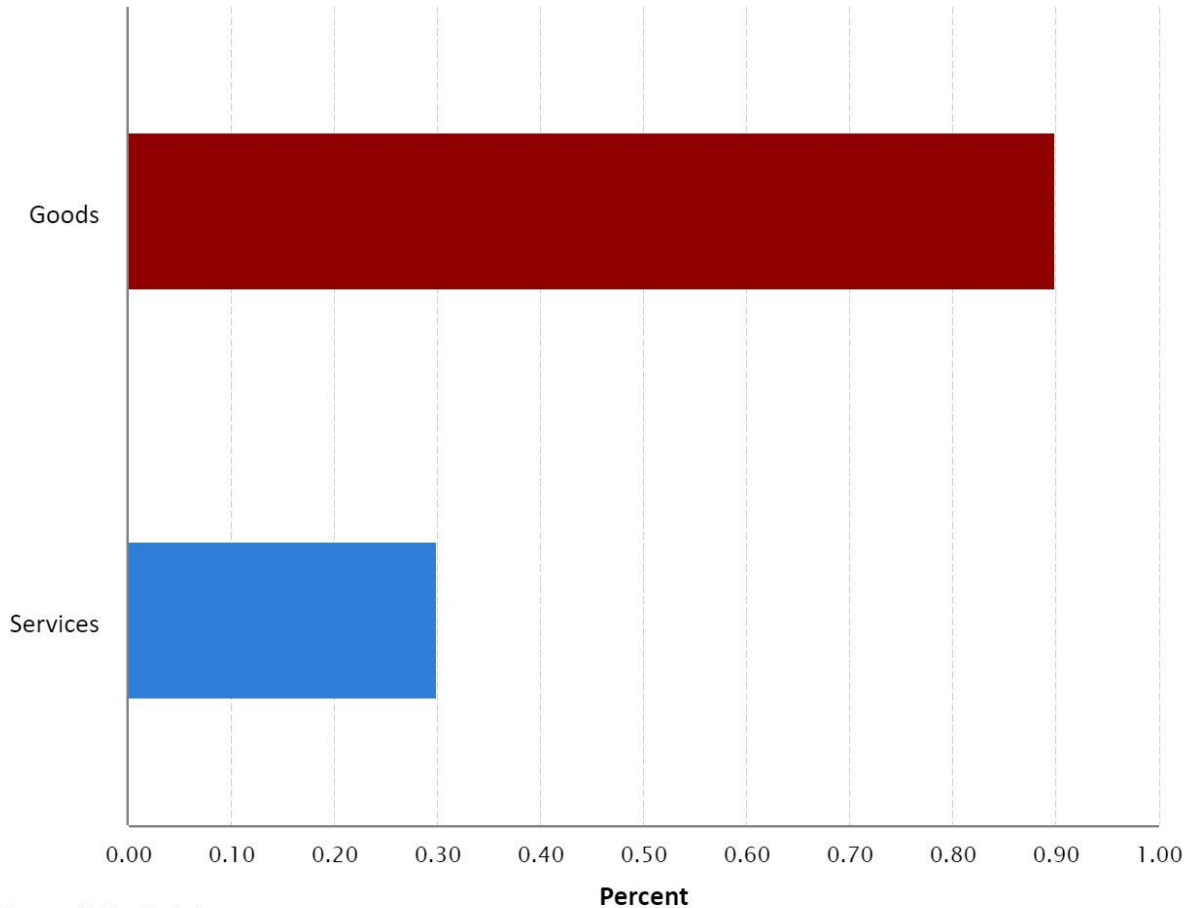
3, PPI jumps

The PPI, aka Producers' Price Index, which measures input price changes from the manufacturing side has jumped to +0.5% in September, beating markets' forecast of +0.3%. The upside surprise has aided USD's temporary recovery while also indicating an increased likelihood of higher inflation for October.

PPI for final demand components, 1-month percent change, September 2023

[Click on bars to drill down](#)

Commodity

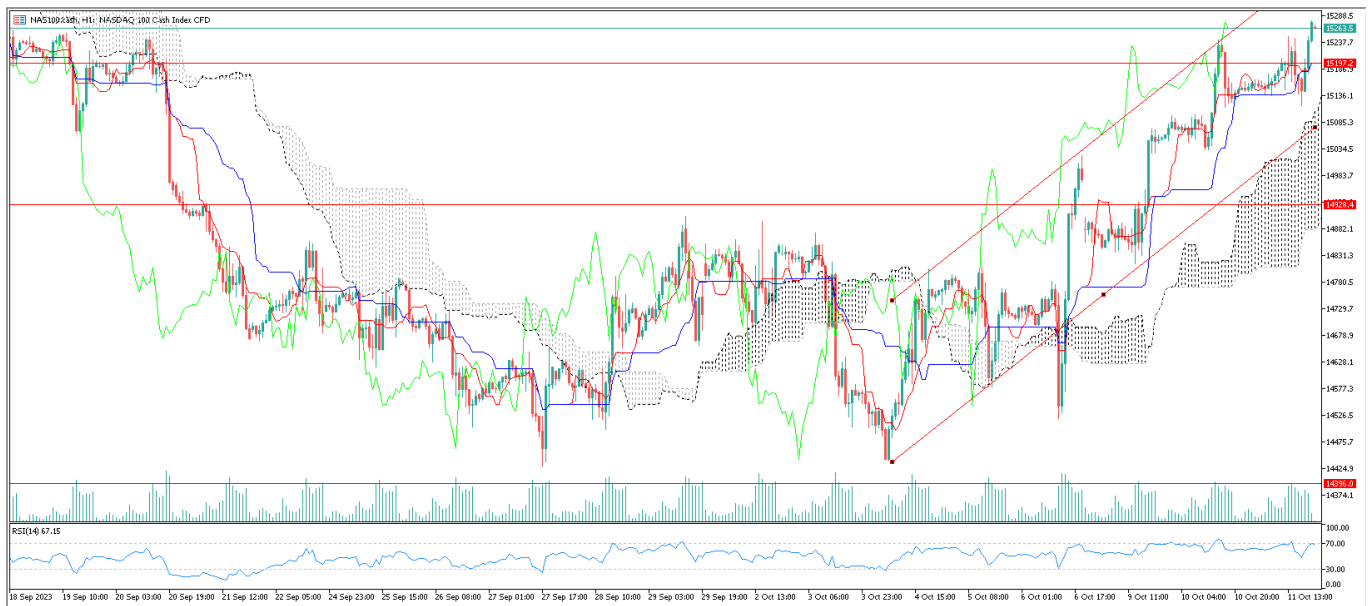


Source: U.S. Bureau of Labor Statistics.

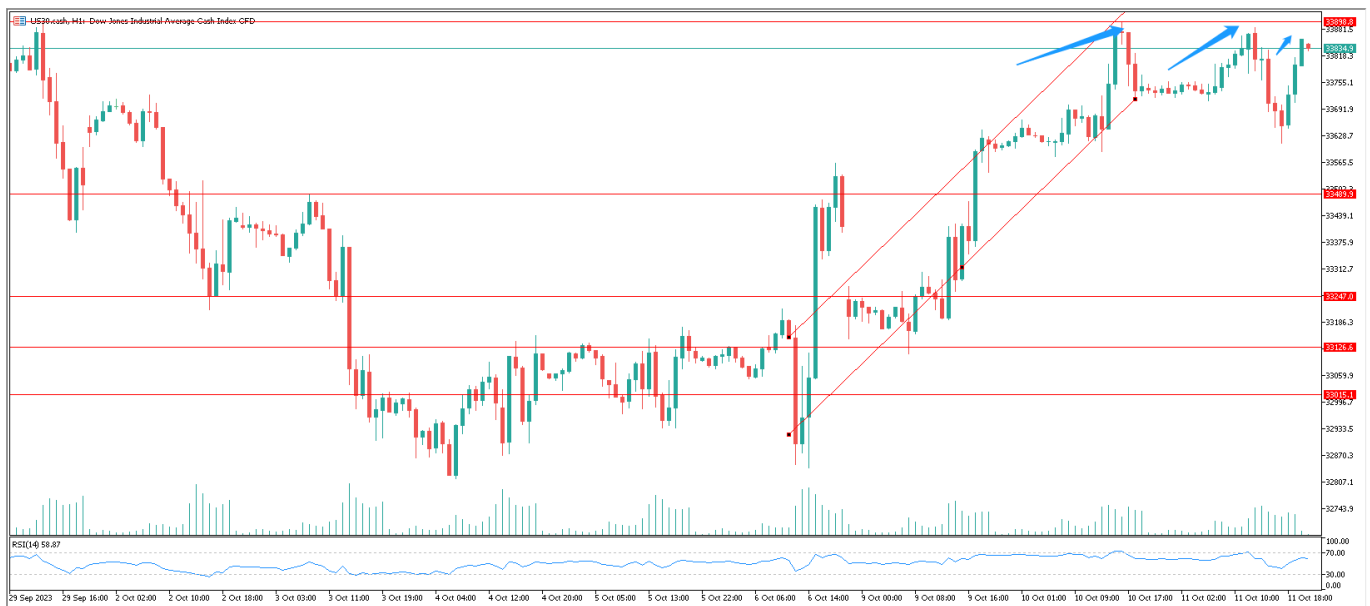


4, Wall Street higher, NAS100 shines

NAS100 has outperformed Wall Street again overnight, finishing 0.71% higher while the US30 and SPX500 only recorded modest gains. What I'm looking at though, is the technical divergence widening again -- NAS100 has remained in its bullish tunnel while the US30 and SPX500 have both fallen out and are showing double or triple top formations, indicating buyers are hesitant to challenge resistance levels.



NAS100.cash H1



US30.cash H1

What are your thoughts on CPI tonight?

Head of Research and Analysis

Glenn Yin

Risk Disclaimer

The information above is of general nature only and does not take into consideration your objectives, financial situation or investment needs. The financial products are issued by AETOS Capital Group Pty Ltd (AFSL: 313016, ACN: 125113117). Trading margin Forex and CFDs carries a high level of risk. Retail clients could sustain a total loss of deposited funds but are not subject to subsequent payment obligation beyond the deposited funds. You are strongly recommended to seek advice from independent financial advisors before you make an investment decision. Please refer to our Product Disclosure Statement and Target Market Determination which you can obtain from our website for more details.

AETOS has the ownership of the contents of this market commentary. Copying, reprinting, publishing or distributing to a third party is not permitted.