While markets remain attuned to reflexively predict a classic boom-and-bust cycle for AI,its immediate economic adoption and structural scale signal a fundamentally different path. What we're seeing could be less of a speculative bubble and more of a classic technology hype cycle layered on top of a genuine platform shift.

In a true bubble, once the speculation ends, the technology itself fades away. But AI is already demonstrating durable utility.The distinction matters.

Diplomacy might result in marginal reduction of the risk premium in oil but a lasting fall in prices needs much more than that .

U.S. economy on solid footing, expanding at 3.4% annualized rate on strong consumer and exceptionally strong business investment. (notably helped by price deflator which rose 2.3% instead of 3.2% estimated).Business investment, excluding housing, was up 12.7% . Investment in information processing equipment surged 37.4%, in software 9.6% and in research and development 7.5%.

Rebound in inventories is one finer point one would not want to miss - Following five quarters of decline,(drawdown followed a Q1 2025 surge that was largely pre-tariff inventory) inventories rose in Q3. This adds cost pressures, that tariffs pressures add to inflation in 2027.

Lagarde's departure is a bigger story than ECB decision -adds uncertainty at a difficult moment, with inflation elevated and French bonds under pressure. However, the muted market reaction suggests both frontrunners De Cos and Knot would both bring continuity.

Whereas the ECB statement sounded dovish, Lagarde added some hawkish hints .For context ,.EU spent an average of $30.7 billion per month in Q2 CY 2026 on petroleum oil imports, up from $19.7 billion in the same period in 2025. EURUSD short squeeze while support 1.1113 holds and no change in bigger picture .

China appears wary of repeating Japan's experience after the 1985 Plaza Accord and reject Europe's calls for yuan **appreciation.One** lesson from the Plaza Accord is that monetary policy must not be held hostage to politically driven exchange-rate targets, which can exacerbate domestic economic imbalances.

The market calm was a marked departure from the run-up to Rachel Reeves's Nov 2025 budget. GBP/USD climbed toward its 100-DMA at 1.3388 and as usual 1.3408 to resist .

The 8-to-1 BoJ vote to keep rates unchanged - Takata dissenting to the decision, and BOJ revised up the price outlook for 2027 to 2.6%. All on widely expected lines.Speeding up ETF

sales is a bit surprising. It's unhealthy for the central bank to hold such a big amount of stocks.December appears a credible opportunity for the next rate hike.Recent USD/JPY moves tied to moves in global equities and not on Japanese Macros. 157.30 to hold

Today's SDDS data release to show outstanding forward position at Sept end. Market expects the same to be at USD 300 bio - 95.30 weekly close to trigger upmove.