

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

Risk sentiment remained firm into the weekend with solid gains in commodities and stocks, coupled with a weaker USD. Thursday's lower than expected US inflation print, and news Friday that China was easing some of their strict Covid restrictions, was enough to maintain the positive momentum into the Friday close.



Friday data: GBP GDP and Michigan Consumer Sentiment: It's not all good news

- The UK economy shrank 0.2% between July and September, meaning it's likely to be in a recession by the end of 2022.
- US Michigan consumer sentiment collapsed in November to 54.7 from 59.9 in October, suggesting a weakening US economy as consumer inflation expectations increase.

Stock indices saw strong gains across the board on the lower than expected US inflation print and this continued into the weekend. The US Tech 100 was the standout performer, rising 8.8% on the week, as technology stocks benefitted from hopes that US interest rates won't have to rise as much going forward. (See below for the **US Tech 100 Technical Update**).

European stock indices also had strong gains. The easing of Covid rules in China revived hopes that an important trading partner for the EU may finally be emerging from lockdown gloom. The Germany 40 was up 6.1% on the week, while the Europe 50 rose 5.3%

Q3 US Earnings season next week sees the big US retailers in focus. (Page 2).



US Tech 100 Technical Update:

Last week's advance produced closes above 11737 (mid-point Sep/Oct sell-off) which combined with October highs marked an important focus.

These breaks could trigger strength for a more extended retracement to 12035 (62% retrace) and if this gives way, 12981 (Sep 13th high).

Support is offered by 11252 (Bollinger mid-average) with closing breaks needed to suggest downside to retest 10640 (Nov 4th low).

The US Dollar Index saw its biggest weekly loss since March 2020, falling 4%, as traders ponder the idea of whether a peak may now finally be in place. USDJPY fell 5.4% to close back below 140 for the first time since early September, while GBPUSD rose 4.1% to its highest close since August (1.1844). (See page 3 for the **GBPUSD Technical Update**).

Commodities in general benefitted from the lower USD and positive risk sentiment to register gains. Precious metals outperformed with Gold up 5.3% on the week, Silver gaining 4% and Copper 6.4%. (See page 4 for the **Gold technical update**).

US 10 year yields fell aggressively on Thursday's lower inflation print, and US bond markets were closed Friday for Veterans day. The US 10 year fell 40 bps to 3.81%. Expectations will be for further falls on Monday in a catch up to stock market gains. **Will this be the case?**



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

<p>Bloomberg: Yellen says Russia faces oil shut in or price cap amid sanctions</p> <p>After a 3% rally Friday on the China easing of Covid restrictions. Is it time to expect more volatility ahead for oil prices?</p> <p>Treasury Secretary Janet Yellen said it's "very likely" that European sanctions will force Russia to offer some of its crude oil exports at a price set by the US and its allies.</p> <p>However, if Russia rejects any potential sale at the cap price it could provoke the very outcome the US has sought to avoid. A spike in oil prices!</p>	<p>Reuters: China says it will continue fine tuning Covid measures</p> <p>China continues its market friendly tone over easing of Covid restrictions. Will this keep markets supported early next week?</p> <p>China will keep fine tuning its steps to control Covid as it tries to minimise infections and serious cases, officials said Saturday, a day after the surprise announcements to lessen the impact of a strict zero Covid policy.</p> <p>These moves were announced despite a surge in infections to their highest since late April, according to data released Saturday.</p>	<p>Reuters: UK considering big increase in energy windfall tax, sources say</p> <p>Watch out UK oil and gas firms ahead of the UK's Autumn budget on Thursday. The government want more taxes from you.</p> <p>UK Chancellor Jeremy Hunt is considering a big increase in a windfall tax on oil and gas firms and extending it to power generation firms as he tries to find ways to repair the country's public finances, sources said on Saturday.</p>
---	--	---

Step 3: Looking forward to the week ahead

Important events are coloured in bold red, all times are Greenwich Mean Time (GMT)

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:

GMT -5	= New York
GMT	= London
GMT +1	= Frankfurt
GMT +9	= Tokyo
GMT +11	= Sydney

It's time to see how the US consumer facing businesses are performing. Can US stock indices continue their outsized gains next week? (See top of page 3 for the USA 30 Wall Street Technical Update).

Monday 14th November	Tuesday 15th November	Wed 16th November	Thursday 17th November	Friday 18th November
Tattooed Chef 0600 Sonova 1130 Clear Secure	0700 Vodafone 1100 Home Depot 1200 Walmart	Sage British Land 0700 SSE 1100 Lowe's	Royal Mail Williams-Sonoma 1155 Macy's 1200 Kohl's	Li Auto
Before Market Opens:	Before Market Opens:	Before Market Opens:	Before Market Opens:	Before Market Opens:
Oatly Tyson Foods	Energizer Krispy Kreme	Target Grab	Weibo Alibaba	Foot Locker JD.Com
After Market Closes:	After Market Closes:	After Market Closes:	After Market Closes:	After Market Closes:
		2020 NVIDIA Sonos Bath & Body Works	Dolby 2100 Ross Stores 2115 Gap	

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

Monday: Fed Vice Chair Brainard Speech. It is really important to hear what Fed speakers have to say now after the CPI data saw stocks surge and the USD fall. The Fed will not like seeing financial conditions easing too far at present, as inflation is still not beaten. After a big 2 day 'risk on' rally, this speech will be important to markets!

Tuesday: RBA Meeting Minutes. These minutes could move the AUD. Traders will be looking to see how the central bank came to the decision to only hike 25bps at the last meeting. **Will this information cap AUDUSD's recent rally?**

Monday 14th November	Tuesday 15th November	Wed 16th November	Thursday 17th November	Friday 18th November
1630 GMT USD Fed Vice Chair Brainard Speech	0030 GMT AUD RBA Meeting Minutes	0700 GMT GBP Inflation Data (CPI)	0030 GMT AUD Employment Data	0830 GMT EUR ECB President Lagarde Speech
	0200 GMT China Industrial Production	1330 GMT USD Retail Sales	GBP Autumn Budget Statement	0700 GMT GBP Retail Sales
	0700 GMT GBP Employment Data	1500 GMT EUR ECB President Lagarde Speech	2330 GMT JPY Inflation Data (CPI)	



USA 30 Wall Street Technical Update:

Recovery themes have continued to dominate since October lows, a move that last week placed the index within striking distance of 34244 (Aug 16th high).

This will be a focus next week with closing breaks a potential catalyst for extension to challenge 35410 (Apr 21st high).

To the downside, closes below 33123 (38% retrace) are needed for a deeper correction.

China Industrial Production. Industrial production is a big deal, but it could be a nasty reminder that things are all still not well in the world's second biggest economy. **A must watch for commodity traders. (See page 4 for the Gold Technical Update).**

GBP Employment Data. The labour market is still very tight in the UK, and wages continue to rise. Both big issues for the BoE. The start of a big week for UK financial markets. **(See below for the GBPUSD Technical Update).**

Wednesday: GBP Inflation Data (CPI). Inflation is not yet under control in the UK. It seems the BoE are likely to hike rates again in December, **but by how much?** This release could move GBP aggressively.

USD Retail Sales. Consumer sentiment is falling again in the US, but how is that impacting their spending? This release, and the Q3 earnings from the likes of Walmart and Target, will provide a big health check on the US economy ahead of the holiday spending season. **This release will impact stock markets!**

ECB President Lagarde Speech. The ECB has come across as more hawkish recently, but we have not heard from Lagarde for a while. Interesting to hear what she has to say on market interest rate expectations, slowing EU growth and rising inflation. After trading 1.0364 Friday, the EUR will move depending on the tone she wants to set.

GBPUSD Technical Update:

Last week's acceleration breached 1.1786 (62% retrace May/Sep declines) opening potential to challenge 1.1900 (Aug 26th high).

This will be a focus next week, with closing breaks required to trigger continuation of positive themes to 1.2142 (Aug 17th high).

Any corrections will need to break 1.1586 (38% retrace) to trigger a more extended sell-off towards 1.1502 (mid-point) even 1.1418 (62% retrace).



Thursday: AUD Employment Data. This is big data for the RBA and will be taken seriously by traders. Wages have not been soaring, as feared by the central bank, but are there any signs of a tight labour market. If there are, then expect more interest rates hikes in the coming months.

GBP Autumn Budget. Markets have been waiting for this statement. It will be interesting to see how austere this government is prepared to be with the economy so weak. The last budget nearly caused a systemic risk across financial markets, and did cause a collapse in GBP. **How will the markets receive this release?**

Friday: GBP Retail Sales. Rounding off the busy data heavy week for the UK. This is another piece in the puzzle for the BoE to consider at its December meeting. The UK consumer has been hit very hard in 2022, and a strong reading would be a surprise, with prices still spiralling higher. **Expectations are for a long UK recession and this release, whichever way it swings, will influence GBP.**

Gold Technical Update:

Prices were aided by a weaker USD, which helped see a strong recovery throughout the week.

This breached 1729 (Oct 4th last failure high) suggesting upside potential to see 1789 (38% retrace) challenged, even breached. Such moves can open tests of 1808 (Aug 20th high).

A short term reaction to strength could materialise, but it looks as if breaks under 1713 (38% retrace November strength) are needed to a more extended decline.



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

Support	Resistance	Support	Resistance
USA 500:		EURUSD:	
1 st - 3893, 38% retrace Nov range	1 st - 4012, 62% retrace Aug/Sep	1 st - 1.0123, 38% retrace Nov rally	1 st - 1.0368, August 10 th high
2 nd - 3822, Deeper 62% retrace	2 nd - 4172, September 13 th high	2 nd - 1.0049, Mid-point same move	2 nd - 1.0559, 62% retrace Mar/Sep
3 rd - 3705, November low trade	3 rd - 4217, August 26 th extreme	3 rd - 0.9971, Deeper 62% retrace	3 rd - 1.0615, June 27 th extreme
US Tech 100:		GBPUSD:	
1 st - 11252, Bollinger mid-average	1 st - 12032, 62% retrace Sep/Oct	1 st - 1.1586, 38% retrace Nov rally	1 st - 1.1854, Last week's high trade
2 nd - 10640, November extreme	2 nd - 12137, September 21 st high	2 nd - 1.1502, Mid-point same move	2 nd - 1.1900, August 26 th high
3 rd - 10485, October low trade	3 rd - 12981, September 13 th high	3 rd - 1.1418, Deeper 62% retrace	3 rd - 1.2142, August 17 th extreme
USA 30 Wallstreet:		USDJPY:	
1 st - 33123, 38% retrace Nov rally	1 st - 33980, Last week's high trade	1 st - 138.46, Last week's low trade	1 st - 142.46, 38% Nov sell-off
2 nd - 32869, Mid-point same move	2 nd - 34244, August 16 th high	2 nd - 135.81, August 23 rd low	2 nd - 143.69, Mid-point same move
3 rd - 32603, Deeper 62% retrace	3 rd - 34715, April 22 nd extreme	3 rd - 132.55, August 15 th extreme	3 rd - 144.89, Higher 62% retrace
Germany 40:		AUDUSD:	
1 st - 13844, 38% retrace Nov rally	1 st - 14351, Last week's high trade	1 st - 0.6549, 38% retrace Nov rally	1 st - 0.6770, 62% retrace Aug/Oct
2 nd - 13692, Mid-point same move	2 nd - 14416, June 6 th failure	2 nd - 0.6496, Mid-point same move	2 nd - 0.6916, September 13 th high
3 rd - 13536, Deeper 62% retrace	3 rd - 14707, June upside extreme	3 rd - 0.6443, Deeper 62% retrace	3 rd - 0.7009, August 26 th extreme
UK 100:		USDCAD:	
1 st - 7295, 38% retrace Nov rally	1 st - 7434, Last week's high trade	1 st - 1.3210, 62% retrace Aug/Oct	1 st - 1.3455, 38% Nov sell-off
2 nd - 7252, Mid-point same move	2 nd - 7516, September 13 th high	2 nd - 1.3139, Sept 13 th extreme	2 nd - 1.3524, Mid-point same move
3 rd - 7209, Deeper 62% retrace	3 rd - 7574, August 19 th extreme	3 rd - 1.2953, Sep 12 th session low	3 rd - 1.3591, Higher 62% retrace



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.