

UK 100 Daily Update Wednesday 17th May 2023

UK 100 Fundamentals:

The UK 100 initially managed small gains to start the week off, rising steadily from its Monday opening levels at 7,752 to register a high early Tuesday at 7,808 (+0.8%). Those gains were soon reversed as losses in energy and financial stocks combined with weakness in UK 100 firms exposed to China, after another below expectation release of April industrial output and retail sales data in the country re-enforced concerns its economy is losing momentum. Vodafone was the index's biggest faller (-7%) yesterday after announcing weaker than expected earnings and 11,000 job cuts. This all resulted in the UK 100 closing down 0.7% at 7,732.



Today sees earnings releases from UK 100 constituents **Experian, Sage and British Land**, in the morning, while the **Governor of the Bank of England speaks at 1050 BST** to the British Chamber of Commerce. Traders will be looking for further insight from Governor Bailey into the reasons behind the recent 25bps rate hike, and what comes next on inflation and interest rates. Elsewhere general risk sentiment is being driven by a debt ceiling stand off in the US Congress which could lead to the US treasury running out of funds as soon as 1st June.

UK 100 Technicals:

Daily Technicals:

Recent price activity has seen consolidation develop as a reaction to declines from 7935 (Apr 21st high).

While prices remain below 7812 (Bollinger mid-average), which is a resistance focus on the topside, Tuesday's weakness threatens to resume potential for a deeper retracement. This can see tests of 7657 (38% Mar/Apr strength) even 7573 (deeper mid-point) if this gives way.

To the upside, closes above 7812 are needed to open scope back to 7935 (Apr 21st high).



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.