

**Fundamentals:**

U.S. stocks ended higher to kick off the trading week on Monday, buoyed by gains in financial and technology shares as investors awaited the next round of quarterly results this week as earnings season gathers speed.

Companies scheduled to report earnings this week include Tesla and Netflix, while more big banks in the form of Bank of America, Morgan Stanley and Goldman Sachs are also on the docket to post results, following reports from peers such as JP Morgan and Citigroup last week.

Investors will be paying attention to company outlooks, with earnings for the quarter expected to decline 8.1%, according to Refinitiv data, a bigger decline than the 5.7% fall expected at the start of the month.

Equities have rallied recently, with the S&P 500 and Nasdaq climbing to 15-month highs as economic data has pointed to a resilient economy, with inflation cooling and a solid labor market.

Markets have largely priced in a 25-basis-point rate hike by the Federal Reserve at its policy meeting next week, with expectations at 97.3%, according to CME's FedWatch Tool.

The S&P and Nasdaq have advanced in five of the past six sessions.

Tesla gained after the company said on Saturday it had built its first Cybertruck, after two years of delays.

In contrast, Ford Motor tumbled after the automaker cut the price of its F-150 Lightning trucks, the latest salvo in a deepening price war among electric vehicle makers. Peers General Motors and Rivian also slumped.

Apple advanced after Morgan Stanley raised its target price on the iPhone maker to \$220 from \$190, citing a bullish outlook on India as an emerging growth driver for the company.

Bank shares recovered from Friday's losses, with the S&P 500 bank index up and the KBW regional bank index also advancing.

Activision Blizzard rose after Microsoft said it has signed an agreement to keep "Call of Duty" on PlayStation following its acquisition.

In addition, Microsoft was granted a two-month pause of its appeal over Britain's block against the deal to give the parties more time to reach an agreement.

AT&T slumped to a 30-year low after Citi downgraded the telecom operator over risks tied to lead cables left buried in the United States. Verizon shares also dropped to their lowest level in nearly 13 years.

Benchmark 10-year Treasury yields rose off two-week lows on Friday after consumers lifted their inflation expectations in July, but they remained lower on the week as investors bet that the Federal Reserve is nearing the end of its hiking cycle.

The University of Michigan's preliminary reading on the overall index of consumer sentiment showed that U.S. consumer sentiment jumped to the highest level in nearly two years in July as inflation subsided and the labor market remained strong.

The survey's reading of one-year inflation expectations inched up to 3.4% this month from 3.3% in June. Its five-year outlook nudged up to 3.1% from 3.0% in the prior month.

Slowing consumer and producer price inflation in June has increased expectations that inflation will continue to moderate, and in turn lead to more dovish monetary policy.

Now, markets will scrutinize Fed Chairman Jerome Powell's tone at the U.S. central bank's July 25-26 meeting for further indications on whether it is likely to continue raising rates beyond a highly anticipated 25 basis points increase this month.

Ten-year yields rose 6 basis points on the day to 3.819%, but are down from an eight-month high of 4.094% last Friday.

Two-year Treasury yields rose 14 basis points to 4.751% and are down from 5.120% on July 6, the highest since June 2007.

Fed funds futures traders now see only a small chance of an additional rate hike after July, with around 32 basis points of further tightening priced into the market in total.

Fed Governor Christopher Waller said on Thursday he's not ready to call an all clear on U.S. inflation and favors more rate rises this year, saying the July meeting should bring an increase.

Fed officials on Saturday go into a blackout period ahead of the July meeting.

Other data on Friday showed U.S. import prices fell in June as an increase in the cost of fuels was more than offset by declines elsewhere, the latest indication that inflationary pressures are abating.

(Source: Reuters)

Economic Releases	Period	Survey	Actual	Prior	Revised	
07/17/2023 20:30	Empire Manufacturing	Jul	-3.5	1.1	6.6	--
07/18/2023 20:30	Retail Sales Advance MoM	Jun	0.50%	--	0.30%	--
07/18/2023 20:30	Retail Sales Ex Auto MoM	Jun	0.30%	--	0.10%	--
07/18/2023 20:30	Retail Sales Ex Auto and Gas	Jun	0.30%	--	0.40%	--
07/18/2023 20:30	Retail Sales Control Group	Jun	0.30%	--	0.20%	--
07/18/2023 20:30	New York Fed Services Business Activity	Jul	--	--	-5.2	--
07/18/2023 21:15	Industrial Production MoM	Jun	0.00%	--	-0.20%	--
07/18/2023 21:15	Capacity Utilization	Jun	79.50%	--	79.60%	--
07/18/2023 21:15	Manufacturing (SIC) Production	Jun	0.00%	--	0.10%	--
07/18/2023 22:00	Business Inventories	May	0.20%	--	0.20%	--
07/18/2023 22:00	NAHB Housing Market Index	Jul	56	--	55	--
07/19/2023 04:00	Net Long-term TIC Flows	May	--	--	\$127.8b	--
07/19/2023 04:00	Total Net TIC Flows	May	--	--	\$48.4b	--
07/19/2023 19:00	MBA Mortgage Applications	Jul-14	--	--	0.90%	--
07/19/2023 20:30	Housing Starts	Jun	1480k	--	1631k	--
07/19/2023 20:30	Building Permits	Jun	1500k	--	1491k	1496k
07/19/2023 20:30	Housing Starts MoM	Jun	-9.30%	--	21.70%	--
07/19/2023 20:30	Building Permits MoM	Jun	0.20%	--	5.20%	5.60%

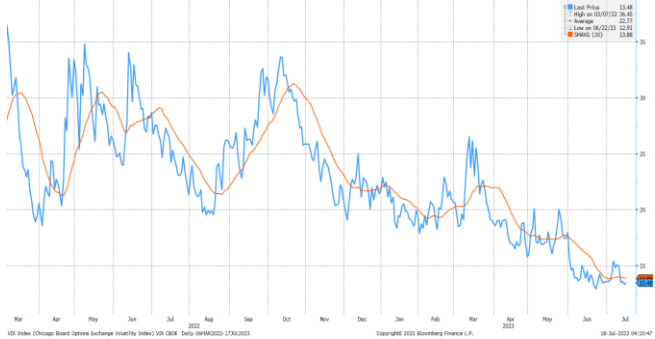
Contract	Close	Change	High	Low
E-Mini Dow SEP 23	34,763.00	76.00	34,850.00	34,580.00
E-Mini S&P SEP 23	4,553.75	13.750	4,565.75	4,528.00
E-Mini NASDAQ SEP 23	15,840.75	132.50	15,882.75	15,661.50
Micro Russell 2K JUN 22	1963.6	19.4	1973.3	1937.9
USD Nikkei SEP 23	32,390.0	20.0	32,495.00	32,145.00
Euro Dollar #N/A Invalid Security	0.00	0.000	0.00	0.00
US Dollar Index	99.90	-0.019	100.18	99.75
DJIA	34,585.35	76.320	34,665.15	34,418.72
S&P 500	4,522.79	17.370	4,532.85	4,504.90
NASDAQ	14,244.95	131.250	14,274.41	14,138.01
Nikkei 225	0.00	0.000	0.00	0.00
Hang Seng	0.00	0.000	0.00	0.00
Straits Times	3,254.43	5.800	3,254.43	3,225.44
DAX	16,068.65	-36.420	16,102.51	15,995.45
CAC	7,291.66	-82.880	7,332.50	7,268.73
FTSE100	7,406.42	-28.150	7,437.61	7,395.67

Historical Volatility	10 Days	30 Days	60 Days	90 Days
E-Mini Dow Futures	10.02	9.21	11.55	11.80
E-Mini S&P Futures	8.86	9.30	12.13	12.94
E-Mini Nasdaq Futures	19.62	20.57	19.48	18.29

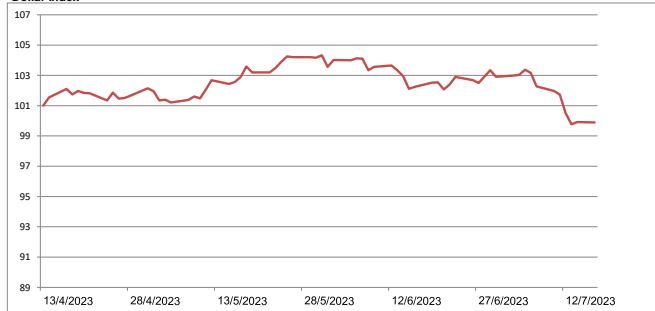
**U.S. Government Treasuries Yield**



**CBOE Volatility Index (VIX)**



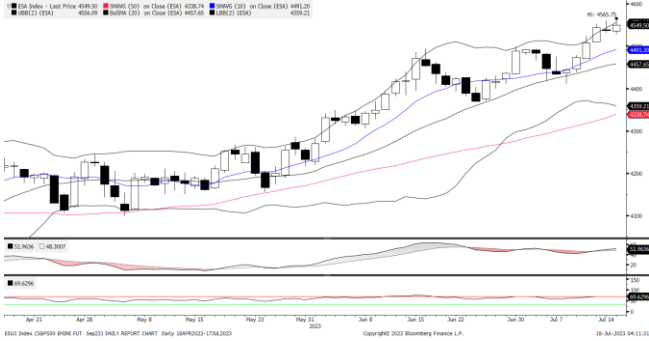
**Dollar Index**



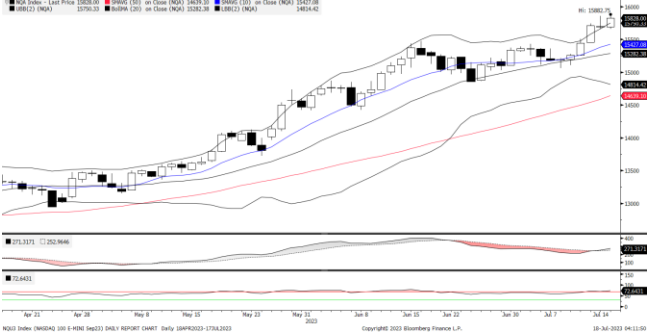
**E-Mini Dow Index Futures Daily Chart**



**E-Mini S&P 500 Index Futures Daily Chart**



**E-Mini NASDAQ 100 Index Futures Daily Chart**



**Micro E-Mini Russell 2000 Index Futures Daily Chart**



**Technical Analysis**

Dow				S&P				Nasdaq				Micro Russell			
1st Resistance:	35284	2nd Resistance:	35806	1st Resistance:	4622.06	2nd Resistance:	4690.36	1st Resistance:	16078.36	2nd Resistance:	16315.97	1st Resistance:	1993.05	2nd Resistance:	2022.51
1st Support:	34242	2nd Resistance:	33720	1st Support:	4485.44	2nd Resistance:	4417.14	1st Support:	15603.14	2nd Resistance:	15365.53	1st Support:	1934.15	2nd Resistance:	1904.69
MACD:	152.342			MACD:	52.082504			MACD:	271.341			MACD:	26.855		
MACD DIFF:	28.879			MACD DIFF:	3.733634			MACD DIFF:	18.215			MACD DIFF:	5.934		
RSI:	60.738			RSI:	69.756207			RSI:	72.629			RSI:	64.008		

**Strategy**

	Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
Dow	34242	34584	34070	33720	34057	33552	35284	34932	35461	35806	35448	35985
S&P	4485.44	4530.30	4463.02	4417.14	4461.31	4395.05	4622.06	4575.84	4645.17	4690.36	4643.46	4713.81
Nasdaq	15603.14	15759.17	15525.12	15365.53	15519.18	15288.70	16078.36	15917.58	16158.75	16315.97	16152.81	16397.55
Micro Russell	1934.15	1953.49	1924.48	1904.69	1923.74	1895.17	1993.05	1973.12	2003.02	2022.508	2002.28	2032.62

Source: Bloomberg

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