

DM Headlines

- U.S. Posts Weakest Growth of Pandemic Recovery on Supply Woes
GDP increased an annualized 2% in third quarter; estimate 2.6%
Household spending rose by just 1.6% as vehicle outlays fell
<https://blinks.bloomberg.com/news/stories/R1OWKEDWLU6F>
- Treasury Curve Inverts at Long-End as 20-Year Yield Tops 30-Year
Move comes amid a general flattening of global curves
Demand for relatively new 20-year bond tenor has been tepid
<https://blinks.bloomberg.com/news/stories/R1PA6XDWRGG0>
- Bond-Market Revolt Tests Central Banks as Inflation Fears Surge
RBA credibility frays as yield hits five times target level
Global government bonds heading for worst rout since 2005
<https://blinks.bloomberg.com/news/stories/R1OF17DWX2PT>
- Oil Powers to 10% Monthly Advance as Stockpiles Spiral Lower
WTI hits seven-year high this week as crude inventories slump
Top U.S. energy diplomat urges drillers to expand production
<https://blinks.bloomberg.com/news/stories/R1Q612DWX2QP>
- Fed's Reverse Repo Usage Drops as Investors Find Yield Elsewhere
<https://blinks.bloomberg.com/news/stories/R1PEHHDWX2PU>
- Biden's \$1.75 Trillion Gambit Shifts Focus to Party Divides (1)
President says his future and congressional control at stake
Progressives hold up infrastructure until legislation ready
<https://blinks.bloomberg.com/news/stories/R1PVP8DWX2PS>
- Yield Curve May Flatten Even More Amid Growth Risk: Maybank
<https://blinks.bloomberg.com/news/stories/R1OJIGDWX2PT>
- U.S. REACT: Supply-Crimped GDP Hides Surge in Services (2)
<https://blinks.bloomberg.com/news/stories/R1OY3ODWX2PX>
- Biden-Xi Thaw Quietly Takes Hold as Taiwan Tensions Flare (1)
Two sides talk even as they spar over security flashpoint
Biden, Xi both try to show strength for audiences at home
<https://blinks.bloomberg.com/news/stories/R1POGSDWLU6L>
- Loomis Sayles Sees Fed Funds Rate Peak Around 1.75%-2% Late 2024
<https://blinks.bloomberg.com/news/stories/R1PUUKDWLU6B>
- Lagarde's Half-Hearted Pushback Leaves ECB Hike Bets Alive (1)
President acknowledges inflation may last longer than expected
'Not for me to say' if markets ahead of themselves, she adds
<https://blinks.bloomberg.com/news/stories/R1P2MXDWRGG0>
- ECB Sees Inflation Above 2% Next Year Though Can't Agree on 2023
Lane insisted that consumer-price path will drop below goal
People familiar with the matter cite discussions on Thursday
<https://blinks.bloomberg.com/news/stories/R1OZKQDWX2PS>
- EURO-AREA PREVIEW: Momentum to Ease After Strong 3Q Recovery (1)
<https://blinks.bloomberg.com/news/stories/R1Q095DWX2PT>
- France Surprises With 3% Growth, Spain Disappoints: GDP Update
Spanish economy expanded 2% in third quarter; est. 2.9%



Other euro-area countries report GDP data later Friday

<https://blinks.bloomberg.com/news/stories/R1Q83IDWX2PU>

- Traders Rush Forward 20-Basis-Point ECB Hike Bet to October 2022
<https://blinks.bloomberg.com/news/stories/R1Q8ELDWLU6B>
- U.K. Households' Financial Stress Rising, Debt Firm Lowell Says
Firm's Financial Vulnerability Index jumps before BOE meeting
Government payments bolstered resilience the during pandemic
<https://blinks.bloomberg.com/news/stories/R1OZUDDWX2PS>
- Shattered Yield Target Sets Stage for Policy Shift in Australia
April 2024 bond yield soars further above central bank's goal
Market sees RBA's dovish outlook as increasingly untenable
<https://blinks.bloomberg.com/news/stories/R1Q2TEDWRGG0>
- ANZ Expects RBA to Scrap April-2024 Yield Target Next Week
<https://blinks.bloomberg.com/news/stories/R1PSDWDWX2PV>
- (NZ) Oct. ANZ Consumer Confidence Index, actual 98.0, prior 104.5
- (AU) Sept. Private Sector Credit YoY, actual 5.3%, est. 5.0%, prior 4.7%
- (AU) Sept. Retail Sales MoM, actual 1.3%, est. 0.4%, prior -1.7%
- (AU) 3Q PPI YoY, actual 2.9%, prior 2.2%
- Aussie Yields Jump on RBA Policy Tweak Bets: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/R1Q0B5TOG1KW>
- Franklin Templeton Says RBA Will Cool Down Aggressive Hike Bets
Pricing in for hikes looks like 'over-reaction,' says Siniakov
Australia's 3-year bond yield falls 10 basis points to 1.02%
<https://blinks.bloomberg.com/news/stories/R1PN6MDWX2PS>
- Aussie, N.Z. Yields "Have Overshot" Amid Rate Hike Bets, Says TD
<https://blinks.bloomberg.com/news/stories/R1Q1IDDWLU6I>
- (Japan) Sept. Japan Unemployment (SA), actual 2.8%, est. 2.8%, prior 2.8%
- (Japan) Sept. Industrial Production YoY, actual -2.3%, est. 0.2%, prior 8.8%
- Super-Long JGBs Gain on Hopes of Insurers' Demand: Inside Japan
<https://blinks.bloomberg.com/news/stories/R1PZLKDWX2QG>
- Plunging Output Adds to Japan Recovery Headwinds Before Election
Falling factory production to weigh on third quarter growth
Output fell at twice forecast pace, but survey signals bottom
<https://blinks.bloomberg.com/news/stories/R1PPDADWRGG3>
- Kuroda Plays Down Risk of Global Inflation Fears Hitting Japan
BOJ chief welcomes weaker yen, doesn't see stagflation chance
Central bank stands pat on policy, lowers growth, price views
<https://blinks.bloomberg.com/news/stories/R1OFHPDWRGG2>

EM Headlines

- China Bonds Have FTSE Boost Coming After Dodging Peer Slump (1)
Inclusion may drive \$130b of inflow over three years: Analysts
China government bonds best major sovereigns in world in 2021
<https://blinks.bloomberg.com/news/stories/R1PSD4DWRGG4>
- China Rushes Nearly 1 Trillion Yuan Into Banks in Just Two Weeks
PBOC says cash injection is for tax payments and bond sales
OMO net injection over two weeks is most since January 2020
<https://blinks.bloomberg.com/news/stories/R1PU1LDWRGG0>
- Short-term Borrowing Costs Up Ahead of Month-End: Inside China
<https://blinks.bloomberg.com/news/stories/R1PYXHDWLU6B>
- China's Manufacturing Likely Contracted Again on Power Shortages
<https://blinks.bloomberg.com/news/stories/R1O75IDWX2PU>
- Evergrande Pays Overdue Interest and Again Dodges Default (2)
Certain holders of 9.5% bond due 2024 were paid Thursday
Company, creditor advisers are taking steps toward debt talks
<https://blinks.bloomberg.com/news/stories/R1PNBADWRGG0>
- RBI Chief Das Gets New 3-Year Term as India Charts Recovery (3)
Extension seen as mildly positive for yields, analyst says
Das's challenge will be reinstating price stability goal
<https://blinks.bloomberg.com/news/stories/R1Q28DDWX2PS>
- Rupee Bonds Steady as RBI's Das Gets Reappointment: Inside India
<https://blinks.bloomberg.com/news/stories/R1Q4O4DWX2PW>
- S. Korea Yields Resume Rise as Hike Bets Persist: Inside Korea
<https://blinks.bloomberg.com/news/stories/R1PQZQDWLU6B>
- IDR Set for Second Weekly Decline on Outflows: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/R1PRK8DWLU6B>

- AMLO Stares Down \$36 Billion Bill for Pemex Debt Relief (2)
CEO said Wednesday that government will pay company's debt
But CFO sought to tamp down those expectations on Thursday
<https://blinks.bloomberg.com/news/stories/R1PEA6DWRGGG>
- Argentina to Let Foreign Tourists Sell Dollars At Lucrative Rate
Foreign travelers can open temporary bank account in Argentina
Tourists can exchange money at rate weaker than official peso
<https://blinks.bloomberg.com/news/stories/R1PAWODWLU6G>
- Cemex Posts Loss as Inflation and Energy Costs Take Toll (1)
Mexican Cement maker reported net loss of \$376 million
Company saw tight capacity utilization in European markets
<https://blinks.bloomberg.com/news/stories/R1OXU7DWX2PU>
- Bolsonaro Mulls More Covid Handouts as Social Program Stalls (1)
Extending aid seen as Plan B if new social program delayed
Treasury against decree that would allow for emergency funds
<https://blinks.bloomberg.com/news/stories/R1PG84DWLU6B>
- Brazilian Real Sinks as Traders Shrug Off Interest Rate Hike (1)
Benchmark rate reaches 7.75%, as expected by most economists



RUBRICS

- Currency weakened despite 150 basis-point interest-rate hike
<https://blinks.bloomberg.com/news/stories/R1OXZ8DWLU6T>
- Chile Central Bank Says Politics Are Driving Inflation Forecasts
Economic activity is above potential: central bank minutes
Policy makers delivered rate hike of 125bps earlier this month
<https://blinks.bloomberg.com/news/stories/R1N6Y5T1UM0X>
 - Chile Short-End Swaps Rise After Bank Minutes: Inside Andes
<https://blinks.bloomberg.com/news/stories/R1OWU4DWLU6U>

 - South Africa Announces Wind, Solar Power Project Bidders (1)
Bid round part of plan to add generation capacity, cut outages
South Africa has had a record number of power cuts this year
<https://blinks.bloomberg.com/news/stories/R1Q3G8DWLU6H>
 - Polish Regulator Sees Progress in Settlements Over CHF-Loans
<https://blinks.bloomberg.com/news/stories/R1OWU1DWLU7H>
 - Polish Central Banker Hardt Sees Vote to Raise Rates Next Week
Lack of a rate hike in November would be negative, he says
Central bank needs to improve communication to curb prices
<https://blinks.bloomberg.com/news/stories/R1OV5RDWX2PW>
 - Hungary Sept. Unemployment Rate Unchanged at 4%
<https://blinks.bloomberg.com/news/stories/R1ODREGF4NPC>
 - Hungary to Allow Firms to Mandate Covid Vaccine as Cases Surge
<https://blinks.bloomberg.com/news/stories/R1OJ7JDWLU6Y>
 - *Czech Preliminary 3Q GDP +2.8% on Year
 - South Africa Swap Rates Point to Mounting Pressure for Rate Hike
Yield on one-year swap rate surges by most in 19 months
Rate hike expectations may be overblown, Absa strategist says
<https://blinks.bloomberg.com/news/stories/R1OJZUDWX2PT>
 - South Africa Sept. M3 Money Supply Rises 4.01% Y/y, Est. +3.20%
<https://blinks.bloomberg.com/news/stories/R1Q617DWX2QT>
 - South Africa 2022-23 Budget Estimate Assumes No State Pay Hike
<https://blinks.bloomberg.com/news/stories/R1OQWIDWLU6B>