

DM Headlines

- Long, Moderate and Painful: What Next US Recession May Look Like
US lacks buildup of leverage that preceded past deep downturns
But Fed may not ride to rescue, given its inflation mission
<https://blinks.bloomberg.com/news/stories/REEDQXDWRGG0>
- JPMorgan Cuts US GDP Forecasts 'Perilously Close' to Recession
Bank sees second-quarter growth at 1%, down from 2.5% estimate
Atlanta Fed's GDPNow tracker shows contraction in period
<https://blinks.bloomberg.com/news/stories/RECZDKT1UM0W>
- Many Major Economies to Hit Recession in Next Year, Nomura Says
EU, UK, Japan, Korea, Australia, Canada all seen contracting
Says central banks will err on side of too much tightening
<https://blinks.bloomberg.com/news/stories/REH0Z4DWRGG1>
- Bond Holders Look to Recession for Salvation After Vicious Half
Yields have pulled back as economic contraction risks increase
Data on jobs and wages will be focus in holiday-shortened week
<https://blinks.bloomberg.com/news/stories/RE8SBXT0G1KX>
- Cost to Hedge Plunging Bond Yields Soars as Recession Fears Grow
Traders start to pay premium for hedging move lower in yields
Rally in 10-year Treasuries boosted as 50-DMA breached
<https://blinks.bloomberg.com/news/stories/RECGFQT0G1KX>
- Oil Swings as Traders Grapple With Recession Concerns, Demand
US President Biden urges gas station companies to lower prices
Global crude market remains in bullish backwardated structure
<https://blinks.bloomberg.com/news/stories/REHE8PDWX2PS>
- TD Doubles Down on Short Treasury 2-Year Trade, Targets 3.2%
<https://blinks.bloomberg.com/news/stories/RECS7T0AFB4>

- ECB Plans to Block Banks from Giant Windfall as Rates Rise: FT
<https://blinks.bloomberg.com/news/stories/REGP1FDWX2PS>
- ECB's High-Wire Act to Deliver Rate Liftoff Enters Final Stretch
Officials meet in last full week before pre-decision blackout
Size of rate moves, design of crisis tool remain in play
<https://blinks.bloomberg.com/news/stories/READ73T0AFB4>
- How the ECB Plans to Keep Markets in Check as It Hikes Rates
First line of defense against debt crisis 2.0 is activated
New tool to fight fragmentation may be presented this month
<https://blinks.bloomberg.com/news/stories/REH9S4DWLU6A>
- EURO-AREA INSIGHT: An Unholy Trinity and Three Paths to Crisis
<https://blinks.bloomberg.com/news/stories/REDBX1DWX2PS>
- EMEA WEEK AHEAD: ECB Minutes to Offer Clues on Sept. Hike (1)
<https://blinks.bloomberg.com/news/stories/REHGOLDWX2PW>



- Boris Johnson Under Pressure Over Tory MP Who Quit in Sleaze Row
Premier urged to explain why he promoted Pincher in February
Pincher was suspended by Tories last week after drunken antics
<https://blinks.bloomberg.com/news/stories/REGJ08DWLU68>
- Prime London Rental Growth to Slow After Soaring Most Since 1998
<https://blinks.bloomberg.com/news/stories/REAKPPTOG1KY>
- UK Told Poorest Are 'Brutally Exposed' to Cost of Living Crisis
Resolution Foundation think tank makes warning in annual audit
UK faulted on productivity, praised on creating jobs for poor
<https://blinks.bloomberg.com/news/stories/RECAMOT0AFB6>

- Aggressive Interest Rate Hikes to Test Australian Consumer Might
Central bank is behind the curve in global race to curb prices
Economists see the RBA raising borrowing costs 50 basis points
<https://blinks.bloomberg.com/news/stories/RE87PUTOG1KW>
- New Zealand's Ardern Leads Trade Mission to Australia This Week
<https://blinks.bloomberg.com/news/stories/REFM2ODWRGG0>
- Aussie Bonds Decline Into RBA Policy Week: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/REHDF8DWX2PS>
- Rapid Tightening Likely As Energy Price Shock Shifts RBA Stance
<https://blinks.bloomberg.com/news/stories/REGOY6DWLU68>
- Australia's Job Surge Adds To Case For Rapid RBA Hikes
<https://blinks.bloomberg.com/news/stories/REGOY6DWX2PS>
- Aussie Bonds, Currency Begging for Unprecedented RBA Hike
<https://blinks.bloomberg.com/news/stories/REHA24DWRGG0>
- NZ's Ardern Repeats Her Warning of China's Pacific Ambitions
PM says order that brought Pacific prosperity 'is contested'
Repeats 'increasingly assertive' remark despite China's rebuke
<https://blinks.bloomberg.com/news/stories/REDBE4T1UM0W>

- Speculators' Bearish Yen Bets Shrink to Lowest This Year: Chart
<https://blinks.bloomberg.com/news/stories/REGV8KDWRGG0>
- Japan Ruling Parties Set for Upper House Victory, Poll Shows
Rising prices top voters' concerns ahead of election
Convincing win could keep Kishida in power for several years
<https://blinks.bloomberg.com/news/stories/REGXN6DWLU68>
- BOJ to Keep Yield Curve Control Beyond 2022, Ex-Official Says
Underlying inflation remains low with limited wage hikes
Continuous 3% wage gains are needed for BOJ's goal, Momma says
<https://blinks.bloomberg.com/news/stories/REGZ1ODWX2PS>
- Speculators Back Away From Yen Shorts as Eco Risks Boost Havens
Traders cut bearish yen bets for seven consecutive weeks
Citi recommends a bullish yen trade via the options market
<https://blinks.bloomberg.com/news/stories/REH68JDWRGG0>
- Yen Snaps 2-Day Rally as Traders Seek Growth Cues: Inside Japan
<https://blinks.bloomberg.com/news/stories/REHEPADWX2PT>



EM Headlines

- China Covid Outbreaks Widen as Mass Testing Finds More Cases (2)
Cases have surged in recent days, mostly in Anhui province
Macau faces crucial week in determining lockdown fate
<https://blinks.bloomberg.com/news/stories/REH28ODWLU68>
- China to Start Swap Connect With Hong Kong in Six Months
New swap arrangement is subject to regulatory approvals
Follows Xi's Hong Kong visit to mark 25 years of Chinese rule
<https://blinks.bloomberg.com/news/stories/REH7XQDWX2PS>
- China-HK Derivatives Mechanism, Bond Yields Rise: Inside China
<https://blinks.bloomberg.com/news/stories/REH5PEDWX2PS>
- China's New Covid Flareup Threatens Crucial Yangtze Delta Region
Flareup centered in a small county, but spreads to big cities
Any disruption to manufacturing risks hurting nascent recovery
<https://blinks.bloomberg.com/news/stories/REH0PADWLU69>
- Rupee Bonds Gain on Hopes of No Extra Debt Sales: Inside India
<https://blinks.bloomberg.com/news/stories/REHC7LDWRGG1>
- Supersized Outflows From Emerging Asia Have Room to Rise (1)
Taiwan, South Korea, India saw biggest outflows last quarter
Investors will remain wary given current backdrop, abdrn says
<https://blinks.bloomberg.com/news/stories/REHC43DWLU68>
- World's 6th Biggest Economy Hit By EM Investor Exodus (Correct)
India raises taxes on imports of gold and exports of fuel
Rising prices and worsening external finances pose challenges
<https://blinks.bloomberg.com/news/stories/REHEKMDWLU68>
- INDIA PREVIEW: CPI to Tick Up in June, With No Respite Ahead
<https://blinks.bloomberg.com/news/stories/REHAZPDWLU69>
- Rupiah Falls as Foreigners Exit Bonds, Stocks: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/REH474DWRGG0>
- Indonesia's Tax Amnesty Gets \$40 Billion in Declared Assets (1)
Govt earned 61 trillion rupiah from second tax amnesty program
Neighboring Singapore was top origin of repatriated assets
<https://blinks.bloomberg.com/news/stories/REC948T1UM10>
- Won Steady Amid Recession Fears, Government Plan: Inside Korea
<https://blinks.bloomberg.com/news/stories/REGXAADWLU6C>
- South Korea to Act 'Preemptively' Against Rising Economic Risks
Bank of Korea chief, finance minister meet to review economy
'Complex' economic risks seen lasting for considerable time
<https://blinks.bloomberg.com/news/stories/REGU86DWRGG0>
- Argentina Taps Leftist as Economy Minister in Growing Crisis (2)
Silvina Batakis takes over after Guzman's resignation Saturday
New minister faces deepening economic, financial crisis
<https://blinks.bloomberg.com/news/stories/REH7LTDWLU6C>
- Mexico Remittances Hit Record \$5 Billion Boosted by Mother's Day
Cash sent by Mexican workers in the US continues to grow



- Remittances have helped prop up the stalled Mexican economy
<https://blinks.bloomberg.com/news/stories/RECIJ9T0AFB4>
- Mexico's Largest Refinery Is Now Open. It's Just Not Making Fuel
The crown jewel of President AMLO's energy agenda is behind schedule and overbudget
<https://blinks.bloomberg.com/news/stories/RECZDFT1UM0Y>
 - Reuters: Brazil posts trade surplus of \$8.8 billion in June <https://t.co/OFAgi98Fx8>
 - Reuters: Brazil's fertilizer imports jump as farmers prepare to plant new crop
<https://t.co/5qaWyBjRAC>
 - Chile's Economy Shows Unexpected Resilience as Mining Expands
Economy contracted 0.1% in May, expanded 6.4% from year ago
Fewer cash transfers, higher interest rate weigh on activity
<https://blinks.bloomberg.com/news/stories/REAMFTT0AFB4>
 - Chile Turns to Copper and the Rich to Fund Social Spending (1)
Measures aim to raise fiscal revenue by about 4.2% of GDP
Proposals also include country's first wealth tax on the rich
<https://blinks.bloomberg.com/news/stories/RECPP3T0AFB8>
 - Colombia's Ocampo Says More Social Spending Needed: Cambio
<https://blinks.bloomberg.com/news/stories/REG8VMDWX2PT>
 - Polish Inflation Surge Comes Amid Mounting Signs of Slowdown (1)
Consumer prices in June rise to highest level since 1997
Manufacturing PMI dropped to 44.4, signaling contraction
<https://blinks.bloomberg.com/news/stories/RECFPOT0AFB4>
 - Poland Doesn't Rule Out Windfall Tax: Deputy Finance Minister
<https://blinks.bloomberg.com/news/stories/REHDNJDWX2PT>
 - Hungary's Orban Hedges His Bets as Russian Nuclear Deal Proceeds
Hungarian cabinet doubles down on Rosatom-backed nuclear deal
Premier strikes softer tone on Ukraine, EU sanctions policy
<https://blinks.bloomberg.com/news/stories/REC9H3T1UM0W>
 - BNP Paribas Analysts Raise Forecast for Hungary Rate to 11.5%
<https://blinks.bloomberg.com/news/stories/REC8GKT0AFB4>
 - Hungary Asks Banks to Hold More Capital Amid Hot Housing Market
<https://blinks.bloomberg.com/news/stories/REC3ROT0AFB8>
 - Michl Says Czechs Need to Hold Rates at Elevated Level: Dnes
<https://blinks.bloomberg.com/news/stories/REHG5NDWLU68>
 - Czech Premier Says Windfall Tax on Energy Companies Is an Option
Fiala calls for 'solidarity' with consumers stung by inflation
CEZ shares under pressure as ruling parties debate extra levy
<https://blinks.bloomberg.com/news/stories/REFZ8PDWRGG0>
 - New Czech Central Bank Chief Pledges to Fight Runaway Inflation
Michl says he wants to 'maintain confidence' in koruna's value
Opponent of rate hikes seeks 'low and stable' price growth
<https://blinks.bloomberg.com/news/stories/REB8BTT0AFB4>
 - Eskom Says Illegal Strike Doubles South Africa Power Outages (1)
Demonstrations at coal plants began after pay talks deadlocked
Outages continue as company and labor unions meet on pay deal
<https://blinks.bloomberg.com/news/stories/RECBKFT1UM0W>