

## DM Headlines

- Fed Hawks Back 75 Basis-Point July Hike, Still See Soft Landing  
Waller, Bullard say restrictive policy needed to cool prices  
Half-point increase 'probably' warranted in September: Waller  
<https://blinks.bloomberg.com/news/stories/REO2HWDWLU60>
- US Jobs Report to Show 'Natural Slowdown' But Not Broad Weakness  
Payrolls gain in June seen among smallest of pandemic recovery  
Layoffs are historically low despite some high-profile cuts  
<https://blinks.bloomberg.com/news/stories/REKCIDWLU68>
- Bond Volatility Keeps Climbing and Investors Are Flummoxed  
Barclays says the range of potential outcomes has widened  
Correlation between rates and vols was a 'lazy assumption'  
<https://blinks.bloomberg.com/news/stories/RENW1ZDWRGG0>
- Bond Market a Daily Roller Coaster as Tactical Trading Prevails  
Intraday swings for 10-year Treasury rival March 2020 in size  
Short-term traders run the show amid broad lack of conviction  
<https://blinks.bloomberg.com/news/stories/RENLRFDWX2PS>
- US High-Grade Funds See More Outflows as Record Extends (1)  
<https://blinks.bloomberg.com/news/stories/REO0N2DWRGG0>
- US Rates Have Likely Peaked and 5-Year to Outperform, ING Says  
<https://blinks.bloomberg.com/news/stories/RENLRIDWRGG1>
- Biden Set to Meet With Advisers to Discuss Cutting China Tariffs  
Decision revolves around whether to remove some Trump levies  
Reducing tariffs is seen as potential weapon against inflation  
<https://blinks.bloomberg.com/news/stories/REOD7HDWLU68>
- Dollar 'Broadly Overvalued,' Especially vs Euro, Generali Says  
<https://blinks.bloomberg.com/news/stories/RENIHZDWLU68>
- Strong Dollar Likely to Persist, Westpac's Callow Says  
<https://blinks.bloomberg.com/news/stories/REOCYVT1UM0W>
- US Job Growth to Cool, Rate-Hike Bets Hang in Balance  
<https://blinks.bloomberg.com/news/stories/RENZ03T1UM0W>
  
- ECB Climate Tilt Doesn't Cover Up 36 Billion-Euro Credit QE Void  
<https://blinks.bloomberg.com/news/stories/REORD4DWRGG0>
- ECB Tool Has Name, But Arrival on July 21 Seems Uncertain (3)  
Transmission Protection Mechanism is working label for measure  
Officials aren't displaying certainty of July 21 announcement  
<https://blinks.bloomberg.com/news/stories/RENN8BDWX2PS>
- Climate Tilt Affects a Third of Redemptions in ECB Credit Book  
<https://blinks.bloomberg.com/news/stories/REORD4T0G1L0>
- ECB Expected to Raise Interest Rates Toward Neutral Level in Any Case -- Market Talk  
<https://blinks.bloomberg.com/news/stories/REOWIP0799MO>
- ECB Worries About Unemployment Rate Dropping to Four-Decade Low  
<https://blinks.bloomberg.com/news/stories/RENIGKDWLU6B>



- UK Labor Demand Grows at Slowest Pace in 16 Months, REC Says  
Job recruiters say labor market is easing after pandemic surge  
Lack of applicants and skilled labor is driving up wages  
<https://blinks.bloomberg.com/news/stories/RENCCJDWLU6D>
- Boris Johnson Quits After Months of Scandals Hammer UK Tories  
Prime minister finally gives up his fight to stay in office  
Johnson's position became untenable after wave of resignations  
<https://blinks.bloomberg.com/news/stories/RENE6VDWLU69>
- Johnson Faces Pressure From His Party to Accelerate UK Exit (1)  
No. 10 suggested premier could stay for three more months  
Conservative Party urgently planning leadership contest  
<https://blinks.bloomberg.com/news/stories/REOV96DWLU68>
- In UK, Rising Inflation Expectations Lift 50-Bp BOE Hike Odds  
<https://blinks.bloomberg.com/news/stories/RENZ0ZT1UM0Z>
- UK INSIGHT: Johnson Exits, New PM Faces High Recession Risk (1)  
<https://blinks.bloomberg.com/news/stories/REOTN1DWRGG5>
  
- (AUD Falls as Abe Shooting Damps Sentiment: Inside Australia/NZ  
<https://blinks.bloomberg.com/news/stories/REOSUHDWRGGF>
- Australia, China Foreign Ministers to Meet at G-20 on Friday (1)  
This would be first foreign minister meeting since 2019  
Australia to take 'calm and considered' approach, says Wong  
<https://blinks.bloomberg.com/news/stories/REOH60DWRGGA>
- N.Z. June Heavy Traffic Index Falls 2.7% M/m: ANZ  
<https://blinks.bloomberg.com/news/stories/REO7JNDWX2PS>
  
- Former Japan PM Abe Unconscious After Shooting; Man in Custody  
Abe, 67, was shot while campaigning for upper house election  
'I can't believe something like this would happen in Japan'  
<https://blinks.bloomberg.com/news/stories/REOPNDWX2PS>
- Japan Household Spending Fall Flags Weak Recovery as Poll Looms  
Weaker-than-expected result comes before key weekend election  
Outlays also slipped from year-ago levels, surprising analysts  
<https://blinks.bloomberg.com/news/stories/REOCMHDWRGG3>
- Yen Spikes On Initial Risk-Off Reaction To Abe News: Aozora Bank  
<https://blinks.bloomberg.com/news/stories/REOLBCDWRGG0>
- (Japan) May Household Spending YoY, actual -0.5%, est. 2.1%, prior -1.7%
- (Japan) May Trade Balance BoP Basis, actual -JPY1.95t, est. -JPY2.04t, prior -JPY688.4b
- Yen Rises, Bonds Fall on Abe Shooting News: Inside Japan  
<https://blinks.bloomberg.com/news/stories/REOSD2DWLU69>
- Abe Shooting Raises Policy Doubts From Analysts as Yen Gains (3)  
Japanese currency strengthens, bond yields tick lower  
Abe supported central bank's ultra-loose monetary policy  
<https://blinks.bloomberg.com/news/stories/REOQPXDWRGG7>
- Japan Debt Management Needs New Approach, MOF Panel Member Says  
<https://blinks.bloomberg.com/news/stories/REO73MDWLU68>



## EM Headlines

- China Mulls \$220 Billion Stimulus With Early Bond Sales (1)  
Special bonds would be from the 2023 local government quota  
It would be first time bonds are sold before start of the year  
<https://blinks.bloomberg.com/news/stories/REODZLDWRGGK>
- Overnight Repo Rate Hovers Near Six-Month Low: Inside China  
<https://blinks.bloomberg.com/news/stories/REOLWRDWRGG0>
- China's Li Urges Coastal Powerhouses to Roll Out Growth Policies  
Economy recovering 'but its foundation is still not solid': Li  
Country's GDP may have contracted in 2Q amid Covid lockdowns  
<https://blinks.bloomberg.com/news/stories/RENE5CDWRGG0>
- China's Steel Industry Sounds the Alarm Over Crisis Conditions  
Voluntary output cuts are planned as demand stays weak  
Stockpiles of the alloy have risen way above usual levels  
<https://blinks.bloomberg.com/news/stories/REMT1YDWLU68>
- Rupee's Slide Pits Central Bank Against Market Full of Bears  
RBI stepped up measures this week to defend the currency  
Reserves may rapidly erode in outflow spiral: Cornell's Prasad  
<https://blinks.bloomberg.com/news/stories/REOEVDWX2PT>
- Rupee Bonds Lower Ahead of 330b Rupee Debt Sale: Inside India  
<https://blinks.bloomberg.com/news/stories/REOPHODWX2PS>
- INDIA INSIGHT: Shrinking Rural Economy Slows Recovery in May  
<https://blinks.bloomberg.com/news/stories/REOADTDWRGG0>
- Burning Trains Reveal Wrath of Millions Without Jobs in India  
Modi's short-term military hiring plan riles unemployed youth  
Campaign pledges on jobs to test Modi's 2024 re-election bid  
<https://blinks.bloomberg.com/news/stories/REOAK5DWLU6A>
- Won Gains for Second Day as Recession Fears Ease: Inside Korea  
<https://blinks.bloomberg.com/news/stories/REOBYUDWX2PX>
- Korea to Tighten Fiscal Spending to Curb Debt, Fight Headwinds  
South Korea seeks debt-to-GDP ratio of around 50% by 2027  
President concerned about pace of debt rise under predecessor  
<https://blinks.bloomberg.com/news/stories/REKSXTDWX2PS>
- Korea Retail Investors Pull Away From Risk With Move Into Bonds  
Investment in Korea debt rising as rate hikes boost yields  
Net buying of Tesla shares fall sharply in June from May  
<https://blinks.bloomberg.com/news/stories/RE4AJ7TOG1KW>
- Rupiah Set for Biggest Advance in Two Weeks: Inside Indonesia  
<https://blinks.bloomberg.com/news/stories/REODDUDWRGG4>
- Peru Lifts Rates by 50 Points as Inflation Hits 25-Year High (1)  
Policy makers raise the benchmark rate to 6% from 5.5%  
Tightening cycle likely nears its end as inflation seen easing  
<https://blinks.bloomberg.com/news/stories/REOAQJDWRGG0>
- Mexico's Inflation Hits 21-Year High After Record Rate Hike (2)  
Consumer prices rose 7.99% y/y in June, versus est. 7.98%



- Central bank hiked key interest rate by record 75 bps in June  
<https://blinks.bloomberg.com/news/stories/RENMWGDWRGG0>
- Lula Rules Out Giving Cheap Credit to Big Brazil Companies Again  
Development bank would no longer finance 'national champions'  
BNDES would focus on small firms and sustainability projects  
<https://blinks.bloomberg.com/news/stories/REJYC4DWX2PV>
  - Brazil 2022 GDP Growth Estimate Raised to 2.1% at Goldman Sachs  
<https://blinks.bloomberg.com/news/stories/REO55PDWRGG0>
  - Chile Peso Crazy Intraday Volatility to Further Spook Investors  
<https://blinks.bloomberg.com/news/stories/RENXQQDWLU69>
  - Chile Mining Tax May Send Investors Elsewhere: Fitch  
<https://blinks.bloomberg.com/news/stories/REO4QTDWLU6I>
  - Foreigners Were Net Buyers of Colombia Local Debt in June  
<https://blinks.bloomberg.com/news/stories/RENMDCDWRGG0>
  
  - Poland Taps Brakes on Rate Hikes, Signaling Worries Over Growth  
Central Bank's 50 basis point hike is smaller than forecast  
Central bank cuts 2023 growth forecast, sees higher inflation  
<https://blinks.bloomberg.com/news/stories/RENLOZDWX2PS>
  - Polish Central Bank Projects Higher Inflation This and Next Year  
<https://blinks.bloomberg.com/news/stories/RENLRVDWLU68>
  - Hungary Hikes Key Rate, Expands Toolkit to Prop Up Forint (2)  
Central bank raises one-week deposit rate to 9.75% from 7.75%  
Forint gains as policy makers flag more frequent swap tenders  
<https://blinks.bloomberg.com/news/stories/RENJGSDWX2PT>
  - Hungarian Central Bank Offers 5 Billion Euros at Swap Tender  
<https://blinks.bloomberg.com/news/stories/REOWVVDWX2PS>
  - Hungarian Inflation Rate Rises to Highest Level in 24 Years  
<https://blinks.bloomberg.com/news/stories/REORMHT1UM0X>
  - Hungary Bends to EU Demands as Forint Woes Add Urgency for Funds  
<https://blinks.bloomberg.com/news/stories/RENB7RDWLU6A>
  - Czechs Should Soon Get More Capacity in Dutch LNG Terminal: CT24  
<https://blinks.bloomberg.com/news/stories/REN2YDWX2PS>
  - Czech May Industrial Production NSA Rose 6.3% on Year  
<https://blinks.bloomberg.com/news/stories/REN2ITGF4NPC>
  - S&P Says Dirty Coal's Silver Lining in South Africa Is Inflation  
Eskom benefits from nation's rich reserves of the fossil fuel  
Country's inflation rate is lower than that of the Euro-area  
<https://blinks.bloomberg.com/news/stories/RENFE2DWRGG8>
  - Fitch Warns South African Debt Stabilization Remains a Challenge  
Ratings company expects government debt to continue rising  
Eskom to need some 150 billion rand in further support: Fitch  
<https://blinks.bloomberg.com/news/stories/REOQOCDWLU68>
  - Giant New Power Plants Undermine South Africa's Emissions Pledge  
Kusile plant nears completion, set to burn coal until 2073  
<https://blinks.bloomberg.com/news/stories/REOOGADWX2PY>