

DM Headlines

- Fed Hikes by 75 Basis Points as Powell Sees No US Recession Now
Back-to-back increases are biggest since early 1980s
Powell says Fed will slow pace of rate hikes at some point
<https://blinks.bloomberg.com/news/stories/RFP3WZT1UM0W>
- Powell Signals More Hikes Coming, Leaves Out Details This Time
Economists hear hawkish message and see 50-50 recession odds
Fed chief says pace of tightening to slow at some point
<https://blinks.bloomberg.com/news/stories/RFP5W4T0G1KX>
- Treasury Traders Are Dialing Back Bets on Fed Policy Tightening
Five-year yields slump over 11 basis points after rate hike
Swaps now pricing in rate peak at 3.30% by year's end
<https://blinks.bloomberg.com/news/stories/RFP3IMT1UM0Y>
- Dudley Says Fed Will Hike Much Further Than What Markets Expect
Powell: June SEP best guide, shows 3.25%-3.5% year-end rate
Upside for markets 'very much capped,' ex-N.Y. Fed leader says
<https://blinks.bloomberg.com/news/stories/RFP2Q7T1UM0X>
- Manchin Backs \$369 Billion Energy-Climate Plan, Rejects SALT
Key holdout senator agrees to add energy, revenue provisions
Vote expected as soon as next week in Senate on expanded bill
<https://blinks.bloomberg.com/news/stories/RFPFP4T1UM0W>
- Oil Extends Gains After US Crude Stockpiles Drop, Exports Soar
Nationwide inventories fall by 4.52 million barrels, EIA says
Spread between WTI and global Brent oil continues to widen
<https://blinks.bloomberg.com/news/stories/RFPOQJT1UM0W>
- Fed Watchers Say Markets Got It All Wrong on Powell 'Pivot'
<https://blinks.bloomberg.com/news/stories/RFP6H4T1UM10>
- Taming Inflation Without Hurting GDP Hard But Possible, IMF Says
Path to avoid recession getting narrower, chief economist says
G-20 Common Framework for debt needs to improve: Gourinchas
<https://blinks.bloomberg.com/news/stories/RFOKQIT1UM10>
- King Dollar Upends the Global Economy With No End in Sight
Dollar propelled higher by Fed hikes, fear of global recession
'No kryptonite' to blow up greenback's strength any time soon
<https://blinks.bloomberg.com/news/stories/RFPEO5T0AFB9>
- US REACT: Fed Hikes Back to Neutral, With Much More to Come (3)
<https://blinks.bloomberg.com/news/stories/RFP44RT0G1KW>

- Europe Energy Prices Keep Soaring as Russia Turns the Screw
Gas increases for a sixth day as Nord Stream supply plunges
German benchmark power futures ease from record high
<https://blinks.bloomberg.com/news/stories/RFORX2T0AFB4>
- JPMorgan Cuts ECB Rate Outlook, Sees Year-End Recession (1)
<https://blinks.bloomberg.com/news/stories/RFOGJ2T0AFB4>
- Lindner Sees No Signs of ECB Breaching Mandate With New Tool
<https://blinks.bloomberg.com/news/stories/RFOGS3T1UM0W>



- ECB's Stournaras: Global Rates May Fall in 2023 on Recessions
<https://blinks.bloomberg.com/news/stories/RFOLWGT0AFB5>
- Europe at Turning Point to Fix Broken Power Market, Spain Says
Deputy Prime Minister Ribera says crisis paves way for reform
Proposal to cap price of Russian oil not mature yet in Europe
<https://blinks.bloomberg.com/news/stories/RFOUNNT0AFB4>
- Germany's NRW July CPI Rises 1.1% M/m
<https://blinks.bloomberg.com/news/stories/RFPREGT0AFB4>
- UK Housing Market to Slow, Says Biggest Mortgage Lender Lloyds
Lloyds thinks house prices will start to decline next year
British borrowing costs to rise along with interest rates
<https://blinks.bloomberg.com/news/stories/RFOJIGT1UM0X>
- BOE PREVIEW: Ready to 'Act Forcefully' as Inflation Eyes 12%
<https://blinks.bloomberg.com/news/stories/RFPV47T0G1KW>
- UK CPI Surge Isn't Over, Unlikely to Go Below 9% Until 2023
<https://blinks.bloomberg.com/news/stories/RFPSK7DWRGGD>
- UK Labor Market Is Red Hot, May Not Cool Until 2023
<https://blinks.bloomberg.com/news/stories/RFPSK7DWX2Q4>
- A Third of UK Workers Plan to Take A Second Job to Pay the Bills
Indeed Flex reveals drastic measures needed to boost income
Almost a fifth of London workers looking for temporary job
<https://blinks.bloomberg.com/news/stories/RFOKULT0AFB4>

- Australia Cuts GDP Growth Outlook on Inflation, Higher Rates
<https://blinks.bloomberg.com/news/stories/RFO29KT1UM0W>
- Australia's Retail Sales Cool as Rising Rates, Prices Take Toll
Weaker spending reflects increasing cost of living pressures
Household goods fell, likely due to a weaker property market
<https://blinks.bloomberg.com/news/stories/RFNMGXT0AFB4>
- (NZ) July ANZ Activity Outlook, actual -8.7, prior -9.1
- (NZ) July ANZ Business Confidence, actual -56.7, prior -62.6
- (AU) June Retail Sales MoM, actual 0.2%, est. 0.5%, prior revised 0.7%
- Australian Inflation Seen Peaking at Almost 8%, Treasurer Says
<https://blinks.bloomberg.com/news/stories/RFPM8ET0G1KY>

- BOJ's Amamiya: Must Continue With Monetary Easing 'Steadfastly'
<https://blinks.bloomberg.com/news/stories/RFPJ9NT0AFB4>
- Yen Roars Back as Hedge Funds Cut and Run From Big Macro Short
Dollar-yen slumps 1% in early Tokyo trading Thursday
Shorting the yen had become a stretched global macro trade
<https://blinks.bloomberg.com/news/stories/RFPUIIT1UM0W>
- JAPAN PREVIEW: Jobless Rate Likely Edged Down to 2.5% in June
<https://blinks.bloomberg.com/news/stories/RFLWW1TOG1KY>
- JAPAN PREVIEW: Tokyo Core CPI Likely Slowed to 2.0% Y/y in July
<https://blinks.bloomberg.com/news/stories/RFLVUMT0G1KW>
- Yen Surges as Traders Bet on Dovish Fed: Inside Japan
<https://blinks.bloomberg.com/news/stories/RFPTEKT0G1KW>

EM Headlines

- BNY Suggests Selling Asian FX During Rallies as USD Still Strong
<https://blinks.bloomberg.com/news/stories/RFPI3ST0AFB4>
- China Banks Rush to Raise Record Debt as Credit Losses Mount
Lenders, governments selling more bonds to raise capital
Financial institutions feel pinch of economic woes: official
<https://blinks.bloomberg.com/news/stories/RFJVXWT0G1KW>
- China's Politburo Faces Tough Calls on Growth, Housing Crisis
Top decision-making body usually meets at the end of July
Goal of 'around 5.5%' growth could be downplayed, tweaked
<https://blinks.bloomberg.com/news/stories/RFLTY1T0G1KZ>
- Covid Zero Oasis Chongqing Shows Why Xi Keeps Locking Down (1)
Masks are rare, clubs are packed and tourism is booming
Threat of lockdown hangs over city, after sporadic Covid cases
<https://blinks.bloomberg.com/news/stories/RFPP52T0G1KW>
- Onshore Yuan Joins Regional Gains Amid Fed Remarks: Inside China
<https://blinks.bloomberg.com/news/stories/RFPOEZT0AFB6>
- Won Gains on Risk Sentiment Despite North Korea: Inside Korea
<https://blinks.bloomberg.com/news/stories/RFPEST0AFB4>
- N.Korea's Kim Jong Un Says Ready to Mobilize Nuke War Deterrence
<https://blinks.bloomberg.com/news/stories/RFPCVTOG1KX>
- S. Korea to Closely Monitor Risks, Says Fed Impact to Be Limited
<https://blinks.bloomberg.com/news/stories/RFPAATOG1KW>
- Indonesia Bonds Set For Declines as Central Bank Sells Holdings
Central bank is selling more sovereign debt to drain liquidity
Key uncertainty is how quickly BI will cut holdings, DBS says
<https://blinks.bloomberg.com/news/stories/RFQ7DT0AFB8>
- Rupiah Advances Amid Revival in Risk Sentiment: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RFPJ6FT0AFBL>
- Rupee, Bonds Gain With Regional Peers After FOMC: Inside India
<https://blinks.bloomberg.com/news/stories/RFQEAT1UMOX>
- El Salvador Plans to Buy Back 20% to 30% of Its Dollar Bonds (1)
Government in talks with a bank over upcoming bond repurchase
2025 bonds fell on Wednesday after rallying 13 cents Tuesday
<https://blinks.bloomberg.com/news/stories/RF1G5T1UM0W>
- Argentina's Batakis Agreed With Investors on Need for Rate Hike
In a meeting, investors emphasized need for positive rates
Fund managers also suggested Argentina consider a debt buyback
<https://blinks.bloomberg.com/news/stories/RFNIEOTOG1KW>
- Mexico's Trade Deficit Unexpectedly Widens as Fuel Imports Surge
June deficit reached \$4 billion, versus \$1.2 billion forecast
Fuel imports are eating up revenue from crude exports
<https://blinks.bloomberg.com/news/stories/RFOR4CT1UM0W>
- JPMorgan Joins Banks Calling for Brazil Key Rate of 14% or More
Central bankers seen hiking Selic by 50 basis points next week



Credit Suisse, Santander, BNP Paribas see Selic above 14%

<https://blinks.bloomberg.com/news/stories/RFOI8MT1UM0Z>

- Fiscal Debate in Brazil Raised Debt Risks in June, Treasury Says
<https://blinks.bloomberg.com/news/stories/RFOZH9T0G1KX>
- Chile Comptroller Investigates Govt on Use of Plebiscite Funds
<https://blinks.bloomberg.com/news/stories/RFO5C1T1UM0X>
- Chile Tax Reform to Collect Less than Planned, LarrainVial Says
<https://blinks.bloomberg.com/news/stories/RFOU3DT1UM11>
- Colombian Bonds Bottom Out as Investors Say Too Cheap to Ignore
Country's debt returned 4.1% this month, beating most peers
Improved risk appetite, hopes of a moderate Petro lift bonds
<https://blinks.bloomberg.com/news/stories/RFOR4TYT0AFB4>
- Poland Will Spend 1% of GDP to Aid Ukraine Refugees, Study Shows
<https://blinks.bloomberg.com/news/stories/RFO170T0G1KX>
- Hungary Warns of Crop Damage From 'Unbelievable' Drought
<https://blinks.bloomberg.com/news/stories/RFO7A1T1UM0X>
- Czech Windfall Tax Only for Large Companies, Minister Tells E15
<https://blinks.bloomberg.com/news/stories/RFO6CTT0G1KX>
- Czech Cabinet Approves Raising 2022 Budget Deficit to CZK330b
<https://blinks.bloomberg.com/news/stories/RFOH8YT0AFB5>
- Barclays Recommends Short EURCZK With Target of 24.20
<https://blinks.bloomberg.com/news/stories/RFO3MET0AFB9>
- S. Africa Climate Body Says Biggest Coal Plants Needed to 2040s
<https://blinks.bloomberg.com/news/stories/RFO7CCT0AFB9>
- South African Court to Hear Challenge to Block Gas-Power Plant
<https://blinks.bloomberg.com/news/stories/RFOOUOT1UM0W>
- S. African Government Expects 'Sizable Reduction' in Fuel Prices
<https://blinks.bloomberg.com/news/stories/RFN49GT0G1KW>
- Bond Yields Rise the Most Among EM Peers: Inside South Africa
<https://blinks.bloomberg.com/news/stories/RFO2JYT0AFB4>
- Ukraine's Fight to Rebuild in Face of Unrelenting War
Premature cease-fire could make frontline economy uninvestible. Hopes set on new
infrastructure, strengthened Ukraine 'brand.'
<https://blinks.bloomberg.com/news/stories/RFNV65DWLU6D>