

DM Headlines

- Hedge Funds Build Up Big Short Betting on Hawkish Jackson Hole Position set to benefit if Powell rules out dovish pivot
Shorts triple in a month even as market sees rate cuts in 2023
<https://blinks.bloomberg.com/news/stories/RH1NIPT0AFB4>
- Chip Sales Set to Slow Further as Global Recession Fears Mount
World tracking body slashes forecasts for this year and next
Chip sales in Europe to grow at slowest pace in world in 2023
<https://blinks.bloomberg.com/news/stories/RH1J4PT1UM0W>
- Inflation Is a Terrible Bet in the Case of Linkers Plunging 17%
Inflation-linked index falls most this year among benchmarks
Longer average maturities mean debt suffers from rate hikes
<https://blinks.bloomberg.com/news/stories/RH0ZCOT1UM0W>
- Stocks Have Reason to Rally Out of Jackson Hole, Strategists Say
Relief rally awaits if Fed is only modestly hawkish: StanChart
JPMorgan says half of clients expect no change in Fed position
<https://blinks.bloomberg.com/news/stories/RH1PFET1UM0W>
- Oil Gains After Saudis Flag OPEC+ Action to Arrest Price Slide
Saudi minister says futures, supply fundamentals disconnected
WTI climbs near \$91 a barrel after choppy session on Monday
<https://blinks.bloomberg.com/news/stories/RH1WW7TOG1KW>
- US WEEK AHEAD: Powell to Sound Hawkish Note at Jackson Hole (1)
<https://blinks.bloomberg.com/news/stories/RH0NK7T0AFB4>
- Fed seems to 'draw a line in the sand' on inflation, says JPMorgan, as danger of recession exceeds risk of inflation
<https://blinks.bloomberg.com/news/stories/RH1B6H0799MP>
- Fed's RRP Facility Will Drain as Banks Vie for Funding: BofA
<https://blinks.bloomberg.com/news/stories/RH18YSTOG1KW>

- Euro Woes Set to Worsen on Asia FX Intervention Sales, ING Says
Shared currency slid below parity Monday to new 20-year low
Several billion euros may be sold for FX rebalancing, ING says
<https://blinks.bloomberg.com/news/stories/RH0UILT0G1KX>
- EU Foreign Policy Chief Rejects Calls to Ban All Russian Visas
Bloc's foreign ministers set to discuss visa ban next week
Estonia has said it would pursue blanket Schengen visa ban
<https://blinks.bloomberg.com/news/stories/RH0GD3T1UM0W>
- German Power Prices Smash Record as Energy Panic Engulfs Europe
Nord Stream pipe set for three-day maintenance from Aug. 31
Gas settles at record high, while French power, coal surge
<https://blinks.bloomberg.com/news/stories/RH0Y1AT0AFB7>
- ECB Jumbo Hike Coming as Winter Arrives for Euro: Trader Talk
<https://blinks.bloomberg.com/news/stories/RH1TF3TOG1KX>
- ECB's \$4.5 Trillion Elephant in the Room Faces Harsh Reckoning
<https://blinks.bloomberg.com/news/stories/RH1ZO0DWLU6J>



- FT Markets: Investors struggle to trade eurozone debt without ECB safety net
<https://t.co/4daVh3wNTB>
- UK Inflation to Rise Past 18% in Gas Crisis, Citigroup Says (1)
Soaring energy costs may force BOE to raise rates to 7%
Citi expects government to launch £40 billion support package
<https://blinks.bloomberg.com/news/stories/RH0HZQT0AFB4>
- From Fashion to Food, Brits Using Fast Credit to Stretch Budgets
British customers spreading the cost of essential spending
Charity found 1 in 12 people use BNPL for groceries and bills
<https://blinks.bloomberg.com/news/stories/REPKIUDWRGG0>
- Pound Dives and Inflation Bets Hit a Record on UK Energy Crisis
One-year inflation swaps are nearing 13% as gas prices surge
Pound sinks to weakest since March 2020 in global selloff
<https://blinks.bloomberg.com/news/stories/RH0PSYT0AFB6>
- Liz Truss May Short-Circuit Scrutiny With Emergency UK Budget
Plan would borrow strategy from rival Sunak's work in pandemic
Spending package could deliver Truss an immediate poll lift
<https://blinks.bloomberg.com/news/stories/RH0NHJT1UM0W>
- (AU) Aug. S&P Global Australia PMI Compo, actual 49.8, prior 51.1
- (AU) Aug. S&P Global Australia PMI Mfg, actual 54.5, prior 55.7
- (AU) Aug. S&P Global Australia PMI Service, actual 49.6, prior 50.9
- Yields, Aussie Rise Ahead of Jackson Hole: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RH1WBJT0AFBD>
- Australia Private Sector Output Shrinks as Rate Hikes Hit Demand
<https://blinks.bloomberg.com/news/stories/RH1HMXT0AFB4>
- Australia to Expand Probe Into Morrison's Secret Ministries (1)
Initial probe says Morrison undermined responsible government
Albanese says a more detailed investigation will follow
<https://blinks.bloomberg.com/news/stories/RH214ST0AFCX>
- Japan Set to Allow More Tourists to Enter; Ease Covid Test Rule
Country is last remaining rich economy with strict controls
Businesses struggling after seeing pre-pandemic tourism boom
<https://blinks.bloomberg.com/news/stories/RH1QZ9T0G1KW>
- (Japan) Aug. Jibun Bank Japan PMI Services, actual 49.2, prior 50.3
- (Japan) Aug. Jibun Bank Japan PMI Composite, actual 48.9, prior 50.2
- (Japan) Aug. Jibun Bank Japan PMI Mfg, actual 51.0, prior 52.1
- Yen Edges Lower on Risk-Off; Fed Bets Cap Upside: Inside Japan
<https://blinks.bloomberg.com/news/stories/RH201QT1UM0W>
- Japan Aims to Boost Tax-Break Program for Investors, Nikkei Says
Bolstering NISA is at heart of Kishida's plans to spur wealth
More than half of households' assets are in cash and deposits
<https://blinks.bloomberg.com/news/stories/RH1V0WT1UM0W>
- Japan's Business Activity Shrinks in Sign of Lackluster Recovery
<https://blinks.bloomberg.com/news/stories/RH1LSOT1UM0W>

EM Headlines

- PBOC Has Scope to Cut Rates by Up to 50 Bps, Ex-Adviser Says
Li Daokui says trade boom, capital controls allow for easing
China's monetary policy not as dependent on the US, Li says
<https://blinks.bloomberg.com/news/stories/RGZWNZT0AFB4>
- Chinese Banks Are Inflating Their Loan Numbers as Demand Sinks
Businesses, consumers cautious to borrow as economy slows
Banks are getting creative with loans to boost volumes
<https://blinks.bloomberg.com/news/stories/RGSCIZDWX2PS>
- PBOC Embraces Stimulus Lite Even as China's Outlook Darkens
Latest moves include rate cuts and guidance for bank lending
PBOC remains shy of major stimulus in line with new priorities
<https://blinks.bloomberg.com/news/stories/RGQWFETOAFB4>
- Yuan in Narrow Range Amid Lingering Property Woes: Inside China
<https://blinks.bloomberg.com/news/stories/RH1SLGT1UM0W>
- China PBOC Urges Banks to Keep Steady Growth of Lending (1)
<https://blinks.bloomberg.com/news/stories/RH0NECT0AFB4>
- CHINA INSIGHT: Power Crunch in EV Battery Hub Adds Headwinds (1)
<https://blinks.bloomberg.com/news/stories/RH1H74T1UM0W>
- Won's Drop Slows After Official Remarks on Losses: Inside Korea
<https://blinks.bloomberg.com/news/stories/RH1INKT0AFB4>
- Yoon Says S. Korea to Manage Risks on Strong Dollar, Weak Won
<https://blinks.bloomberg.com/news/stories/RH1K75T0AFB4>
- Korea Warns Against Speculation as Won Slides to 13-Year Low
Currency pares losses after finance ministry issues caution
Verbal intervention comes two days before BOK rate decision
<https://blinks.bloomberg.com/news/stories/RH1PEGT1UM0W>
- Rupee Bonds Drop on Oil; RBI Das Comments Awaited: Inside India
<https://blinks.bloomberg.com/news/stories/RH1VKYTOG1KX>
- India Rate Hawk Sees RBI Credibility Restored After Hikes
Stable price expectations, bond yields show trust in RBI
Hikes should be front loaded and not spread out in tiny doses
<https://blinks.bloomberg.com/news/stories/RGZZGNT0AFBD>
- IDR Drops to Two-Week Low Before Rate Decision: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RH1SH4T0AFB4>
- Indonesia to Hold Key Rate Amid Price Pressures: Decision Guide
Most economists expect a hold after Warjiyo's dovish signal
Government signals need to boost prices of some fuels
<https://blinks.bloomberg.com/news/stories/RGUKJHDWX2PS>
- Rupiah May Resume Slide If BI Holds off Rate Hike: Chart
<https://blinks.bloomberg.com/news/stories/RH02J6T0G1KW>
- Argentina Prosecutor Urges 12 Years of Prison for Kirchner (1)
Federal prosecutor also seeks public office ban for the VP
Kirchner denies wrongdoing in case stemming from her mandates
<https://blinks.bloomberg.com/news/stories/RH1BXKT0AFBB>



RUBRICS

- Mexico to Sell Yen Debt With Proceeds Tied to Sustainability
Nation is year's largest emerging issuer of hard-currency debt
Country has offered nearly \$9 billion of debt this year
<https://blinks.bloomberg.com/news/stories/RH0R71T0AFB6>
- Mexico Analysts Raise 2022 CPI Est. to 8.00% Vs. 7.74%: Citi
<https://blinks.bloomberg.com/news/stories/RH1D46GF4NPC>
- Brazil Analysts Cut 2023 Inflation Bets With Rate Hikes Near End
Most analysts see inflation at 6.82% this year, 5.33% next
Central bankers say there's some improvement in inflation data
<https://blinks.bloomberg.com/news/stories/RGV291DWLU68>
- Bolsonaro Vows to Respect Brazil Vote Result in Nod to Moderates
President grilled during interview to most-watched news show
He sought to reach out to more Brazilians, reduce Lula's lead
<https://blinks.bloomberg.com/news/stories/RH10PCT0AFB4>
- Chile Current Account Gap Shows Economic Imbalances, Costa Says
Central bank President Rosanna Costa speaks in online event
Costa says currency markets functioning after intervention
<https://blinks.bloomberg.com/news/stories/RH15ODT0G1KW>
- Poland July Real Retail Sales Rise 2% on Year; Est. +2%
<https://blinks.bloomberg.com/news/stories/RH0BDEGFLIIP>
- Polish Minister Escalates Standoff, Accuses EU of 'Stealing'
<https://blinks.bloomberg.com/news/stories/RH0OSFT0AFB5>
- Hungary Responded to EU Concerns, Proposed Measures: Minister
<https://blinks.bloomberg.com/news/stories/RH1Z1ET1UM0X>
- Forint Dips as Erste Sees Gas Woes Hitting Sentiment: Inside CEE
<https://blinks.bloomberg.com/news/stories/RH0CHCT1UM0W>
- Czech to Sell Up to 6 Billion Koruna of 5.5% 2028 Bonds Aug. 24
<https://blinks.bloomberg.com/news/stories/RH0NA3GQITJ4>
- South Africa Nears Decision on Finance Minister's Assault Case
Finance minister has repeatedly denied harassment allegations
Minister unlikely to deliver October budget update if charged
<https://blinks.bloomberg.com/news/stories/RH0IF4T0G1KX>
- Economists Raise African Inflation Forecasts Over Next Two Years
2022 inflation estimates rise for 10 of 11 countries surveyed
Survey of economists conducted Aug. 12-18 by Bloomberg News
<https://blinks.bloomberg.com/news/stories/RGUZ0DDWX2PW>
- Rand's Losing Streak Extends to Fourth Day: Inside South Africa
<https://blinks.bloomberg.com/news/stories/RH08DWT0G1KX>
- Russia May Step Up Ukraine Strikes in Coming Days: US Official
<https://blinks.bloomberg.com/news/stories/RH1LHUT1UM0W>