

DM Headlines

- Global Rate-Hike Battle Presses On Relentlessly: Eco Week Ahead
ECB and Canada policy makers may raise by 75 basis points
New UK prime minister will take charge of battered economy
<https://blinks.bloomberg.com/news/stories/RHOAMBT0AFB4>
- Oil's OPEC+ Rally Stalls as China Lockdowns Fan Demand Concerns
Traders weigh small output cut, scope for follow-on reductions
Authorities order further restrictions as virus cases spread
<https://blinks.bloomberg.com/news/stories/RHRW5YT0G1KW>
- California Avoids Blackouts With Bigger Test Ahead as Heat Looms
Grid operator ends emergency Monday after several taut hours
Power consumption forecast to be even higher on Tuesday
<https://blinks.bloomberg.com/news/stories/RHRSOFT0AFB4>
- Biden Loves Unions But Blue-Collar Workers Don't Love Him Back
The union vote in November's election in a swing state will help decide whether Democrats keep Congress and foretell the party's odds in 2024.
<https://blinks.bloomberg.com/news/stories/RHOS43T0AFBB>
- Biden Lauds 'More Good News' on Jobs as GOP Attacks Continue
GOP has centered its criticism of Biden on soaring inflation
Economy may be determining factor in November midterms
<https://blinks.bloomberg.com/news/stories/RHLAC3DWX2PS>
- Sticky Inflation Expectations Easily Outweigh ECB Growth Fears
<https://blinks.bloomberg.com/news/stories/RHRVD6T0AFB5>
- ECB to Step Up to Plate as Italy, Bank Oversight Get Complicated
<https://blinks.bloomberg.com/news/stories/RHRVI8DWRGG0>
- Germany Keeps Its Nuclear Plants Alive as EU Seeks Crisis Fixes
Germany will keep two plants available in policy shift
EU is working on measures to cap prices, improve liquidity
<https://blinks.bloomberg.com/news/stories/RHQVGH0AFB4>
- ECB's \$4.5 Trillion Elephant in the Room Faces a Harsh Reckoning
<https://blinks.bloomberg.com/news/stories/RHRVI7DWLU6A>
- Can Europe's \$375 Billion in Relief Keep Households Warm Enough?
Aid keeps coming as Russia tightens supplies of natural gas
Varying strategies risk fueling inflation and falling short
<https://blinks.bloomberg.com/news/stories/RHJOE7DWRGG4>
- German Inflation at Record Highs With Worst Still to Come
<https://blinks.bloomberg.com/news/stories/RHRWM7T1UM0Y>
- Tight Labor Market Has Yet to Prompt Pay Surge in Germany
<https://blinks.bloomberg.com/news/stories/RHRWM7T0G1KW>
- ECB PREVIEW: Empowered Hawks to Get 75-Bp Hike in September (2)
<https://blinks.bloomberg.com/news/stories/RHQ23NT0AFB4>



RUBRICS

- Truss Drafts £130 Billion Plan to Freeze UK Energy Bills (1)
UK government seeks to avoid October hike in energy bills
Energy firms will receive public guarantee to cover shortfall
<https://blinks.bloomberg.com/news/stories/RHRV0KT1UM0W>
- Bank of England's Mann Calls for 'Forceful' Action on Rates (1)
<https://blinks.bloomberg.com/news/stories/RHQW7GT0G1KW>
- Pound Headed for Parity Black Hole: TwentyFour Asset Management
<https://blinks.bloomberg.com/news/stories/RHRG8HT0G1KW>
- (UK) Aug. BRC Sales Like-For-Like YoY, actual 0.5%, prior 1.6%
- With Economy in Trouble, UK Gets 'Disruptor-in-Chief' as Leader
Liz Truss to become prime minister after defeating Rishi Sunak
Johnson's successor inherits a deepening cost-of-living crisis
<https://blinks.bloomberg.com/news/stories/RHKU6NDWLU6B>
- Retailers Warn of Storm Ahead as UK Sales Growth Stutters
BRC says 1% rise in August is far below measures of inflation
Weak clothing sales suggest shoppers are cutting back
<https://blinks.bloomberg.com/news/stories/RHQF1ZT0G1L0>

- RBA Raises Key Rate to 2.35% as Seen by 27 of 30 Economists
<https://blinks.bloomberg.com/news/stories/RHRTUJT1UM0W>
- RBA Raises Key Rate to Seven-Year High, Signals More to Come (1)
Lowe highlights uncertainty over household spending behavior
To closely monitor evolution of firms' pay and price settings
<https://blinks.bloomberg.com/news/stories/RHRU9ZT0G1KX>
- (AU) Sept. RBA Cash Rate Target, actual 2.35%, est. 2.35%, prior 1.85%
- (AU) 2Q Net Exports of GDP, actual 1.0, est. 0.9, prior -1.7
- (AU) 2Q BoP Current Account Balance, actual A\$18.3b, est. A\$22b, prior revised A\$2.8b
- Australia Sees Massive Wheat Crop Boosting Export Earnings (1)
Agricultural export earnings poised to hit a record in 2022-23
Prospect for more supplies may ease poor harvests elsewhere
<https://blinks.bloomberg.com/news/stories/RHRGWTT0AFIZ>

- BOJ Should Eye Exit Steps While Holding Policy, Ex-Official Says
Okina says central bank shouldn't tweak policy due to weak yen
2% inflation target shouldn't only be about prices, she adds
<https://blinks.bloomberg.com/news/stories/RHO8QMT1UM0Z>
- (Japan) July Real Cash Earnings YoY, actual -1.3%, est. -1.2%, prior revised -0.6%
- (Japan) July Labor Cash Earnings YoY, actual 1.8%, est. 1.9%, prior revised 2.0%
- (Japan) July Household Spending YoY, actual 3.4%, est. 4.6%, prior 3.5%
- Japan's Falling Spending, Real Wages Cloud Recovery Outlook
Outlays dropped 1.4% from June amid record Covid-19 cases
Japan needs robust spending for a strong economic recovery
<https://blinks.bloomberg.com/news/stories/RHRGOST0AFF0>
- Flurry of Japan Credit Deals to Slow After Record for August (1)
Investors are likely to be selective about deals: Nissay AM
Ibaraki Prefecture pulled bond sale this week, citing market
<https://blinks.bloomberg.com/news/stories/RHRUJWTOAFB4>

EM Headlines

- China Is Taking More Visible Measures to Slow Currency's Descent
<https://blinks.bloomberg.com/news/stories/RHRMW2T1UM12>
- China 'Round Tripping' Inflates Foreign Investment Data (1)
Mainland firms listed offshore funnel cash back into China
Investment is going into services, rather than manufacturing
<https://blinks.bloomberg.com/news/stories/RHRR1T0AFB4>
- Yuan Fixing Past 6.9/USD Signals 'No Line in the Sand': Maybank
<https://blinks.bloomberg.com/news/stories/RHRLH3T0AFB4>
- PBOC Sets Longest Run of Yuan Fixes With Strong Bias Since 2019
<https://blinks.bloomberg.com/news/stories/RHRKV4T1UM0W>
- China's FX RRR Cut Insufficient to Turn Around Yuan: StanChart
<https://blinks.bloomberg.com/news/stories/RHKB83DWRGG1>
- China's Lockdown Hits City of 6 Million; Chengdu Still Shut (1)
City of Guiyang to be mass tested after virus cases increase
China's lockdowns becoming more frequent than ever before
<https://blinks.bloomberg.com/news/stories/RHRO03T0AFB4>
- Yuan Posts Mild Losses as PBOC Steps Up FX Defense: Inside China
<https://blinks.bloomberg.com/news/stories/RHRNBPT0G1KY>
- China Sees Third Quarter as Key for Rollout of Stimulus Measures
Support policies are 'crucially important': NDRC official
PBOC deputy governor says country can keep yuan stable
<https://blinks.bloomberg.com/news/stories/RHQ1F5DWRGG0>
- Won Snaps 3-Day Fall as Yuan Stages Some Recovery: Inside Korea
<https://blinks.bloomberg.com/news/stories/RHRI17T0G1KW>
- Typhoon Hits South Korea Causing Power Outages, Flooded Streets
Hinnamnor exits country into waters, leaving little damage
Nuclear plant, ports and airlines shutdown as precaution
<https://blinks.bloomberg.com/news/stories/RHRD01T1UM0W>
- Rupiah Strengthens as Stocks Near Record High: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RHRPMAT1UM0W>
- Indonesia Sees 2022 Inflation Reaching 6.6%-6.8%: Detik
<https://blinks.bloomberg.com/news/stories/RHQ75LT0G1KW>
- Rupee Steady as RBI Says to Anchor FX Expectations: Inside India
<https://blinks.bloomberg.com/news/stories/RHRT94T0G1KW>
- RBI Acts to Anchor Rupee Depreciation Expectation, Das Says
Das expects inflation to move into tolerance band by Jan-April
RBI has raised key policy rate by 140 basis points since May
<https://blinks.bloomberg.com/news/stories/RHQ7UGT0G1KX>
- Brazil Central Bank Warns of Final Rate Hike in Hawkish Message
Inflation expectations for 2024 rose after GDP beat forecasts
Markets have largely priced in no additional key rate increase
<https://blinks.bloomberg.com/news/stories/RHRJJ5T0G1LM>
- Chile Assets Pare Gains as New Charter Rejected in Referendum
Peso closed down after jumping as much as 3.2% vs the dollar



- Stocks surged over 6% while swap rates and bond yields fell
<https://blinks.bloomberg.com/news/stories/RHR6VVT0AFB4>
- Mexico Rate Hikes to Fuel Resurgent Peso as Carry Trade Returns
Peso has climbed against all major peers in the past month
Uncertainty over Brazil's election dims appeal for real
<https://blinks.bloomberg.com/news/stories/RHJEJODWRGG0>
 - Mexico Eyes More Pemex Investment, Small Primary Deficit in 2023
Budget will broadly follow AMLO's pattern of tight spending
Key to continue supporting Pemex, Budget Committee chief says
<https://blinks.bloomberg.com/news/stories/RHQYGBT1UM0W>
 - Brazil Analysts Raise 2023 Key Rate Forecast as Growth Firms
Most analysts see inflation at 6.61% this year, 5.27% next
Brazil's GDP grew more than expected in second quarter
<https://blinks.bloomberg.com/news/stories/RH6RDOT1UM0Y>
 - Colombia Saw Record \$1.3B Inflows to Its Local Bonds in August
Foreign bondholders own about a quarter of nation's peso debt
Colombia received net 20.4 trillion pesos through August
<https://blinks.bloomberg.com/news/stories/RHR52UT1UM0W>
 - Colombia Inflation Rose More Than Expected to Fresh 23-Year High
August consumer prices increased to 10.84% from a year earlier
Inflation was led by food, rents, utilities and restaurants
<https://blinks.bloomberg.com/news/stories/RHJMC0DWLU68>
 - Polish Inflation Seen Peaking at End of 1Q 2023: PFR's Borys
<https://blinks.bloomberg.com/news/stories/RHRWC1DWX2PS>
 - Poland Mulls Partly Freezing 2023 Household Power Prices
<https://blinks.bloomberg.com/news/stories/RHQIWVT1UM0Y>
 - Hungary's Orban Agrees to Set Up Independent Anti-Graft Body
Hungary in hurry to introduce measures to access EU funds
Government will also establish anti-corruption task force
<https://blinks.bloomberg.com/news/stories/RHR7KOT1UM0W>
 - Poland Seeks to Mend Ties With Hungary After Rift Over Ukraine
<https://blinks.bloomberg.com/news/stories/RHQ2VYT1UM10>
 - Hungary July Retail Trade Rises 4.3% Y/y, Est. +6.1%
<https://blinks.bloomberg.com/news/stories/RHQ5KOT0AFB6>
 - Czech 2Q Real Wages Fall 9.8% Y/y
<https://blinks.bloomberg.com/news/stories/RHQ66AT1UM0W>
 - South Africa's Gasoline Price Drops Most Since 2020 Lockdowns
Price cuts could ease pressure on inflation that's at 7.8%
Retail cost of 95-octane gasoline will fall by 2.04 rand/liter
<https://blinks.bloomberg.com/news/stories/RHQ8AT1UM0W>
 - South African Government Concerned About GDP Data After Outages
<https://blinks.bloomberg.com/news/stories/RHQF96T1UM14>
 - Russia Privately Warns of Deep and Prolonged Economic Damage
Confidential document contrasts with upbeat public statements
Report says key sectors face sharp drop in output, brain drain
<https://blinks.bloomberg.com/news/stories/RHQQDDT1UM0W>