

DM Headlines

- Treasury Yields Surge in Massive Rejection of Post-Fed Gains
Some rise more than 15 basis points as bearish forces converge
Long-maturity yields declined after Wednesday's rate hike
<https://blinks.bloomberg.com/news/stories/RIMA8RT1UM0W>
- It's Every Nation for Itself as Dollar Batters Global Currencies
Japan acts, but no sign of a 1980s-style multilateral move
US currency has been buoyed by higher Fed rates, haven flows
<https://blinks.bloomberg.com/news/stories/RIMP0UT1UM0W>
- Treasury Selloff Drives SOFR Spread Toward Record One-Day Drop
The SOFR 3-year swap spread falls by over 4 basis points
Indicates aggressive selling in 3-year cash notes vs. swaps
<https://blinks.bloomberg.com/news/stories/RIMM8ITOAFB4>
- Central Bank Hikes Are Far From Over After Marathon Week (1)
US, Norway, Sweden, Switzerland among those to raise rates
Policy makers warn that inflation remains out of control
<https://blinks.bloomberg.com/news/stories/RIMETRT0G1KW>
- Fed Repo Facility Use Surges to Record High as Rates Rise
Usage of key tool increased to \$2.359 trillion on Thursday
Increase comes after rate boosted to highest level ever
<https://blinks.bloomberg.com/news/stories/RIMG4YT1UM0Z>
- Wheat Rises to Two-Month High as War Threatens Black Sea Supply
Agreement allowing shipments from Ukraine may be at risk
Drought in the US, Argentina raise further supply concerns
<https://blinks.bloomberg.com/news/stories/RIMOGVT1UM0W>
- Italy Front-Runner Meloni Says EU Is Wrong to Antagonize Hungary
Brothers of Italy leader says Europe needs unity amid war
Right-wing bloc likely to come into power after Sunday vote
<https://blinks.bloomberg.com/news/stories/RIMCI1T0G1KW>
- ECB Will 'Definitely' Raise Rates at Next Meetings, Kazaks Says
Latvian official sees hikes at 'next couple of meetings'
Kazaks says weak euro is worsening inflation pressure
<https://blinks.bloomberg.com/news/stories/RIM5DGT0G1KW>
- EU Rushes to Agree on an Oil Price Cap After Putin's Threats (1)
Oil price cap could feature in new EU sanctions package
Details still need to be agreed, potentially stalling a deal
<https://blinks.bloomberg.com/news/stories/RINGCZT1UM0Z>
- ECB's Schnabel Sees Inflation Pressure in 'All Parts' of Economy
Schnabel reiterates ECB must continue raising interest rates
Officials are weighing their next move as economy worsens
<https://blinks.bloomberg.com/news/stories/RIMDN9T1UM0X>
- VW Warns of Production Shift From Germany Over Gas Shortage (1)
Energy crisis may prompt move away also from eastern Europe
Automaker worried about gas price impact on parts suppliers
<https://blinks.bloomberg.com/news/stories/RINFC4T0AFB4>



RUBRICS

- BOE Raises Rates by a Half-Point as Push Begins for Bigger Moves
Policy makers note demand risk amid government spending plans
Officials will 'respond forcefully' to inflation risks
<https://blinks.bloomberg.com/news/stories/RILZPMT1UM0W>
- Gilts Drop Most Since March 2020 as Traders Weigh Supply Surge
Bank of England to start selling gilts accumulated under QE
UK DMO is set to update its plan for gilt sales Friday
<https://blinks.bloomberg.com/news/stories/RIM6MET1UM0Y>
- Tax Cuts Top City of London's Wishlist for Kwarteng Mini-Budget
Deregulation among banks' biggest requests to the chancellor
Vision for the City of London to come alongside energy plan
<https://blinks.bloomberg.com/news/stories/RIB3BEDWX2PS>
- UK Consumers Fear for Their Future as Living Standards Plummet
GfK index of consumer sentiment hits record low this month
Pessimism deepens on outlook for personal finances, economy
<https://blinks.bloomberg.com/news/stories/RIM98CT1UM0Y>
- (UK) Sept. GfK Consumer Confidence, actual -49, est. -42, prior -44
- Traders Ramp Up BOE, ECB Rate Hike Bets After Hawkish Fed
BOE key rate seen rising to 5% by September 2023, swaps show
Money markets show ECB to raise interest rates to 3% by May
<https://blinks.bloomberg.com/news/stories/RILMJHT1UM0Y>

- New Zealand's Inflation Data Gap Leaves RBNZ Alone Among Peers
All other OECD members now have monthly consumer price indexes
'If there was ever a time for a monthly CPI, it would be now'
<https://blinks.bloomberg.com/news/stories/RIL045T1UM0W>
- (AU) Sept. S&P Global Australia PMI Service, actual 50.4, prior 50.2
- (AU) Sept. S&P Global Australia PMI Mfg, actual 53.9, prior 53.8
- Price Pressures at Australia Firms Ebb as Rate Hikes Cool Demand
S&P global flash Australia composite PMI expands at mild pace
Optimism at firms slides after five consecutive rate increases
<https://blinks.bloomberg.com/news/stories/RIMZGDT1UM0X>
- Economists Raise RBA Cash Rate Outlook to 3.1% by Year's End
Now see Australian central bank's key rate peaking at 3.35%
Upgrades to household consumption among notable survey changes
<https://blinks.bloomberg.com/news/stories/RIHZZXT0G1KW>

- Japan Has a Pile of Dollars It Can Tap Before Selling Treasuries
Estimates suggest Japan has more than \$110 billion at facility
BOJ can tap cash at Fed before it needs to sell Treasuries
<https://blinks.bloomberg.com/news/stories/RIM7MRT1UM0Z>
- Dollar-Yen at 155, 160 'Still on the Cards': Jesper Koll
<https://blinks.bloomberg.com/news/stories/RIMY5FT0G1KW>
- Japan Intervenes to Support Yen for the First Time Since 1998
Top FX official says bold action taken after one-sided moves
Yen pressure set to continue after Fed ramps up hawkishness
<https://blinks.bloomberg.com/news/stories/RIMCMET0G1KW>

EM Headlines

- China Sets Stronger-Than-Expected Yuan Fix for 22nd Day
<https://blinks.bloomberg.com/news/stories/RIN26JTOAFB4>
- Onshore Yuan Set for Worst Weekly Loss Since May: Inside China
<https://blinks.bloomberg.com/news/stories/RIN7JSTOAFBG>
- China Compares Taiwan Independence Push to Charging Rhino (1)
Foreign minister Wang says US-China ties are at a 'low ebb'
China won't tolerate Taiwanese independence bid, Wang says
<https://blinks.bloomberg.com/news/stories/RIMZVTT0AFB4>
- Chinese Money Pours Into Offshore Debt After Rare Yield Reversal
Net purchases have risen as yields overseas top onshore levels
Treasuries, high-grade China firms among favorites: analysts
<https://blinks.bloomberg.com/news/stories/RIJ16ZT0G1KW>
- China's Most Locked-Down City Shows Perils of Endless Covid Zero
Seven times since last March, Ruili—on China's Myanmar border—has felt the full force of Xi Jinping's Covid Zero policy.
<https://blinks.bloomberg.com/news/stories/RIMYO8DWX2PS>
- Won Heads For Seventh Weekly Drop Despite Warnings: Inside Korea
<https://blinks.bloomberg.com/news/stories/RIMXYKT1UM0Z>
- Won Bulls Have Little Aid From Short-term Drivers to Market View
<https://blinks.bloomberg.com/news/stories/RIMVR5DWLU68>
- Rupee Falls Past 81 Per Dollar to New Record Low: Inside India
<https://blinks.bloomberg.com/news/stories/RINA2RT0AFB4>
- Sri Lanka Bondholders Brace for Losses as Debt Talks Begin (2)
Bond recovery values could be as low as 30 cents on the dollar
Assurances from creditors needed for IMF board to approve loan
<https://blinks.bloomberg.com/news/stories/RIN9P6T1UM0W>
- Operation Twist Will Hasten Impact of Indonesia's Rate Hikes (1)
<https://blinks.bloomberg.com/news/stories/RILWS4T0AFB4>
- Rupiah Falls for Sixth Day Amid Risk Aversion: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RIN4POT1UM0W>
- Indonesia Hikes Rate More Than Expected on 6% Inflation View (1)
Governor sees no need for aggressive rate hikes in future
Half-point hike needed to bring inflation to target in 2H 2023
<https://blinks.bloomberg.com/news/stories/RILPKOT0AFB6>
- Indonesia Maintains Growth Target at 4.5%-5.3%: Details
<https://blinks.bloomberg.com/news/stories/RILSHOGEZ1FK>

- Brazil Traders Bet on Rate Cuts Unfazed by Hawkish Central Bank
Swap rates fall even after policy makers warned on rates
Central bank left key rate on hold at 13.75% late Wednesday
<https://blinks.bloomberg.com/news/stories/RIMFDXT0AFB4>
- Mexico Inflation Comes Above Forecasts Ahead of Rate Meeting (1)
Early September inflation hit 8.76% annually, est. 8.71%
Banco de Mexico set to hold monetary policy meeting next week
<https://blinks.bloomberg.com/news/stories/RILZSLT0AFB4>



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- Hawkish Fed Won't Dent Strong MXN With Banxico in Tracking Mode
<https://blinks.bloomberg.com/news/stories/RIMDHHT0AFB4>
- Goldman, Hedge Funds Say Brazil Election Tighter Than Polls Show
Voters made up their minds earlier than in the past: Goldman Legacy warns result could 'significantly' differ from polls
<https://blinks.bloomberg.com/news/stories/RIMIPXT0AFB4>
- Lula's Support Puts First-Round Win Back in Play, DataFolha Says
Lula has 47% of first-round vote, Bolsonaro 33%: DataFolha
Some analysts caution race is tighter than it appears in polls
<https://blinks.bloomberg.com/news/stories/RIM168T1UMOW>
- Chile Swap Rates Rise After 'Significantly' Higher Rates Warning
Central bank minutes show more contractionary policy required
Bank raised rates by 100bps this month in rare split decision
<https://blinks.bloomberg.com/news/stories/RIM9WXT0G1L0>
- Chile To Sell \$12 Billion in Debt in 2023, Marcel Tells Reuters
<https://blinks.bloomberg.com/news/stories/RIMLIKT1UMOW>
- Colombia's Yield Curve Signals More Monetary Tightening to Come
<https://blinks.bloomberg.com/news/stories/RIKLKRDWX2PS>
- Egypt Holds Rate While Taking Different Tack on Liquidity, Pound
<https://blinks.bloomberg.com/news/stories/RIMJDFT0G1KW>
- Poland Aug. M3 Money Supply Rises 1.6% M/m, Est. +0.3%
<https://blinks.bloomberg.com/news/stories/RIM14IT0G1KY>
- Russian Gas Flows Via Ukraine Stable as Nord Stream Remains Shut
<https://blinks.bloomberg.com/news/stories/RINAZ0T0AFB4>
- Poland Says to Continue Talks With Germany on Oil Supplies
<https://blinks.bloomberg.com/news/stories/RIMK0HT0AFB4>
- Tyrowicz: Polish CPI Unlikely to Return to Target Before 2024
<https://blinks.bloomberg.com/news/stories/RILOHKT0AFB4>
- Hungary's Virag Reiterates Central Bank Weighing Tightening End
<https://blinks.bloomberg.com/news/stories/RIM1KOT1UMOW>
- Orban Seeks to Ratchet Up Opposition to EU's Russia Sanctions
Hungarian PM wants 'national consultation' on energy sanctions
Orban reportedly called for withdrawing EU sanctions on Russia
<https://blinks.bloomberg.com/news/stories/RIM40WT1UMOW>
- Hungary May Slow Rate Hikes as It Weighs Ending Tightening Cycle
Central bank sees at least one more rate hike: Deputy Governor
Policy makers may consider ending hikes after next meeting
<https://blinks.bloomberg.com/news/stories/RIM2GST0AFB4>
- Hungary to Face 'Very Big Problem' Without EU Funds: OTP Chief
<https://blinks.bloomberg.com/news/stories/RILWUXT1UMOW>
- Morgan Stanley Sees Czech Koruna Under Pressure From Fed Hikes
<https://blinks.bloomberg.com/news/stories/RILWQ5T0AFB5>
- South Africa Unwinds Covid Stimulus With Fed-Matching Rate Hike
Interest rate raised to 6.25% even as inflation seen slowing
Central bank prefers to anchor CPI expectations close to 4.5%
<https://blinks.bloomberg.com/news/stories/RIM5BGT0G1KW>