

DM Headlines

- US Economy Shows Worst Yet to Come, as Cooling Just Starting
Consumer spending downshifts, under pressure from inflation
Housing market shows ‘monster’ decline in investment
<https://blinks.bloomberg.com/news/stories/RKF6M0DWLU6C>
- Global Bonds Rally as Dovish ECB Reignites Talk of Peak Yields
Global yields in retreat helped by message from ECB, BOC
Key for investors will be next week’s Federal Reserve meeting
<https://blinks.bloomberg.com/news/stories/RKG173T0AFB4>
- Drop in Foreign Reserves at Fed Pool Points to Japan Action
Balances at facility fell to \$303 billion through Oct. 26
Decline suggests Japanese may have tapped cash holdings
<https://blinks.bloomberg.com/news/stories/RKFR70T0G1S4>
- Oil Heads for Weekly Advance as Dollar Eases, US Exports Boom
WTI falls toward \$88 a barrel, up by more than 3% this week
US supermajors Exxon, Chevron due to report results on Friday
<https://blinks.bloomberg.com/news/stories/RKG4J3T0AFB7>
- Wall Street Says Too Early to Bet on King Dollar’s Demise (1)
‘Difficult to see’ what would spur dollar weakness: JPM AM
Fundamental backdrop remains positive for greenback: BBH
<https://blinks.bloomberg.com/news/stories/RKFOBTDWLU6B>
- Biden Hits Fresh Bumps in Plan to Smooth Trade Ties With EU
EU members are fuming over US clean-energy subsidies
US-EU officials will gather next week to work on solutions
<https://blinks.bloomberg.com/news/stories/RK1ZMYT1UM0Z>
- Biden Says Some Americans ‘Better Off’ Despite Inflation
<https://blinks.bloomberg.com/news/stories/RKFRN4T0AFB4>

- ECB Wasn’t Unanimous on Hike, Didn’t Want to Signal Future Pace
Not all officials supported size of rate hike on Thursday
Worry on signal of ‘progress’ prompted debate at meeting
<https://blinks.bloomberg.com/news/stories/RKF4C1T0AFB4>
- ECB Doesn’t Plan to Set QT Start Date in December Talks (1)
<https://blinks.bloomberg.com/news/stories/RKF514T0AFB4>
- Euro’s Nascent Rally Falter as Traders Bet on ECB Policy Shift
Italian bonds lead gains as money markets cut rate-hike bets
Danske’s Merklin says common currency likely to weaken more
<https://blinks.bloomberg.com/news/stories/RKF5ZBDWX2PV>
- EURO-AREA INSIGHT: Lower Gas Prices Could Call Off Recession (1)
<https://blinks.bloomberg.com/news/stories/RKG6JZT0G1LB>
- EU Reaches Deal for Ban on New Combustion-Engine Cars as of 2035
Countries and European Parliament strike deal at talks
EU gets a green boost just before global climate negotiations
<https://blinks.bloomberg.com/news/stories/RKFE3CT0G1KW>
- FRANCE REACT: GDP Growth Slows, Mild Recession to Start in 4Q
<https://blinks.bloomberg.com/news/stories/RKG840T1UM0X>



RUBRICS

- BOE PREVIEW: Joining 75-Bp Club With Message It Will Be One-Off
<https://blinks.bloomberg.com/news/stories/RKG5SFT1UM0W>
- UK's Top Market Regulators Warn Government Off Call-In Power (1)
PRA and FCA chiefs flag risks to regulatory independence
Annual City of London dinner at Mansion House on Thursday
<https://blinks.bloomberg.com/news/stories/RKF5DPT1UM0Y>
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- (NZ) Oct. ANZ Consumer Confidence MoM, actual 0%, prior 0%
- (NZ) Oct. ANZ Consumer Confidence Index, actual 85.4, prior 85.4
- (AU) 3Q PPI QoQ, actual 1.9%, prior 1.4%
- (AU) 3Q PPI YoY, actual 6.4%, prior 5.6%
- Australia's Producer Prices Post Largest Increase on Record (1)
<https://blinks.bloomberg.com/news/stories/RKFU05DWX2PS>
- Floods Destroy Crops in Australia, Risking More Food Inflation
Victoria and New South Wales are major fruit-producing regions
Rabobank analyst expects food prices to rise further into 2023
<https://blinks.bloomberg.com/news/stories/RKBVT9T1UM1A>
- Utility Bill Shock To Push Australian Inflation To 4Q22 Peak
<https://blinks.bloomberg.com/news/stories/RKFGW7T0AFB6>
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- BOJ Keeps Ultra-Low Rates as Team Japan Sticks to Policy Path
Central bank keeps negative rate, and 0.25% cap on yields
Decision follows Kishida announcing spending of \$200 billion
<https://blinks.bloomberg.com/news/stories/RKG2MWDWX2PS>
- Tokyo Inflation Hits Fastest Pace Since 1989, Adds to BOJ Stress
Core CPI for Tokyo now at 3.4%, far above BOJ's 2% target
Economists still expect the BOJ to keep easing stance intact
<https://blinks.bloomberg.com/news/stories/RKFRHXT0G1ML>
- Japan's Kishida Leans on Extra Spending to Ease Price, Poll Woes
Economic package has overall scale of \$490 billion, PM says
Extra spending nearer \$200 billion based on extra budget size
<https://blinks.bloomberg.com/news/stories/RKFRPPDWX2PV>
- (Japan) Oct. BOJ 10-Yr Yield Target, actual 0.000%, est. 0.000%, prior 0.000%
- (Japan) Oct. BOJ Policy Balance Rate, actual -0.100%, est. -0.100%, prior -0.100%
- (Japan) Oct. Tokyo CPI YoY, actual 3.5%, est. 3.2%, prior 2.8%
- Japan's Kishida Spends Big to Ease Inflation, Popularity Woes
Economic package has overall scale of \$490 billion, PM says
Extra spending nearer \$200 billion based on extra budget size
<https://blinks.bloomberg.com/news/stories/RKG3LMDWX2PT>

EM Headlines

- Mobius Says China May Ease Covid Zero by End-2022 to Aid Economy
No choice but to open as government needs money, Mobius says
Veteran investor says he's turned "more negative" on China
<https://blinks.bloomberg.com/news/stories/RKECUQT0G1KX>
- Shanghai Lockdown Scars American Firms' Confidence, Survey Shows
Only 30% of companies said they increased investment this year
Covid curbs 'upended' business expectations: AmCham Shanghai
<https://blinks.bloomberg.com/news/stories/RKEMT7T1UMOW>
- CNY Consolidates After Wild Swings; Fixing Weakens: Inside China
<https://blinks.bloomberg.com/news/stories/RKFYO9T0AFB5>
- China Pours Cash Into System to Soothe Markets, Ease Tax Funding
PBOC adds 840 billion yuan into financial system this week
Analysts see PBOC cutting RRR next month amid MLF maturities
<https://blinks.bloomberg.com/news/stories/RKFU6LT0AFB4>
- China's Growth Now Seen Below 5% Through 2024 on Covid Zero Risk
Economists downgrade GDP growth forecast for this year to 3.3%
Most economists only see China reopening borders next year
<https://blinks.bloomberg.com/news/stories/RKEJ8ODWX2PS>
- Won Set for Best Week Since March as Dollar Falls: Inside Korea
<https://blinks.bloomberg.com/news/stories/RKFR7XDWLU6A>
- S. Korea Inflation Slowing on Drop in Energy Costs, Choo Says
<https://blinks.bloomberg.com/news/stories/RKFOAODWLU68>
- BOK to Ease Collateral Rules, Provide \$4b Liquidity via RP (1)
<https://blinks.bloomberg.com/news/stories/RKE5LTDWX2PS>
- India's Fertilizer Subsidy May Swell to \$31 Billion on Gas Costs
<https://blinks.bloomberg.com/news/stories/RKEJEJDWLU6A>
- INR Bonds Slip as Surprise RBI Review Fuels Fears: Inside India
<https://blinks.bloomberg.com/news/stories/RKG4ZADWRGG0>
- India's Rate Panel to Hold an Off-Cycle Meeting Next Week (3)
Panel said to discuss inflation letter to government
Dec. 5-7 rate-setting meeting remains on RBI's calendar
<https://blinks.bloomberg.com/news/stories/RKFZN9T0AFB5>
- Rupiah Set for Biggest Weekly Gain Since Aug.: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RKG1SPDWX2PS>
- Indonesia May Get Rating Upgrade on External Resilience: Citi
<https://blinks.bloomberg.com/news/stories/RKEPT3T0AFB4>
- Indonesia to Boost Food Commodity Stockpiles to Maintain Price
<https://blinks.bloomberg.com/news/stories/RKEE4VDWRGG2>
- Top FX Forecaster Sees Market Overreaction in Colombia Peso Drop
Peso has tumbled 20% since presidential election on June 17
Substantial changes can only happen in medium term: Barclays
<https://blinks.bloomberg.com/news/stories/RK9PE8DWLU68>
- Rush for Brazil Election Hedges Send Real's Volatility Spiking
Real's one-week implied volatility at highest since March 2020



- BBVA expects 'outsized' market moves ahead of Sunday's vote
<https://blinks.bloomberg.com/news/stories/RKEYIHDWX2PX>
- Mexico Lawmakers Push Carbon Offset Regulation After AMLO Call
Legislators presented a bill to create new standards for the market following a call for more oversight by Mexico's president, prompted by a Bloomberg investigation.
<https://blinks.bloomberg.com/news/stories/RKF7Q8T0AFB5>
 - Mexican Exports Soared to a Record Led by Booming Autos (1)
Trade deficit narrows more than expected to \$895 million
Manufacturing sector responsible for majority of growth
<https://blinks.bloomberg.com/news/stories/RKF2HSDWLU69>
 - Lula Pledges Fiscal, Social Responsibility on Eve of Vote (1)
Fiscal rules must be clear and realistic, he says in letter
Brazil's real briefly added to gains after document released
<https://blinks.bloomberg.com/news/stories/RKFH6UDWRGG1>
 - Lula Widens Lead Over Bolsonaro Days Before Vote, Datafolha Says
Lula has 53% of valid votes; Bolsonaro 47%, pollster says
Polls this week show Bolsonaro's momentum fading before Sunday
<https://blinks.bloomberg.com/news/stories/RKFE1MDWLU69>
 - Chile Central Bank Says Mid-Term Inflation Pressures to Ease
Inflation is at high levels and shows persistence: minutes
Policymakers raised key rate 50bps to 11.25% on Oct. 12
<https://blinks.bloomberg.com/news/stories/RKD86XDWX2PS>
 - COLOMBIA PREVIEW: Inflation, Growth, FX Support More Hikes (1)
<https://blinks.bloomberg.com/news/stories/RKF1YADWRGG1>

 - Bankers Grill Erdogan's Lieutenants Over Risky Debt Build-Up (1)
High-level meetings show unease over central bank policies
Lenders are forced to buy government bonds at low rates
<https://blinks.bloomberg.com/news/stories/RKEPFYDWRGG3>
 - Hungary Signs EU1.5b Revolving Credit Line With 9 Banks
<https://blinks.bloomberg.com/news/stories/RKG6R4DWLU6B>
 - EU Opens In-Depth Probe Into Hungary Support for New Auto Plant
<https://blinks.bloomberg.com/news/stories/RKEN5BDWLU68>
 - Stagflation looming as wage growth in CEE runs behind inflation
<https://blinks.bloomberg.com/news/stories/RKG7GHBMZA4V>
 - Wage Restraint Sets South Africa Up for Clash With Labor Unions
Government will unilaterally implement its pay-increase offer
Compensation accounts for 31.4% of total state expenditure
<https://blinks.bloomberg.com/news/stories/RKD68EDWRGG4>
 - South Africa Sees Climate Pact Spurring Billions in New Funding
An \$8.5 billion climate pact will catalyse further financing
Country is seeking to identify the size of the 'funding gap'
<https://blinks.bloomberg.com/news/stories/RKEOQPDWX2PS>
 - South Africa Sept. Producer Prices Rise 16.3% Y/y, Est. +15.6%
<https://blinks.bloomberg.com/news/stories/RKENQLDWRGGA>