

DM Headlines

- Final Stretch of Central-Bank Hiking Will Be Toughest, BIS Says
Tight labor markets push wages, services inflation untamed
'Global economy is at critical juncture,' Carstens says
<https://blinks.bloomberg.com/news/stories/RWQUSQT0AFB4>
- Central Banks Didn't Mess Up That Badly, But They Might Do Now
Wages have been subdued, expectations anchored, Reichlin says
Former ECB economist questions 'better to do too much' view
<https://blinks.bloomberg.com/news/stories/RWPOQHDWLU68>
- Homebuilding Set to Boost US Economy After Two-Year Contraction
Fed model sees housing adding to GDP for first time since 2021
Higher rates remain a risk for the sector, economist says
<https://blinks.bloomberg.com/news/stories/RWLYH0DWLU68>
- Fed's Bostic Sees Inflation Heading Lower, Favors Holding Rates
He's optimistic Fed can cool prices without hurting job market
Atlanta Fed chief sees 'robust' debate on need for more hikes
<https://blinks.bloomberg.com/news/stories/RWPPK4T1UM0W>
- Fed's Bowman Says Bank Supervision Preferable to Capital Rules
Fed governor speaks about bank failures at event in Austria
Criticizes internal reviews, calls for independent examiner
<https://blinks.bloomberg.com/news/stories/RWTB1WT1UM0W>
- US INSIGHT: High Inflation, Recession, Last Hike - Outlook (1)
<https://blinks.bloomberg.com/news/stories/RWPZCKDWX2PS>
- Euro-Zone Activity Almost Stalls as Recession Rebound Fades (2)
Composite purchasing managers' index drops to 50.3; est. 52.5
Data are accompanied by 'marked cooling' of inflation pressure
<https://blinks.bloomberg.com/news/stories/RWP76ZT0AFB4>
- European Gas Prices Rise As Russian Mutiny Adds to Supply Fear
<https://blinks.bloomberg.com/news/stories/RWUJIPT0AFB4>
- ECB Officials Gather Amid Strain Over Hiking Journey's Last Mile
Annual Sintra retreat to feature Lagarde, Powell, Bailey
Whether rate increases continue after summer is key question
<https://blinks.bloomberg.com/news/stories/RWNTJSDWRGG0>
- ECB Entering Final Stretch of Rate Hikes, Guindos Tells ABC
<https://blinks.bloomberg.com/news/stories/RWSOB1T1UM0W>
- EURO-AREA PREVIEW: Core Inflation Rebound to Keep ECB Hiking
<https://blinks.bloomberg.com/news/stories/RWUGC7T1UM0W>
- Far-Right AfD Party Scores District Victory in First for Germany
Candidate wins executive post in a part of Thuringia
State official calls it an 'alert for all democratic forces'
<https://blinks.bloomberg.com/news/stories/RWPEB8DWLU68>
- Euro Zone's Inflation Problem Is Starting to Look Rather German
Core price growth may have accelerated again in June
German inflation is likely to show renewed jump on travel
<https://blinks.bloomberg.com/news/stories/RWM136DWX2PT>



- Europe's Markets Flash Warnings as Growth Woes Start to Dominate
Long-maturity gilts are a favored bet in this environment
Traders will be watching ECB's Sintra gathering for rate clues
<https://blinks.bloomberg.com/news/stories/RWPHJ8DWRGG0>
- UK to Tame Inflation With Greedflation and Public Pay Crackdown
UK government signals fresh efforts to work with BOE on prices
Hunt to meet industry regulators as Sunak signals pay curbs
<https://blinks.bloomberg.com/news/stories/RWTRRMT1UM0W>
- Rishi Sunak Says He Fully Supports Bank of England on Rates
UK PM says central bank has managed inflation appropriately
'Inflation is the enemy that we need to conquer,' Sunak says
<https://blinks.bloomberg.com/news/stories/RWSVQYT0G1KW>
- UK Government May Block Pay Rises for Millions of Public Workers
<https://blinks.bloomberg.com/news/stories/RWR1N1TOG1KW>
- Sunak Risks Failing on His Five Key UK Pledges at Halfway Point
Inflation proves sticky as British economy threatens recession
Few signs Sunak is stopping the boats or cutting NHS waits
<https://blinks.bloomberg.com/news/stories/RWLIZJT1UM0W>

- RBA Worried QT Could Lower Stimulus-Effect of Future Bond Sales
Release of 17 of 18 QT-related documents was refused by bank
However, titles of denied documents show QT being considered
<https://blinks.bloomberg.com/news/stories/RWOYDLT0G1KW>
- New Zealand Seeks Trade Diversity With China as Hipkins Meets Xi
Trade delegation to China includes gaming, fitness companies
New Zealand also wants Chinese tourists, students to return
<https://blinks.bloomberg.com/news/stories/RWMJV9DWRGG0>
- Bonds Rise With USTs After Weak PMI Prints: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RWU1X6TOG1KW>
- Australian May Inflation Report to Show Some Cooling -- Market Talk
<https://blinks.bloomberg.com/news/stories/RWU7TP0799MO>

- Talent Shortages Hampering Japan Growth, AmCham President Says
Weak yen raises questions over government defense spending
Structural reforms could bolster capital market activity 50%
<https://blinks.bloomberg.com/news/stories/RWU2WWT0G1KW>
- Yen Swaps Suggest BOJ's Negative-Rate Policy Will Stay This Year
Forward-starting overnight-indexed swaps fall below zero
Market has been ahead of itself in expecting a BOJ move: Daiwa
<https://blinks.bloomberg.com/news/stories/RWU3WYT1UM0W>
- One BOJ Member Sought Early Talks Over YCC Revision at June Meet
One member says inflation may not slow below 2% in FY2023
Some economists see BOJ raising CPI view, tweaking YCC in July
<https://blinks.bloomberg.com/news/stories/RWU3CCT0G1KW>
- Japan's Kanda: Won't Rule Out Any Options for Handling Forex
<https://blinks.bloomberg.com/news/stories/RWTZSUT0G1KW>

EM Headlines

- China Economy Gloom Worsens With Weak Consumer Spending Data (1)
Travel spending over holiday falls short of pre-pandemic level
State media floats more monetary, fiscal options for Beijing
<https://blinks.bloomberg.com/news/stories/RWUG3AT0AFB4>
- Yuan Weakens to 7-Month Low Despite China's Move to Stem Decline
Onshore yuan falls to 7-month low despite PBOC's fixing signal
Pessimism over economic recovery continues to hurt sentiment
<https://blinks.bloomberg.com/news/stories/RWUCSST0G1KW>
- China Backs Russian 'National Stability' as Diplomats Meet (1)
Beijing says weekend drama was 'Russia's internal affair'
First meeting of nations' diplomats since Wagner mutiny
<https://blinks.bloomberg.com/news/stories/RWU2B8T1UM0W>
- Onshore Yuan Weakens Past 7.2 After China Holidays: Inside China
<https://blinks.bloomberg.com/news/stories/RWUB90T1UM0W>
- China's Latest Holiday Spending Still Below Pre-Covid Levels
<https://blinks.bloomberg.com/news/stories/RWT2K4T0G1KW>
- Won Gains for First Day in Four; Bonds Edge Higher: Inside Korea
<https://blinks.bloomberg.com/news/stories/RWU90AT0AFB4>
- Seoul Day Traders Juice Up Treasuries Bets With Punt on the Yen
Yen's sharp fall prompts buying in yen-denominated bond ETF
Korea traders bought Japan stocks for first time in 5 quarters
<https://blinks.bloomberg.com/news/stories/RWLC8AT0G1KW>
- Weak Growth to Keep BOK on Pause, Cuts Likely to Start in 2Q24
<https://blinks.bloomberg.com/news/stories/RWU78TDWLU68>
- Funding Rates Stay Elevated After Tax Payments: Inside India
<https://blinks.bloomberg.com/news/stories/RWUGSGT0G1KW>
- Global Fund Selling of Indian Bonds Hits Nearly 3-Month High
<https://blinks.bloomberg.com/news/stories/RWU4ZEGQITJ4>
- In High-Yield Battle, India May Beat Indonesia as Top Asia Trade
Highest Asia yields, RBI intervention boost appeal of rupee
India's carry-to-risk ratio is 2.8 versus 0.5 in Indonesia
<https://blinks.bloomberg.com/news/stories/RWUHVST1UM0W>
- India Inflation Slowing Down Personal Consumption Spending: RBI
<https://blinks.bloomberg.com/news/stories/RWPEU3T1UM0W>
- Rupiah Falls Amid China Growth Worry: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RWUH64T0AFB4>
- Ship Hauling Russian Crude Oil Offloads at Indonesia's Cilacap
Cargo handled by 3 ships, transferred twice before destination
Pertamina, which owns a nearby refinery, denies taking Urals
<https://blinks.bloomberg.com/news/stories/RWJJAIDWX2PS>
- Colombian Peso Leads Global FX Losses on Major Dollar Outflow
<https://blinks.bloomberg.com/news/stories/RWPPL1DWLU68>
- Deluge Disrupts Copper Mines, Crops and Transport in Chile (2)
Codelco says work at Andina mine is currently suspended



Central Chile is being hit by heavy rains, road closures

<https://blinks.bloomberg.com/news/stories/RWQDAPT0G1KW>

- Machado Joins Venezuela Primaries in a Bid to End Socialist Rule
Eleven candidates have registered for the October vote
Former governor Henrique Capriles expected to enroll Saturday
<https://blinks.bloomberg.com/news/stories/RWPRCODWRGG0>
- Rate Hold Shows Cautious Banxico Waiting on Data
<https://blinks.bloomberg.com/news/stories/RWTX49T1UM0X>
- Petrobras Is Said to Plan First Dollar Bond Sale Since 2021
Oil giant could tap global markets as soon as Monday
Company plans to use part of proceeds for liability management
<https://blinks.bloomberg.com/news/stories/RV2MPWDWX2PS>
- BCB Gears Up for a Rate Cut, Timing Is Unclear
<https://blinks.bloomberg.com/news/stories/RWTX49T0AFB5>
- In Chile, Central Bank Readies for July Rate Cut After Hold
<https://blinks.bloomberg.com/news/stories/RWTX49T0G1KY>
- Peso Has Worst Week Since May; Stocks Snap Streak: Chile Close
<https://blinks.bloomberg.com/news/stories/RWPPA5T0G1KW>
- CLP, COP Drop Amid Weakness in Commodities Markets: Inside Andes
<https://blinks.bloomberg.com/news/stories/RWPLUQDWRGG0>

- Silence Cloaks Kremlin After Russian Mutiny Against Putin (1)
Putin hasn't been seen in public since Saturday TV address
Russians try to return to normal after mercenaries' uprising
<https://blinks.bloomberg.com/news/stories/RWTMPMT0AFB4>
- RUSSIA INSIGHT: Wagner's March on Moscow May Hasten End of War
<https://blinks.bloomberg.com/news/stories/RWTTZNT0AFB4>
- Lira Slump Deepens as Turkey Insists on Gradual Changes (2)
Turkish lira lost almost 6% since smaller-than-hoped rate hike
Risks of central bank chasing the market are rising, DB says
<https://blinks.bloomberg.com/news/stories/RWPMBKDWRRGG0>
- Polish Rates Are Very Likely to Stay Stable Through Sept.: BIP
<https://blinks.bloomberg.com/news/stories/RWUGMRT0G1KW>
- Polish President Duda Says De-Escalation Under Way in Russia
<https://blinks.bloomberg.com/news/stories/RWRX3BT0G1KW>
- Republic of Poland Affirmed at A- by Fitch
<https://blinks.bloomberg.com/news/stories/RWQ56M6JLCZL>
- Hungary June GKI Economic Sentiment Falls to -20.4
<https://blinks.bloomberg.com/news/stories/RWP4J76RV5DU>
- Hungary Affirmed at BBB by Fitch
<https://blinks.bloomberg.com/news/stories/RWQ5626JLCZL>
- More ZAR Weakness Coming Says Standard Bank: Inside South Africa
<https://blinks.bloomberg.com/news/stories/RWP0D5T0G1KW>
- Nedbank Sees South Africa's State-Led Power Initiatives Outpaced
Lender expects critical electricity shortages until 2025
Private projects are years quicker than government processes
<https://blinks.bloomberg.com/news/stories/RWP5W4DWX2PS>