

DM Headlines

- US Inflation Cooled While Consumer Spending Picked Up in June
Core PCE price index rose 4.1% from year ago, down from 4.6%
Gain in inflation-adjusted spending led by strong truck sales
<https://blinks.bloomberg.com/news/stories/RYICB8T0G1KW>
- New Risks Shadow Bond Market as Fed's Rate-Hike Cycle Nears End
BOJ move, increasing debt sales may weigh on Treasuries
Traders eye key data released next week, including jobs report
<https://blinks.bloomberg.com/news/stories/RYK8UPDWRGG0>
- Key US Inflation, Wage Measures Cool in Boost for Soft Landing
US employment cost index posts smallest increase in two years
Fed's preferred inflation metrics moderate to 2021 pace
<https://blinks.bloomberg.com/news/stories/RYIEZMT0AFB4>
- Kashkari Calls Inflation Outlook 'Positive,' Expects Job Losses
Minneapolis Fed President says US economy proving 'resilient'
Unemployment may reach 4%, Kashkari says in interview on CBS
<https://blinks.bloomberg.com/news/stories/RYM85XDWRGG0>
- More Volatility Beckons Markets Still Digesting Milestone Week
Global central banks are shifting to data-dependent rate paths
ECB and BOJ surprises upended expectations and drove FX moves
<https://blinks.bloomberg.com/news/stories/RYMQY9T0G1KW>
- Stocks Crush 'Year of Bond' in Biggest Sentiment Shift Since '99
Fixed income underwhelms as Teflon economy strands bears
More than half of JPMorgan clients now see no recession
<https://blinks.bloomberg.com/news/stories/RY1WFQT0G1KW>
- Oil Heads for the Best Month Since Early 2022 as Market Tightens
Global demand at record while OPEC+ cuts supply, Goldman Says
WTI holds above \$80 a barrel on course for 14% advance in July
<https://blinks.bloomberg.com/news/stories/RYN93AT0AFB4>
- Vanguard's Economists Aren't Buying Talk of a Soft Landing: Q&A
Full inflation normalization will take a while, Joe Davis says
'Modest weakening in the labor market' needed to get to 2%
<https://blinks.bloomberg.com/news/stories/RYIIRST0G1KW>

- EURO-AREA PREVIEW: Inflation, GDP to Shape Next ECB Decision (1)
<https://blinks.bloomberg.com/news/stories/RYN9G0T0G1KW>
- ECB Could Hike Again Even After a Pause, Lagarde Tells Le Figaro
September meeting could see rate increase or a hold, she says
Second-quarter GDP data so far are 'quite encouraging'
<https://blinks.bloomberg.com/news/stories/RYM7KUDWX2PS>
- Europe's Most Important Trade Route Is at Risk as Waters Drop
Low waters are becoming more frequent and forcing costly and cumbersome workarounds
to keep supply lines open
<https://blinks.bloomberg.com/news/stories/RYN74CDWX2PT>



- Whipsawed UK Traders Get No Rest With BOE Rates Anyone's Guess
UK rates volatility on the rise while easing in US and Europe
BOE Governor Bailey has delivered market surprises in the past
<https://blinks.bloomberg.com/news/stories/RYG9CBTOG1KW>
- RBA Watchers Split as Policy Tightening Cycle Is Nearing End
Of 26 economists surveyed, 15 see hike and 11 predict a hold
Money markets are pricing no change to the cash rate at 4.1%
<https://blinks.bloomberg.com/news/stories/RYDYF1T1UM0W>
- (AU) July Melbourne Institute Inflation, actual 5.4%, prior 5.7%
- (NZ) July ANZ Activity Outlook, actual 0.8, prior 2.7
- (NZ) July ANZ Business Confidence, actual -13.1, prior -18.0
- (AU) June Private Sector Credit YoY, actual 5.5%, prior 6.2%
- Australia July Inflation Gauge Rises 0.8% M/m; Details
<https://blinks.bloomberg.com/news/stories/RYMZ05GETF5S>
- AUD, NZD Rally as BOJ Operation Spurs Risk: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RYN950DWRGG0>
- BlueBay's Maximum Short Against Japanese Bonds Is Paying Off
Dowding sees Japanese yields eventually reaching 1.25%
The firm has been among the most vocal shorts on Japan
<https://blinks.bloomberg.com/news/stories/RYHYOHTOG1KW>
- Japan Has Room to Hike Rates in Year, Ninety One Strategist Says
<https://blinks.bloomberg.com/news/stories/RYJEUOT1UM0W>
- Why Tweaks to Japan Yield Curve Controls Rock Markets: QuickTake
<https://blinks.bloomberg.com/news/stories/RY11NHT1UM0W>
- BOJ Slows Bond Yield Gains With Surprise Buying Operation (1)
Central bank wades into markets unexpectedly on Monday
Yield on 10-year bonds had set a fresh nine-year high
<https://blinks.bloomberg.com/news/stories/RYN2ZVT1UM0W>
- Japan's Production Rebounds, Signaling Continued Modest Recovery
Cars and electronic devices push up industrial output
Retail sales in Japan slightly slump from previous month
<https://blinks.bloomberg.com/news/stories/RYMW69DWRGG0>
- Dollar-Yen to Drift Toward 145 in Coming Months: Avm Capital
<https://blinks.bloomberg.com/news/stories/RYN3WQT1UM0W>
- Japan Repatriation Flows To Have Knock-On Effects, Allianz Says
<https://blinks.bloomberg.com/news/stories/RYJMX1UM0W>
- (Japan) June Industrial Production MoM, actual 2.0%, est. 2.4%, prior -2.2%
- (Japan) June Industrial Production YoY, actual -0.4%, est. 0.3%, prior 4.2%
- (Japan) June Retail Sales MoM, actual -0.4%, est. -0.7%, prior 1.3%, revised 1.4%
- Yen Falls on BOJ's Unscheduled Bond Buy Operation: Inside Japan
<https://blinks.bloomberg.com/news/stories/RYN6GLTOG1KW>
- Japan Labor Ministry Proposes Record Increase in Minimum Wage
<https://blinks.bloomberg.com/news/stories/RYJ65WDWX2PS>

EM Headlines

- China Economic Recovery Weakens, Spurring Measures From Beijing
Factory activity improves slightly though still in contraction
Non-manufacturing index eases more than expected in July
<https://blinks.bloomberg.com/news/stories/RYN1T2T0AFB4>
- China's Big Cities May Ease Property Restrictions Soon: Paper
<https://blinks.bloomberg.com/news/stories/RYM TDNT0G1KW>
- China Stops Short of Direct Consumer Support to Spur Economy
New NDRC document outlines measures targeted at supply side
Beijing's latest signals of support spur investor optimism
<https://blinks.bloomberg.com/news/stories/RYN37NT0G1KW>
- China Consumer Spending Slows, Reining In Growth, Survey Shows
<https://blinks.bloomberg.com/news/stories/RYL80QTOG1KW>
- Pimco Warms Toward China Bonds on Weak Economy, Monetary Easing
US firm has turned neutral on China debt from underweight
Builder bonds may find it hard to rebound meaningfully: Chang
<https://blinks.bloomberg.com/news/stories/RYMZODT0G1KW>
- (China) July Composite PMI, actual 51.1, prior 52.3
- (China) July Non-manufacturing PMI, actual 51.5, est. 53.0, prior 53.2
- (China) July Manufacturing PMI, actual 49.3, est. 48.9, prior 49.0
- Yuan Gives Up Stimulus-Led Gains as Dollar Rises: Inside China
<https://blinks.bloomberg.com/news/stories/RYN3C9T0AFB4>
- China Issues Measures to Bolster Growth of Consumer Businesses
Beijing's plan seeks to accelerate expansion of light industry
Steps include aiding exchange that helps small firms get funds
<https://blinks.bloomberg.com/news/stories/RYJHG8T1UM0W>
- Won Advances as Offshore Funds Buy Domestic Stocks: Inside Korea
<https://blinks.bloomberg.com/news/stories/RYMW8WT1UM0X>
- Korea Says \$44 Billion Lender to Property Sector Has Stabilized
The credit union MGCC has suffered a jump in delinquencies
Its recent troubles are part of broader real estate debt risks
<https://blinks.bloomberg.com/news/stories/RYHRWHT0AFB4>
- Rupee Bond Yields Inch Higher on Inflation Concern: Inside India
<https://blinks.bloomberg.com/news/stories/RYN88HDWLU68>
- Surging India Prices May Keep RBI on Extended Pause, IMA Says
<https://blinks.bloomberg.com/news/stories/RYHNWXT0G1KW>
- Foreign Inflows to Indonesia Bonds Lose Momentum
<https://blinks.bloomberg.com/news/stories/RYNBSRGQOFSW>

- Chile Delivers Jumbo Rate Cut as Latin America Pivots to Easing
Median estimate in survey was for reduction of 75 basis points
Brazil, Mexico, Peru expected to start easing in coming months
<https://blinks.bloomberg.com/news/stories/RYJ2JFTOG1KW>
- IMF to Loan Argentina as Much as \$10.8 Billion This Year (3)
Argentina reaches deal with IMF staff to unlock \$7.5 billion
Money is needed to repay IMF, shield country from turbulence



- <https://blinks.bloomberg.com/news/stories/RYJ682T1UM0W>
- AMLO Props Up Pemex Bulls as Bonds Soar After \$4 Billion Bailout
Bonds have climbed this week on signs of government support
Still, analysts see cap to bonds amid structural challenges
<https://blinks.bloomberg.com/news/stories/RYIPIJT1UM0W>
- Brazil Readies ESG Bond Debut in Next Overseas Sale This Year
Sustainable bond sales to begin soon, Treasury secretary says
Plan demonstrates commitment to climate, social goals, he says
<https://blinks.bloomberg.com/news/stories/RYHB9DT0G1KW>
- MXN Leads Global FX Gains, Reaches Fresh YTD High: Inside Mexico
<https://blinks.bloomberg.com/news/stories/RYIBR2TOG1KW>
- Chile Delivers Jumbo Rate Cut as Latin America Pivots to Easing
Median estimate in survey was for reduction of 75 basis points
Brazil, Mexico, Peru expected to start easing in coming months
<https://blinks.bloomberg.com/news/stories/RYJ2JFTOG1KW>
- Dawn of Interest-Rate Pivots Unlocks Risk in EM's Standout Trade
Latin American local-currency debt has soared so far this year
But uncertainty is mounting amid Fed, BOJ policy paths ahead
<https://blinks.bloomberg.com/news/stories/RYCT3KT0AFB4>
- Colombia Arrests President Petro's Son for Money Laundering
Nicolás Petro detained Saturday alongside his ex-wife
Petro said authorities will have 'all guarantees' to proceed
<https://blinks.bloomberg.com/news/stories/RYK7KLDWX2PS>
- Polish Central Banker Litwiniuk Sees No Room for Rate Cut
<https://blinks.bloomberg.com/news/stories/RYNBVVT1UM0W>
- Poland Says Wagner Mercenaries May Try to Cross From Belarus
Premier warns that private soldiers could enter with migrants
Morawiecki has taken a hard stance on Russia as elections loom
<https://blinks.bloomberg.com/news/stories/RYJZPMDWLU68>
- Hungary June Producer Prices Fall 1.3% M/m
<https://blinks.bloomberg.com/news/stories/RYNDQZMS385H>
- Hungary's Orban Softens Blow in Ties With Romania and Slovakia
<https://blinks.bloomberg.com/news/stories/RYHWRLT1UM0W>
- South Africa's Blackouts Are Crippling Its Wine Industry (1)
Power outages are hampering every stage of wine production
Small cellars are worst-hit as they can't afford generators
<https://blinks.bloomberg.com/news/stories/RYIWGQT1UM0W>
- South Africa to Boost Grid Capacity as It Seeks to End Blackouts
<https://blinks.bloomberg.com/news/stories/RYLPWVDWRGG0>
- South African Banker Urges Lawmakers Not to Sap Property Rights
<https://blinks.bloomberg.com/news/stories/RYI675T1UM0W>
- Secret Deals With Russia Help Kim Jong Un Fund Nuclear Program
An economic rebound means the regime can weather sanctions and continue its nuclear
build-up.
<https://blinks.bloomberg.com/news/stories/RYN61PDWRGG0>