

## DM Headlines

- Treasury Auction Deluge Set to Test Investors' Appetite for Debt  
Rise in yields above 4% in 10 years is seen attracting buyers  
Smooth 30-year sale hinges on signs of cooling in CPI report  
<https://blinks.bloomberg.com/news/stories/RZ1RNKTOG1KW>
- Ballooning Bets Against Treasuries Distort US Funding Markets  
Demand to borrow 10-year notes for shorts is creating strain  
Auction will temporarily alter supply of newest 10-year note  
<https://blinks.bloomberg.com/news/stories/RVUUMDWX2PS>
- Goldman, JPMorgan Say Buy Treasuries After Last Week's Big Rout  
Strategists are now bullish on 30-year inflation-linked bonds  
JPMorgan says overcrowding of longs fueled the market selloff  
<https://blinks.bloomberg.com/news/stories/RZ11KTT1UM0W>
- Moody's Cuts US Banks on Mounting Funding Costs, Office Exposure  
Credit rater downgrades 10 lenders while citing dimmer outlook  
U.S. Bancorp, BNY Mellon among six firms facing potential cuts  
<https://blinks.bloomberg.com/news/stories/RZ1Q1XDWLU68>
- Fed's Bowman Repeats More Hikes May Be Needed to Lower Inflation  
Fed governor will be looking for evidence inflation will fall  
The job market continues to be tight with openings, she said  
<https://blinks.bloomberg.com/news/stories/RZOR5VTOG1KW>
- US INSIGHT: Consumers Haven't Shed Their Covid-Era Funk Yet  
<https://blinks.bloomberg.com/news/stories/RZ135STOG1KW>
- US Government Shutdown Threat Builds in Post-Fitch Fallout  
Fitch's downgrade provides fresh ammo in the next fiscal fight  
An October shutdown would complicate Fed policy making  
<https://blinks.bloomberg.com/news/stories/RX0Y1RT1UM0W>
- Fed's Williams Tells NYT He Sees Restrictive Rates for Some Time  
Rate cuts may be warranted next year if inflation slows  
It's an 'open question' if further rate hikes are needed  
<https://blinks.bloomberg.com/news/stories/RZ0QDUT0AFB4>
- Italy Surprises Markets With New Tax on 'Extra' Profits of Banks  
Meloni government backs wide range of items before vacation  
Norms include increasing taxi licenses, foreign investments  
<https://blinks.bloomberg.com/news/stories/RZ1GVHT0AFB4>
- EURO-AREA INSIGHT: Macro Policy Mix Risks 5% GDP SHOK  
<https://blinks.bloomberg.com/news/stories/RZ0DXVTOAFB4>
- GERMANY REACT: Industry Continues to Slow, Recession Risk Up  
<https://blinks.bloomberg.com/news/stories/RZ0D3DT1UM0W>
- Bundesbank Axing Interest on State Deposits Is Return to Normal  
<https://blinks.bloomberg.com/news/stories/RZ0RY7TOG1KW>
- Euro Economy Set for Blow as Higher Rates, Spending Curbs Bite  
ECB rate hikes will trim 4% from economic output, research shows, a hit that will coincide with a return of restraints on public spending  
<https://blinks.bloomberg.com/news/stories/RZ05S9T0AFB5>



- BOE's Pill Warns Food Prices May Not Fall Back From High Levels  
<https://blinks.bloomberg.com/news/stories/RZ12JYT0G1KW>
- UK House Prices Fall for a Fourth Straight Month, Halifax Says  
Rising mortgage rates make buying a home less affordable  
Prices are down in almost every region over the past 12 months  
<https://blinks.bloomberg.com/news/stories/RZ0BW6T0G1KW>
- UK Housing Misery to Persist Warns Bloomberg Economics Dashboard  
<https://blinks.bloomberg.com/news/stories/RZ22JDT0G1KW>
- Jobs Dry Up in England's Seaside Towns as Staycations Dwindle  
<https://blinks.bloomberg.com/news/stories/RZ20G8DWLU68>
- UK LFL July Retail Sales Up 1.8% Y/y, BRC Says  
<https://blinks.bloomberg.com/news/stories/RZ0IATGQITJ4>
- Pound's Glory Days Are Over as Bets on Ever-Higher Rates Fade  
Sterling is second-best performing currency in G-10 this year  
NatWest and BNP now see BOE delivering just one more rate hike  
<https://blinks.bloomberg.com/news/stories/RYTvspdwX2PS>
  
- Australia Needs to Boost Sustainable Financing for Net Zero Goal  
<https://blinks.bloomberg.com/news/stories/RZ1KEGT0G1KW>
- (AU) Aug. Westpac Consumer Conf Index, actual 81.0, prior 81.3
- (AU) Aug. Westpac Consumer Conf SA MoM, actual -0.4%, prior 2.7%
- (AU) July NAB Business Confidence, actual 2, prior 0, revised -1
- Australia to Hike Rates Once More, Then Cut in 2024, Poll Shows  
Forecast is for RBA to hike to peak rate of 4.35% in November  
Median is for policy easing to start by second quarter of 2024  
<https://blinks.bloomberg.com/news/stories/RYUKCGDWX2PS>
- Australian Business Conditions Hold Up as Consumer Mood Dims (1)  
Consumer sentiment slips further into deeply pessimistic zone  
Businesses show resilience to higher borrowing and labor costs  
<https://blinks.bloomberg.com/news/stories/RZ1R9ST1UM0W>
  
- Citi Says 30-Year JGBs May Stabilize Around 1.6% Before Rallying  
<https://blinks.bloomberg.com/news/stories/RZ0CMZT0G1KW>
- JAPAN INSIGHT: Inflation Model Reveals Why BOJ's Guard Is Up (1)  
<https://blinks.bloomberg.com/news/stories/RZ1N3ZTOAFB4>
- Japan Wage Growth Slows, Backing BOJ Ultra-Easy Policy Case (2)  
Nominal, real wages both come in below consensus estimates  
Wage growth key for achieving BOJ's 2% inflation target  
<https://blinks.bloomberg.com/news/stories/RZ1OELDWRGG0>
- Japan 30-Year Bond Sale Draws Highest Bid-Cover Ratio Since 2022  
<https://blinks.bloomberg.com/news/stories/RZ1WPOT1UM0W>
- Yen Challenge for BOJ Persists Even After Ueda's Rare FX Warning  
Ueda made rare move of saying yen was factor in policy move  
Currency has weakened despite Ueda's concerns over volatility  
<https://blinks.bloomberg.com/news/stories/RYUE2XTOG1KW>
- (Japan) June Labor Cash Earnings YoY, actual 2.3%, est. 3.0%, prior 2.5%, revised 2.9%
- (Japan) June Household Spending YoY, actual -4.2%, est. -3.8%, prior -4.0%

## EM Headlines

- Yuan Falls to Three-Week Low After Weaker Fixing: Inside China  
<https://blinks.bloomberg.com/news/stories/RZ1VBIT1UM0W>
- China Foreign Investment Gauge at 25-Year Low Amid High Tensions  
Direct investment liabilities fall to \$4.9 billion in 2Q: SAFE  
China's appeal to foreign firms has taken reputational hit  
<https://blinks.bloomberg.com/news/stories/RYZX16T0AFB4>
- China Deflation Threat Grows as Firms Cut Prices to Survive (1)  
Data this week likely to show consumer prices fell in July  
Deflation has become politically sensitive topic in China  
<https://blinks.bloomberg.com/news/stories/RZ1TBXT0AFB4>
- Bearish Bets on Country Garden Jump to Record as Doubts Grow (1)  
Country Garden and its unit are most-shortened members of HSI  
Developer faces scrutiny on operations, analyst downgrades  
<https://blinks.bloomberg.com/news/stories/RZ1QIPT1UM0W>
- China's Trade Plunges More Than Forecast in Blow to Recovery (1)  
Exports drop 14.5% y/y in July, worst decline since Feb. 2020  
Imports fall 12.4%, much deeper than economists expected  
<https://blinks.bloomberg.com/news/stories/RZ1YD2T0G1KW>
- China July Imports -12.4% YoY, est. -5.6%, prior -6.8%
- China July Exports -14.5% YoY, est. -13.2%, prior -12.4%
- China July Trade Balance at \$80.6b, est. \$70b, prior \$70.6b
- Record Number of China LGFVs Overdue on Short Debt (Correct)  
48 LGFVs overdue on commercial paper in July, brokerage says  
Shandong, Guizhou lead for delinquencies going back to 2021  
<https://blinks.bloomberg.com/news/stories/RZ0BH1T1UM0W>
- Won Falls on Caution Ahead of US Inflation Data: Inside Korea  
<https://blinks.bloomberg.com/news/stories/RZ1T2UTOG1KW>
- S. Korea June Current Account Surplus \$5.87B vs +\$1.93b Prior  
<https://blinks.bloomberg.com/news/stories/RZ1KIRGFFW8W>
- KOREA REACT: Current Account Surplus Eases Pressure on Won (1)  
<https://blinks.bloomberg.com/news/stories/RZ1QVIT0AFB4>
- Won on Cusp of Breaking Key Support Levels as Sentiment Sours  
<https://blinks.bloomberg.com/news/stories/RYZANLT0G1KW>
- Indonesian Bonds Rally Most in Emerging Markets After GDP Beat  
<https://blinks.bloomberg.com/news/stories/RZ0EN0T1UM0W>
- INR Falls With EM Asian Peers; State Bond Sale Due: Inside India  
<https://blinks.bloomberg.com/news/stories/RZ1ZLNDWLU68>
- IDR Near Five Month Low as Sentiment Hit: Inside Indonesia  
<https://blinks.bloomberg.com/news/stories/RZ2OZMT0AFB4>
- Consumption Pickup + Rupiah Risk = Rate Hold in Indonesia  
<https://blinks.bloomberg.com/news/stories/RZ15WZDWX2PS>
  
- Pemex Bond Investors Are Tiring of AMLO's Temporary Fixes (1)  
Capital injections, tax cuts fall short of addressing concerns  
Junk credit rating, ESG worries keep investors on sidelines



- <https://blinks.bloomberg.com/news/stories/RZ1A0IT0G1KW>
- Rate Cut Heralds Shift in Chile Bond Market to Corporate Debt  
Analysts see spread on bank bonds narrowing over sovereigns  
Investors set to move out of short-term government papers  
<https://blinks.bloomberg.com/news/stories/RYTPLXDWLU68>
- Mexican Economy Lost 2.2k Jobs in July  
<https://blinks.bloomberg.com/news/stories/RZ1A1DGQITJ4>
- Mexico Analysts Raise 2023 GDP Est. to 2.70% Vs. 2.40%: Citi  
<https://blinks.bloomberg.com/news/stories/RZ1CTHGQITJ4>
- Brazil Analysts See Deeper Easing Cycle After Bold Rate Cut (1)  
Central bankers began easing cycle with a 50bps rate reduction  
Analysts see lower benchmark Selic rate this year and next  
<https://blinks.bloomberg.com/news/stories/RZOT44T0AFB4>
- Brazil Politics: Lula to Make Room for Centrists in Cabinet  
<https://blinks.bloomberg.com/news/stories/RZ0SR6T0AFB4>
- Peso Down for 6th Day as Copper Leads Exports Lower: Chile Close  
<https://blinks.bloomberg.com/news/stories/RZ0Y8SDWX2PS>
- Chilean Peso Has Room to Strengthen to 830/USD: Larrain Vial  
<https://blinks.bloomberg.com/news/stories/RZ18RXDWRGG0>
- COLOMBIA PREVIEW: Inflation Rate Slowly Coming Down, Still High  
<https://blinks.bloomberg.com/news/stories/RZ0WRBT0AFB4>
- Rare Russian VIP Jet in North Korea Spurs Arms Deal Concern (2)  
Mystery Russian Air Force plane recently flew to Pyongyang  
Arms sales could be providing cash lifeline for Kim Jong Un  
<https://blinks.bloomberg.com/news/stories/RZ1N93DWRGG0>
- Poland Detects Leak in a Section of Druzhba Pipe to Germany (2)  
<https://blinks.bloomberg.com/news/stories/RYYZW0T0AFB4>
- Hungary Official Reserves Rise to Highest Since January  
<https://blinks.bloomberg.com/news/stories/RZOCR8GETF5S>
- Hungary to Boost Subsidies for Corporate Investments Amid Slump  
Cabinet looks to trigger a recovery in recession-hit economy  
Plan includes state aid for renewable and green investments  
<https://blinks.bloomberg.com/news/stories/RYYN5ST0AFB4>
- Czech June Industrial Production NSA Rose 0.9% on Year  
<https://blinks.bloomberg.com/news/stories/RZ0EAIGQOFSW>
- Ramaphosa Says China's Xi to Visit South Africa This Month (1)  
<https://blinks.bloomberg.com/news/stories/RZ0UC7TOG1KW>
- Striking Minibus Taxi Drivers Cause Mayhem in Cape Town (1)  
Airport approach road, highway sealed off for several hours  
Protesters set several vehicles alight, hurl stones at cars  
<https://blinks.bloomberg.com/news/stories/RZ0LBJT1UMOW>
- BRICS Expansion Isn't Aimed at Countering West, Official Says  
BRICS will make pronouncement on its enlargement this month  
Twenty-two nations have asked formally to become members  
<https://blinks.bloomberg.com/news/stories/RZ12COT0G1KW>