

DM Headlines

- Fed's Waller Signals He Supports Skipping Rate Hike in September
Fed governor says officials can 'proceed carefully' with hikes
Cleveland Fed's Mester says rates may need to rise a bit more
<https://blinks.bloomberg.com/news/stories/S0IN8KT0AFB5>
- Fed QT Is 'Painless' at \$1 Trillion Mark, With Bigger Test Ahead
US central bank continues to shrink its portfolio of bonds
Last episode of quantitative tightening saw turmoil in markets
<https://blinks.bloomberg.com/news/stories/S0IT3CT0AFB4>
- Rate Hikes Curb Output for at Least a Decade, SF Fed Study Finds
Increase in interest rates 'casts a long shadow' on economy
Effects of lower policy rates vanish after a few years
<https://blinks.bloomberg.com/news/stories/S0HBKTT0G1KW>
- Oil Tests November High After OPEC+ Leaders Extend Supply Cuts
Saudi Arabia and Russia to restrict exports to end of the year
WTI's December-December spread jumps to widest since mid-2022
<https://blinks.bloomberg.com/news/stories/S0JX16T0G1KW>
- Saudis, Russia Extend Their Oil-Supply Curbs to Year-End (3)
Kingdom prolongs 1 million b/d production cut to December
Brent crude rises above \$90 a barrel for first time since Nov.
<https://blinks.bloomberg.com/news/stories/S0IKNMT0G1KW>
- BlackRock Likes S-T Govt Bonds on Yields, Downgrades Credit
<https://blinks.bloomberg.com/news/stories/S0JHTGT0G1KW>
- Goldman Sachs Says Extended OPEC+ Cuts Bring Bullish Price Risks
<https://blinks.bloomberg.com/news/stories/S0JGQQT0G1KW>
- Fed's Mester Says Rates May Need to Rise 'a Bit Higher'
<https://blinks.bloomberg.com/news/stories/S0ILQZT1UM0W>

- ECB's Knot Says Markets May Underestimate September Hike Chances
Bringing inflation to 2% by the end of 2025 is 'bare minimum'
Rate hike is a possibility, not a certainty, officials says
<https://blinks.bloomberg.com/news/stories/S0JYU5T0AFB4>
- Germany Factory Orders Slumped 11.7% at Start of Third Quarter
July drop was worse than predicted by any economist in survey
German economy has been described as 'sick man of Europe'
<https://blinks.bloomberg.com/news/stories/S0ITQMT1UM0W>
- ECB's Options Remain Open at Coming Meetings, Villeroy Says
Policymaker says peak of rates is close or very close
Euro area will avoid a recession, Villeroy says on French TV
<https://blinks.bloomberg.com/news/stories/S0J7FVDWRGG0>
- Peak ECB Rates Followed by Rapid Cuts Is Wrong Bet: Nagel to HB
<https://blinks.bloomberg.com/news/stories/S0IVY8T0AFB4>
- EU Lending Arm Says It Will Resist Pressure to Invest in Weapons
EIB confident in strategy to back dual-use security systems
European artillery ammunition production on track to double
<https://blinks.bloomberg.com/news/stories/S0JP4XT0AFB4>



- UK's Second City Declares Bankruptcy After Equal Pay Claim (1)
Europe's largest local authority issues notice to creditors
Council admits it faces 'unprecedented financial challenges'
<https://blinks.bloomberg.com/news/stories/SOIHP4T0AFB4>
- Hunt's Fiscal Headroom Disappears With High UK Interest Rates
Chancellor sets Nov. 22 as the date for his Autumn Statement
Multiple factors are limiting scope for tax cuts Tories want
<https://blinks.bloomberg.com/news/stories/SOINLLT1UMOW>
- Rich Investors Swoop In as Britain Squeezes Small Landlords
Jump in mortgage borrowing costs is pushing out buy-to-let investors
<https://blinks.bloomberg.com/news/stories/SOJPS3T1UMOW>
- UK INSIGHT: BOE May Need Jobless Rate Above 5% to Cool Wages
<https://blinks.bloomberg.com/news/stories/SOJR87TOG1KW>

- Australian Economy Defies Rate Hikes as Exports Drive Growth (2)
Economy being supported by areas less affected by higher rates
Result reinforces likelihood of RBA achieving its soft landing
<https://blinks.bloomberg.com/news/stories/SOJK84T1UMOW>
- (AU) 2Q GDP YoY, actual 2.1%, est. 1.8%, prior 2.3%, revised 2.4%
- (AU) 2Q GDP SA QoQ, actual 0.4%, est. 0.4%, prior 0.2%, revised 0.4%
- (NZ) 2Q Volume of All Buildings SA QoQ, actual -0.1%, est. 0.2%, prior 0.6%, revised -1.7%
- Australia Unveils Southeast Asia Plan as China Doubts Grow (1)
PM Albanese pushes new strategy in address to Asean summit
Australia seeking to reduce its economic dependence on China
<https://blinks.bloomberg.com/news/stories/SOJPL6T1UMOW>
- AUD, NZD Climb as USD, Treasury Yields Fall: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/SOJU3MT1UMOW>
- New Zealand to Seek Trade Diversity as China Slows, Hipkins Says
<https://blinks.bloomberg.com/news/stories/SOJF7YT1UMOW>

- Japan Ramps Up Verbal Defense as Yen Sets Fresh 10-Month Low
Top forex official Kanda says no options ruled out if needed
Tokyo last stepped into markets to prop up yen in October
<https://blinks.bloomberg.com/news/stories/SOJQCGT1UMOW>
- Yen Rate of Change May Be More Important Than Its Level: BNZ
<https://blinks.bloomberg.com/news/stories/SOJDTVT0G1KW>
- No Talk of Yen Intervention on Inflation Tolerance: Nikko
<https://blinks.bloomberg.com/news/stories/SOJ8WNT0AFB4>
- Yen Stays Near 10-Month Low Amid Easing Prospects: Inside Japan
<https://blinks.bloomberg.com/news/stories/SOJQIDT1UMOW>
- BOJ Board Member Flags Green Shoots of Progress to Price Goal
<https://blinks.bloomberg.com/news/stories/SOJFWHT0AFB4>
- Japan Ministries Seek Record 114 Trillion Yen Budget for FY2024
Defense ministry asks for 13% increase in allocations
health ministry spending rises on aging society needs
<https://blinks.bloomberg.com/news/stories/SOI26GT0AFB4>

EM Headlines

- China Says Economic ‘Fundamentals’ Are Unchanged Amid Slowdown
Diplomat says recovery ‘will be bumpy from time to time’
Comments come as concerns about China’s economy grow
<https://blinks.bloomberg.com/news/stories/SOJ093T0AFB4>
- Dollar Strength Raises Alarm as Japan, China Escalate Pushback
Bloomberg Asia FX gauge heads toward lowest level in 10 months
Officials are pushing back with threats of FX intervention
<https://blinks.bloomberg.com/news/stories/SOJT0ZT0G1KW>
- Xi Protege Steps Onto World Stage After China Leader’s G-20 Snub
Li Qiang to be first China premier to attend event in 15 years
He has focused on economic issues since taking office in March
<https://blinks.bloomberg.com/news/stories/SOJG69T0G1KW>
- Yuan Slumps to 10-Month Low Despite PBOC Pushback: Inside China
<https://blinks.bloomberg.com/news/stories/SOJL1DT0G1KW>
- China Should Scrap Unnecessary Home Buying Curbs: Sec. Times
<https://blinks.bloomberg.com/news/stories/SOJCIWT0AFB4>
- Won Falls for Third Day as Oil Prices Push Higher: Inside Korea
<https://blinks.bloomberg.com/news/stories/SOJFFRT0G1KW>
- Won's Popularization in Trade Settlement Still Tardy
<https://blinks.bloomberg.com/news/stories/SOJ998T0G1L1>
- Rupee Bond Traders to Weigh Das Inflation Comments: Inside India
<https://blinks.bloomberg.com/news/stories/SOJIX6T0AFB4>
- India’s Moment Has Arrived, and Modi Wants a New Global Order
The G-20 summit in New Delhi is set to showcase Narendra Modi’s attempts to demonstrate that geopolitics goes beyond the US and China.
<https://blinks.bloomberg.com/news/stories/SOJBW4DWLU68>
- India Is Spending Billions on Bridges and Roads to Outrun China
<https://blinks.bloomberg.com/news/stories/SOAJ7MDWRGG0>
- Rupiah Bonds Extend Selloff After Weak Auction: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/SOJLTUT0G1KW>
- Bank Indonesia Eyes Local Currency Deal With Saudi Arabia
<https://blinks.bloomberg.com/news/stories/SOI65AT1UMOW>
- Li Qiang Says China Seeks to Expand Ties With Indonesia: Xinhua
<https://blinks.bloomberg.com/news/stories/SOISYBT1UMOW>
- Chile Maps Out Rate Cuts to 8% This Year After Paring Easing (2)
Cut of 75 points to 9.5% seen by 13 of 22 analysts in survey
Annual inflation estimated to hit 3% target within two years
<https://blinks.bloomberg.com/news/stories/SOJ83XT1UMOW>
- Latin America Swap Rates Soar as China Triggers Repricing: Chart
<https://blinks.bloomberg.com/news/stories/SOIYLGTOAFB4>
- Investor Favorite Leads Socialist by Ten Points in Ecuador Poll
First poll since first-round shows Noboa leading with 55%
Survey shows Gonzalez with 45% support ahead of October vote
<https://blinks.bloomberg.com/news/stories/S0GQ23T0G1KW>



- Brazil Readies Roadshow for First ESG Bond Tied to UN Goals (1)
Sales to start as Lula prioritizes green transition agenda
Bonds to show commitment to sustainability, Treasury head says
<https://blinks.bloomberg.com/news/stories/SOIZ2PT1UM0W>
- Pemex Bonds Climb as Mexico Allocates Budget for Debt Payments
<https://blinks.bloomberg.com/news/stories/SOIKJCT1UM0W>
- World Bank Floats New ESG Bond Format to Protect Brazil's Amazon
Researchers propose novel structure for a Brazil SLB bond
Nation is planning its first bond linked to green projects
<https://blinks.bloomberg.com/news/stories/RZWAGDT0AFB4>
- Mexico Ruling Party Picks Presidential Candidate: What to Watch
Ruling party seen ahead in voting preferences to succeed AMLO
Two leading contenders are female in a novelty for Mexico
<https://blinks.bloomberg.com/news/stories/S063G9T0G1KX>
- Fitch Revises Mexico City Airport Trust's Outlook to Negative
<https://blinks.bloomberg.com/news/stories/SOJ163T1UM0W>
- Brazil Industry Kicks Off Third Quarter With Big Output Decline
Production falls 0.6% on month and 1.1% on year in July
Automobiles, extractive industries caused monthly drop
<https://blinks.bloomberg.com/news/stories/S0HB8JT0AFB4>
- Brazil Moves to Put 100% Cap on 450% Average Credit Card Rates
Congress advances legislation to limit credit card interest
Cap to take effect if issuers don't approve self-regulations
<https://blinks.bloomberg.com/news/stories/S0IV39T0G1KW>
- Colombia's Fiscal Situation Has Been an Achilles Heel: Fitch
<https://blinks.bloomberg.com/news/stories/SOIMNZT0AFB4>

- Poland May Cut Rates Weeks Before Tight Election: Decision Guide
Inflation lingering in double digits makes timing tricky
First cut in three years is forecast by 20 of 36 economists
<https://blinks.bloomberg.com/news/stories/S0IOXXT1UM0W>
- Poland Wants Supermarkets to Offer More Local Food Products
<https://blinks.bloomberg.com/news/stories/SOJT4WDWLU68>
- Hungary July Retail Sales Fall 7.6% on the Year
<https://blinks.bloomberg.com/news/stories/SOJW5LGQOFSW>
- Forint Leads Emerging-Market Rout as Hungary Conducts Bond Sale
<https://blinks.bloomberg.com/news/stories/S0IOB1T1UM0W>
- Czech July Industrial Production NSA Fell 2.9% on Year
<https://blinks.bloomberg.com/news/stories/SOJYBDGFWR28>
- Prochazka Says Can't Imagine Czech Rate Cuts If ECB Still Hiking
<https://blinks.bloomberg.com/news/stories/S0IZSOT0G1KW>
- South Africa Economic Growth Surprise Helps Rand Pare Losses (1)
GDP grew 0.6% quarter-on-quarter in period through June
Outlook still dimmed by power blackouts, logistic constraints
<https://blinks.bloomberg.com/news/stories/S0IAIHT0AFB4>
- South Africa's Kganyago Repeats Inflation Fight Not Yet Won
<https://blinks.bloomberg.com/news/stories/S0IHJRT0G1KW>