

DM Headlines

- Fed to Pause and Keep Bias for One More Hike: Decision-Day Guide
Focus will be on dots that likely will show another 2023 move
With inflation elevated, FOMC will want to keep options open
<https://blinks.bloomberg.com/news/stories/S1199DDWRGG0>
- Treasury Yields at Highest Levels Since 2007 on Price Concerns
Canadian inflation data spurred slide in domestic and US debt
Fed meets this week to discuss next step for monetary policy
<https://blinks.bloomberg.com/news/stories/S18Y8PT0AFB4>
- Traders Make Late Dash Into Bets Fed Stays Higher for Longer
Demand shifts to hawkish protection in lead-up to Fed meeting
Amount of Fed cuts priced in for next year continues to erode
<https://blinks.bloomberg.com/news/stories/S18QXXTOG1KW>
- Fed Faces Familiar Foe as Oil Prices Threaten Growth, Inflation
US central bank often downplays inflation impact of higher oil
Latest rise comes as consumers show incipient signs of strain
<https://blinks.bloomberg.com/news/stories/S11CQODWRGG0>
- Oil Dips After Blistering Climb With Fed and Technicals in Focus
Crude's relative-strength index suggests gains may be overdone
API estimate points to a decline in nationwide US inventories
<https://blinks.bloomberg.com/news/stories/S19RAGT1UM0X>
- BofA Sees 10-Year Yield in 3.75%-4.25% Range in Coming Months
<https://blinks.bloomberg.com/news/stories/S18LVNT0AFB4>
- US 20-Year Bond Auction Stops Through at Record-High Yield
<https://blinks.bloomberg.com/news/stories/S18SQ9TOG1KW>
- US INSIGHT: 'Objective' Fed Watcher Says Upside Risk of '23 Hike
<https://blinks.bloomberg.com/news/stories/S193LLT0AFB4>

- EU Chief Says Massive China Subsidies for EVs Warrant a Probe
European Commission head von der Leyen speaks to Bloomberg
She says EU won't accept an un-leveling of its playing field
<https://blinks.bloomberg.com/news/stories/S17Y7MT0AFB4>
- Italy Weighs Selling 15% of Lender Monte Paschi, Corriere Says
<https://blinks.bloomberg.com/news/stories/S19SH9T0AFB4>
- Europe Car Sales Jump 21% as EVs Help Extend Growth Streak
Manufacturers seize on pent-up demand, improving parts supply
Brussels has started probing China's electric-car subsidies
<https://blinks.bloomberg.com/news/stories/S1845AT0G1KW>
- Euro-Zone Inflation Eased Last Month, Revised Data Show (1)
Consumer prices rose 5.2% in August; initial reading was 5.3%
Core measure, excluding energy and food, confirmed at 5.3%
<https://blinks.bloomberg.com/news/stories/S187RKT1UM0W>
- ECB Can't Afford Interest-Rate Cuts Next Year, IMF's Kammer Says
Giving up on inflation fight too soon could be very costly
Consumer-price outlook still highly uncertain, ECB's Arce says
<https://blinks.bloomberg.com/news/stories/S18E17TOG1KW>



- UK Inflation Falls Unexpectedly to Lowest Level in 18 Months (1)
Food and hotel prices help ease inflationary pressures
Figures give BOE more scope to discuss pause in hiking cycle
<https://blinks.bloomberg.com/news/stories/S19SWQT1UM0W>
- UK REACT: Big CPI Miss Puts BOE Within Whisker of Rate Pause
<https://blinks.bloomberg.com/news/stories/S19UNLT1UM0W>
- Housing's 'Vicious Spiral' Drags Australia Into Deepening Crisis
The supply of rental homes is shrinking fast and there's little sign of relief on the horizon.
<https://blinks.bloomberg.com/news/stories/S196HUDWRGG0>
- New Zealand Current Account Deficit Narrows to 7.5% of GDP
<https://blinks.bloomberg.com/news/stories/S19876T1UM0X>
- Kiwi Downside Risks Reduced After Milk Auction, BoP Data: ANZ
<https://blinks.bloomberg.com/news/stories/S19ACVT0G1KW>
- (NZ) 2Q Current Account GDP Ratio YTD, actual -7.5%, est. -8.0%, prior -8.5%, revised -8.2%
- (AU) Aug. Westpac Leading Index MoM, actual -0.04%, prior -0.03%, revised 0.01%
- Australia's Rate-Hike Prospects Split Economists, Survey Shows
Eighteen of 35 predict another RBA rate rise in Bloomberg poll
Quarterly inflation data on Oct. 25 to be closely-watched
<https://blinks.bloomberg.com/news/stories/S19A24T0AFB4>
- Bonds Follow Treasury Losses on Price Fears: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/S19RIWT0AFB4>
- BOJ Speculation Moves to Negative Rate Policy From Yield Cap (1)
Volatility of 2-year swaps has risen relative to longer tenors
10-year yield control now "a dead letter," says MUFJ Kokusai
<https://blinks.bloomberg.com/news/stories/S19MCDT0G1KW>
- Dollar-Yen Given More Verbal Intervention From Kanda
<https://blinks.bloomberg.com/news/stories/S199U9T0G1KW>
- Yellen, Kanda Put Spotlight on Yen Movements Ahead of Fed, BOJ
Japan's top currency official cites close contact with US
Kanda keeps options open on markets after Yellen speaks
<https://blinks.bloomberg.com/news/stories/S19DGST0AFB4>
- BofA Recommends Hedging Against Yen Strength as US Growth Fades
<https://blinks.bloomberg.com/news/stories/S18JDGT1UM0W>
- (Japan) Aug. Imports YoY, actual -17.8%, est. -20.0%, prior -13.5%, revised -13.6%
- (Japan) Aug. Exports YoY, actual -0.8%, est. -2.1%, prior -0.3%
- Japan Exports Fall for Second Month as Global Demand Weakens (2)
Slumps in mineral fuel, chip-making machinery lead decline
Japan's second quarter growth was largely external demand led
<https://blinks.bloomberg.com/news/stories/S19CKIT1UM0W>
- 10Y Yield Highest Since 2014, Yen Steadies Pre-BOJ: Inside Japan
<https://blinks.bloomberg.com/news/stories/S19NB9T0G1KW>
- JPMorgan Sees BOJ Negative Rates, Yield Control Gone by Mid-2024
Chief Japan equity strategist speaks at Bloomberg event
Structural changes may bring Nikkei Index to 48,000 level
<https://blinks.bloomberg.com/news/stories/S19CJCT0AFB4>

EM Headlines

- PBOC Says It Has Ample Policy Room as Analysts Bet on Rate Cuts
Analysts see scope for rate, RRR cuts in coming months
Central bank vows to crack down on currency speculation
<https://blinks.bloomberg.com/news/stories/S19LQZT0G1KW>
- China to Ensure Stable Financial Operation in Local Governments
<https://blinks.bloomberg.com/news/stories/S19JE9T1UM0W>
- China Funds Look to Calm Once-Bitten Clients Hurt by Bond Losses
Lenders rush out statements to reassure on bond market
Bloomberg bond index set for first monthly decline of year
<https://blinks.bloomberg.com/news/stories/S19HR1T1UM0W>
- (China) Sept. 1-Year Loan Prime Rate, actual 3.45%, est. 3.45%, prior 3.45%
- (China) Sept. 5-Year Loan Prime Rate, actual 4.20%, est. 4.20%, prior 4.20%
- Country Garden Leaves Bondholders in Dark as Interest Unpaid
Note has 30-day grace period before any possible default
Builder won approval to extend last of a batch of 8 yuan bonds
<https://blinks.bloomberg.com/news/stories/S188IQT0AFB4>
- Yuan Extends Fall as PBOC Remarks Fuel Easing Bets: Inside China
<https://blinks.bloomberg.com/news/stories/S19IHRT0G1KW>
- China May Announce More Stimulus in Months Ahead: BNY Mellon
<https://blinks.bloomberg.com/news/stories/S19GJQT0AFB4>
- China Rate Cuts Will Remain Conservative: Everbright Securities
<https://blinks.bloomberg.com/news/stories/S19G5UT0AFB4>
- China LGFV Bond Sales Boom Again as Beijing Steps Up Support
August local bond issuance surged to third biggest on record
Dominance of short tenors shows caution over long-term outlook
<https://blinks.bloomberg.com/news/stories/S0YXJEDWX2PS>
- Won Trades in Narrow Range, Producer Prices Rise: Inside Korea
<https://blinks.bloomberg.com/news/stories/S19DKLT0G1KW>
- S. Korea, Japan, China Officials to Meet in Seoul Sept. 26
<https://blinks.bloomberg.com/news/stories/S17XXVT0G1KW>
- Rupiah, Bonds Slip Following Weak Auction: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/S19MH1T0G1KW>
- Indonesia Exceeds Bond Auction Target For First Time This Year
<https://blinks.bloomberg.com/news/stories/S188UUT0G1KW>
- Rupee Hovers Near Record Low Amid Trade Gap Worry: Inside India
<https://blinks.bloomberg.com/news/stories/S19QOQT1UM0W>
- India Trade Gap Expands to 10-Month High on Pricier Oil (1)
Rupee closes near to a record low after data release
Domestic demand resilient in Asia's third largest economy
<https://blinks.bloomberg.com/news/stories/S10VKGDWX2PS>
- Nearshoring Must Fuel Mexico Development, Sheinbaum Ally Says
Mexico City head of international affairs spoke in New York
Former mayor Sheinbaum left post to run in the 2024 election
<https://blinks.bloomberg.com/news/stories/S17D1XT0G1KW>



RUBRICS

- Brazil's Economy Grows More Than Expected as Key Rate Falls (1)
Central bankers seen cutting rates for second time in a row
Analysts expect economy to grow 2.89% this year, 1.5% next
<https://blinks.bloomberg.com/news/stories/S18G5IT0AFB4>
- Argentina Economy Shrank Most Since 2020 Amid Record Drought (1)
Second quarter gross domestic product fell 2.8% q/q; -4.9% y/y
Nation expected to formally enter recession in third quarter
<https://blinks.bloomberg.com/news/stories/S18ZORT0AFB4>
- Emerging-Market Yields Hit 6-Month High Before Rate Marathon (1)
Oil price gains threaten to drive borrowing costs higher
Traders brace for rate decisions from South Africa to Brazil
<https://blinks.bloomberg.com/news/stories/S18SDUT0G1KW>
- Mexico International Reserves Rose to \$204.2b, Banxico Says
<https://blinks.bloomberg.com/news/stories/S18N2XGF4NPC>
- COP Drops as Traders Take Profit After YTD High: Inside Andes
<https://blinks.bloomberg.com/news/stories/S18KI1T1UM0W>

- Czech Central Banker Says 2023 Cut Possible But Caution Needed
Frait says he can't rule out easing in November or December
Caution needed as policy now 'more art than science'
<https://blinks.bloomberg.com/news/stories/S16JL8T1UM0W>
- Polish Ruling Party Support Slides in Poll, Short of Majority
<https://blinks.bloomberg.com/news/stories/S19S2UT1UM0W>
- Poland's Duda Makes Dig at Zelenskiy as Once-Strong Bond Frays
Ties between close allies have frayed as the war grinds on
Duda appeals to Kyiv to stop public criticism of his country
<https://blinks.bloomberg.com/news/stories/S194T9T1UM0W>
- Polish Central Bank Governor Sees Narrower Room for Cuts (1)
Glapinski's comments come after steep slid in the zloty
Bigger-than-expected rate cut blindsided investors this month
<https://blinks.bloomberg.com/news/stories/S19QB3DWX2PS>
- Poland Caps Fuel Prices Ahead of Elections Despite Crude Rally
State-run Orlen keeps low fuel prices at pump ahead of vote
Move helps tame inflation as Poland started monetary easing
<https://blinks.bloomberg.com/news/stories/S0XMW8DWX2PS>
- Pressure for Action Grows as South African Ports Firm Flails (1)
Regional business group asks minister to act against Transnet
Freight forwarders detail list of complaints against company
<https://blinks.bloomberg.com/news/stories/S18JU0T1UM0W>
- South African Bonds Extend Slump to Longest Since Pandemic
Yields on local debt have risen almost every day in September
Traders are weighing prospects of more bond issuance this year
<https://blinks.bloomberg.com/news/stories/S184BIT0AFB4>
- Rand Heading Above 20 Per Dollar on Structural Headwinds: HSBC
<https://blinks.bloomberg.com/news/stories/S186A5T1UM0W>