

DM Headlines

- Quant, Asset Manager Buying Adds Juice for Bigger Treasury Rally
Real money extends Treasury long positions in cash and futures
JPMorgan sees CTAs buying \$92 billion US futures in next month
<https://blinks.bloomberg.com/news/stories/S3RGZVT0G1KW>
- Swaps Markets Price a Game-Over Scenario for Global Hiking Cycle
Global markets see average policy rate falling within a year
Such bets backfired before on resilient inflation, growth
<https://blinks.bloomberg.com/news/stories/S3TZCBDWLU68>
- Pandemic Savings May Last to Mid-2024: San Francisco Fed Study
Revised data shows more extra cash remains in US economy
Household reserves dwindling slower than previously thought
<https://blinks.bloomberg.com/news/stories/S3TGYDWRGG0>
- Oil Holds Near Three-Month Low as Demand Headwinds Proliferate
China's crude consumption outlook worsens as economy wobbles
Brent trades near \$80 after losing almost 7% in two sessions
<https://blinks.bloomberg.com/news/stories/S3UF3YT0AFB4>
- G-7 Foreign Ministers Call For 'Pauses' in Israel-Hamas War
Japan hails unified message as important achievement
Group pledges in statement to continue to stand by Ukraine
<https://blinks.bloomberg.com/news/stories/S3SPR1DWX2PS>
- GOP Field Spars Over Foreign Policy, Blames Trump for Losses (2)
Trump's polling lead is subject of first question in debate
Former president holds wide polling lead for nomination
<https://blinks.bloomberg.com/news/stories/S3U66SDWLU68>
- Morgan Stanley's Wealth Management Arm Draws Fed Scrutiny (1)
Regulator has sought stronger anti-money laundering controls
Unit's overseer Saperstein privately vowed to fix shortcomings
<https://blinks.bloomberg.com/news/stories/S3TZL8T0AFB4>
- Quant Fund Buying Spree Can Inflict More Pain on Bond Steepeners
<https://blinks.bloomberg.com/news/stories/S3T9PFDWX2PS>
- Fed's Harker Reiterates His Preference to Hold Rates Steady
<https://blinks.bloomberg.com/news/stories/S3TROUDWX2PS>
- Jefferson Says Fed Must Sometimes Act Despite Uncertain Outlook
<https://blinks.bloomberg.com/news/stories/S3TON0DWRGG0>

- ECB Rate-Cut Talk Is 'Clearly Premature,' Guindos Tells Finance
<https://blinks.bloomberg.com/news/stories/S3UI1DDWX2PS>
- ECB Won't Hike Rates Again, Barring Shocks, Villeroy Says
Too soon to talk about cutting rates, central banker says
Inflation clearly on downward trend, Bank of France chief says
<https://blinks.bloomberg.com/news/stories/S3UI2XT0AFB4>
- Germany Designates Second AfD Chapter as Right-Wing Extremist
Saxony-Anhalt, Thuringia branches can be more closely tracked
AfD is in second place in national polls behind conservatives
<https://blinks.bloomberg.com/news/stories/S3SPSMDWX2PS>



- Bank of France Sees Economy Sustaining Growth in Fourth Quarter
Monthly survey indicates GDP will expand between 0.1% and 0.2%
Disinflation trend continuing and hiring difficulties easing
<https://blinks.bloomberg.com/news/stories/S3T645T0AFB4>
- London Rental Demand Declines as Tenants Struggle (Correct)
RICS data signal relief after rental costs outpaced inflation
House prices remain under pressure from soaring mortgage rates
<https://blinks.bloomberg.com/news/stories/S3UKGLDWRGG0>
- BOE Governor Pushes Back Against Market Bets on Early Cuts (1)
Bailey says UK central bank has to stick with inflation fight
Warning about low productivity adds to criticism NIESR made
<https://blinks.bloomberg.com/news/stories/S3SVSTT1UM0W>
- Fixed UK Mortgages Blunt Transmission of Soaring Interest Rates
<https://blinks.bloomberg.com/news/stories/S3UIY6DWLU69>
- UK Housing Surveyors' Less Gloomy as Interest Rates Peak
<https://blinks.bloomberg.com/news/stories/S3UIV3DWX2PS>
- UK House-Price Bounce Doesn't Mean Correction is Over Yet
<https://blinks.bloomberg.com/news/stories/S3UISMDWLU68>
- Curve Flattens Into Powell, Aussie Advances: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/S3U83KT1UM0W>
- New Zealand Three-Month Budget Deficit Narrower Than Projected
<https://blinks.bloomberg.com/news/stories/S3TO2XT0G1KW>
- Australia Bank CEO Says Rate Hikes Nearing End Lifts Confidence
<https://blinks.bloomberg.com/news/stories/S3TS10T0G1KW>
- Australia's Albanese to Face Anti-Nuclear Push at Pacific Talks
Pacific concerns over nuclear issues could complicate AUKUS
Leaders' summit will begin in Aitutaki on Wednesday afternoon
<https://blinks.bloomberg.com/news/stories/S3TQ23T1UM0W>
- BOJ Discussed Policy Options With an Eye on Potential Exit
<https://blinks.bloomberg.com/news/stories/S3TYJOT0AFB4>
- Japanese Funds Buy Most US Debt in Half Year, Pressuring Yen
Net buying of ¥3.31 trillion of US bonds was most since March
US yields rose enough to lure Japanese demand: NLI Research
<https://blinks.bloomberg.com/news/stories/S3TYPGT0AFB4>
- Japan 30-Year Bond Sale Sees Higher-Than-Expected Cut-Off Price
<https://blinks.bloomberg.com/news/stories/S3U38WT0G1KW>
- Japan's Unpopular Premier Drops Idea of Election This Year
Kishida's support rate has reached new lows in several polls
Tax cut plan did not turn the tide in approval rates
<https://blinks.bloomberg.com/news/stories/S3TVRPDWRGG0>
- Short-Covering Demand Supports JGB 30-Yr Sale: Mizuho Securities
<https://blinks.bloomberg.com/news/stories/S3U8A8T0AFB4>
- Bonds Rise After Solid 30-Year Sale; Yen Steadies: Inside Japan
<https://blinks.bloomberg.com/news/stories/S3UBL9T1UM0W>

EM Headlines

- China's Consumer Deflation Returns as Recovery Remains Fragile
Consumer prices fell 0.2% year-on-year in October, data shows
Weak data supports case for more stimulus, including RRR cut
<https://blinks.bloomberg.com/news/stories/S3U6FKT0AFB4>
- (China) Oct. PPI YoY, actual -2.6%, est. -2.7%, prior -2.5%
- (China) Oct. CPI YoY, actual -0.2%, est. -0.1%, prior 0%
- CNY Weakens, PBOC Sets Fix Closer to Estimates: Inside China
<https://blinks.bloomberg.com/news/stories/S3U7EZT1UM0W>
- China 'Vastly Different' from Stagnant Japan, PBOC Adviser Says
Central bank monetary policy committee member urges reforms
China has much more scope for catch-up than 1990s Japan: Liu
<https://blinks.bloomberg.com/news/stories/S3T1QET0AFB4>
- Chinese Banks Sell Record Bad-Loans Securities as Mortgages Sour
Sales of banks' nonperforming loan ABS bonds rise 88% on year
State-owned entities may be major buyers for such products
<https://blinks.bloomberg.com/news/stories/S3FPC1T0G1KW>
- Won Rises Amid Equity Gains; Bond Futures Rise: Inside Korea
<https://blinks.bloomberg.com/news/stories/S3TZRIT0AFB4>
- South Korea's Mortgages Warrant Caution, But Defaults Contained
<https://blinks.bloomberg.com/news/stories/S3TXC5DWX2PS>
- Risk Seekers Load Up on Derivatives and Leveraged Funds in Korea
<https://blinks.bloomberg.com/news/stories/S3TT66T0G1KW>
- Bonds Gain for Sixth Day as Oil, UST Yields Fall: Inside India
<https://blinks.bloomberg.com/news/stories/S3U9QXDWX2PS>
- Global Fund Buying of Indian Bonds Hits 2-Month High
<https://blinks.bloomberg.com/news/stories/S3TZNEGQOFSX>
- Treasury Rally is Proving to Be No Panacea for Asian Bonds
Heavier foreign positioning now increases risk of outflows
Weakening auction demand signals risk of higher local yields
<https://blinks.bloomberg.com/news/stories/S3UCCST0G1KW>
- India Govt Green Bonds to Be Marked as Specified Securities: RBI
<https://blinks.bloomberg.com/news/stories/S3T3HEDWX2PS>
- Rupiah Steady as Global Bond Flows Eye Powell: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/S3U4D6T0AFB4>
- Bank Indonesia's Focus on Rupiah Stability Keeps Rate Cuts Away
<https://blinks.bloomberg.com/news/stories/S3T8VLDWLU68>

- Currencies Slide as Traders Pick Liquid Options: Inside Andes
<https://blinks.bloomberg.com/news/stories/S3T698DWRGG0>
- El Salvador Bonds Jump After Refinancing Spurs S&P Upgrade (1)
Notes due in 2035 jumped a cent to the highest in two years
El Salvador is an investor favorite as Bukele wins over market
<https://blinks.bloomberg.com/news/stories/S3T9DEDWRGG0>
- Chile Prices Rise Less Than Expected, Defying Peso Weakness (3)
Consumer prices rose 5% on year and 0.4% on month in October



- Peso hit year-to-date low on Oct. 17 before bouncing back
<https://blinks.bloomberg.com/news/stories/S3T4ECDWRGG0>
- Mexico Plans to Keep Scaling Back \$50 Billion IMF Credit Line
Deputy Finance Minister says strategy remains eventual exit
Amount being negotiated with International Monetary Fund
<https://blinks.bloomberg.com/news/stories/S3TQKAT1UM0W>
 - Growth, Fiscal Outlooks to Keep Mexico's Banxico on Hold
<https://blinks.bloomberg.com/news/stories/S3TFN5DWRGG2>
 - Brazil Tackles One of World's Most Complicated Tax Codes (2)
Senate finished vote on major tax reform bill Wednesday
Plan seeks to streamline, standardize byzantine tax system
<https://blinks.bloomberg.com/news/stories/S3TY46DWX2PS>
 - Brazil Tax Reform Can Get More Votes in Senate 2nd Round: Haddad
<https://blinks.bloomberg.com/news/stories/S3TVFIT1UM0W>
 - Chile Cenbank to Keep Acting With Flexibility on Decisions:Costa
<https://blinks.bloomberg.com/news/stories/S3TE2IDWLU68>
 - Colombian Inflation Slows More Than Expected by All Analysts
Colombia's inflation is the fastest among regional peers
Policymakers held the key rate unchanged at 13.25% in October
<https://blinks.bloomberg.com/news/stories/S3ITDWT0G1KW>

 - Poland Unexpectedly Pauses Rate Cuts After Election Pivot (2)
Governor has sparred with the opposition that won the ballot
Most economists predicted a third consecutive rate cut
<https://blinks.bloomberg.com/news/stories/S3T78ADWX2PS>
 - Polish Central Bank Trims 2024 Inflation View in New Projection
<https://blinks.bloomberg.com/news/stories/S3SX6YDWX2PS>
 - Hungary Retail Trade Drops More Than Expected as Recession Bites
<https://blinks.bloomberg.com/news/stories/S3SN68DWX2PS>
 - Turkey's First Dollar Bond Since Vote Caps \$10 Billion Sale (1)
Government sold \$2.5 billion of five-year dollar sukuk notes
Bond deal is Turkey's first since Erdogan's reelection in May
<https://blinks.bloomberg.com/news/stories/S3SY43T0G1KW>
 - Zloty Jumps, Banks Rally as Polish Central Bank Holds Rates
<https://blinks.bloomberg.com/news/stories/S3T5PRT1UM0W>
 - Hungary Needs Disciplined Monetary Policy, Central Banker Says
<https://blinks.bloomberg.com/news/stories/S3SV4NDWX2PS>
 - Czech Oct. Unemployment Rate Falls to 3.5%
<https://blinks.bloomberg.com/news/stories/S3SOXHMS385M>
 - South Africa Still Weighing Impact of Charging Eskom Interest
Treasury changed loans from interest free to interest bearing
Government granted Eskom a massive bailout in February
<https://blinks.bloomberg.com/news/stories/S3STAEDWLU68>
 - South Africa Declares National Disasters After Floods, Storms
Extreme weather caused damage in three coastal provinces
National executive now responsible for management of cleanup
<https://blinks.bloomberg.com/news/stories/S3SO6ZDWLU68>