

DM Headlines

- US Consumer Borrowing Rises \$25.5 Billion, Most Since Late 2022
Credit outstanding in July topped all forecasts in survey
Non-revolving debt and credit-card balances increased
<https://blinks.bloomberg.com/news/stories/SJK8KRDWLU68>
 - Biggest US Bank Capital Hike Chopped in Half in Latest Plan (1)
Top banks face 9% increase in revised plan from 19% earlier
Fed, FDIC, OCC to unveil changes to bank-capital overhaul
<https://blinks.bloomberg.com/news/stories/SJKHDYDWLU68>
 - US Inflation Expectations Stabilize, Delinquency Concerns Grow
Odds of missing a minimum debt payment at highest since 2020
Under the surface, inflation views differ widely, survey shows
<https://blinks.bloomberg.com/news/stories/SJJR5IT0AFB4>
 - Harris Vows to End Subminimum Wages in Policy Push Before Debate
Democrat calls for path to citizenship in policy posted online
Harris vows US will fight 'unfair trade practices' by China
<https://blinks.bloomberg.com/news/stories/SJJP1ZDWRGG0>
 - Jeffries Pans GOP Bill as Congress Returns for Stopgap Vote (1)
GOP proposes continuing resolution to March with voter bill
Jeffries warns against 'GOP-driven government shutdown'
<https://blinks.bloomberg.com/news/stories/SJK3IUDWLU68>
 - JPMorgan Sees Money-Market Fund Assets Rising Despite Fed Cuts
Outflows don't begin until later in easing cycle, bank says
Front-end curve's return to normal to kick off behavior shift
<https://blinks.bloomberg.com/news/stories/SJK1A1DWLU68>
 - House Passes Biosecure Bill, Targeting China Biotech Firms (2)
Chinese companies find themselves under bipartisan scrutiny
Lawmaker, lobbyists failed in last-ditch battle against bill
<https://blinks.bloomberg.com/news/stories/SJKXNGT1UM0W>
 - Carney Takes Role in Trudeau's Liberal Party as Economic Adviser
<https://blinks.bloomberg.com/news/stories/SJK4XCDWLU68>
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- Draghi's Call for Joint EU Bonds Hits Wall of German Opposition
Call for joint debt issuance meets firm German resistance
'Don't lie to yourself,' former Italian premier tells critics
<https://blinks.bloomberg.com/news/stories/SJJPENT1UM0X>
 - ECB Is Set for a Quarter-Point Cut With a 60 Basis-Point Twist
Decision this week will tidy up legacy of crisis-era measures
Narrowing rates aims to keep control of financing conditions
<https://blinks.bloomberg.com/news/stories/SJK9C7DWX2PS>
 - Morgan Stanley Sees Euro Tanking 7% as ECB Escalates Rate Cuts
US bank's FX strategy head forecasts euro-dollar near parity
Says growing political risk, economic weakness will drive move
<https://blinks.bloomberg.com/news/stories/SJJH8DDWLU69>



- Le Maire Says Still Possible for France to Hit 2024 Deficit Goal
Outgoing finance chief speaks at National Assembly committee
Minister says France can and should keep 2027 target of 3%
<https://blinks.bloomberg.com/news/stories/SJJZ97DWLU68>
- Europe Braces for Last of Ukraine's Russian Gas Deliveries
Talks are heating up with gas flows set to cease in winter
Kyiv is keen to shut out Russia from strategic link to Europe
<https://blinks.bloomberg.com/news/stories/SJ10NHT0AFB4>
- Norway's Core Inflation Keeps Slowing to Boost Rate Cut Odds
Underlying price growth matched analyst forecasts in August
Data may boost odds of a key rate cut before end of year
<https://blinks.bloomberg.com/news/stories/SJJP2KDWRGG0>

- UK Pay Growth Slows to Two-Year Low, Keeping BOE on Easing Path
Average earnings rose 5.1% in the three months through July
Wage increase was the smallest since the summer of 2022
<https://blinks.bloomberg.com/news/stories/SJJQ4XT0G1KW>
- UK Can Tax Wealthy to Close £20 Billion Fiscal Gap, Report Says
Resolution Foundation says election pledges do leave options
Other reports warn on debt, urge getting sick back to work
<https://blinks.bloomberg.com/news/stories/SJJZVJDWLU68>
- Reeves Appeals for Labour Unity on UK Pensioner Benefit Cut (1)
Chancellor tells Labour MPs she's not immune to their concerns
Starmer says 'unpopular' measures needed to fix finances
<https://blinks.bloomberg.com/news/stories/SJK9ZET1UM0W>

- Australia's Central Bank Reform in Doubt as Opposition Says No
Opposition says it won't support reforms in sudden reversal
Chalmers may now have to negotiate with Greens for a deal
<https://blinks.bloomberg.com/news/stories/SJKSJTTOG1KW>
- Australia Consumer, Corporate Mood Darkens as Job Concerns Mount
Business confidence slips 5 points, with employment big mover
Consumer sentiment falls, also on worries about job outlook
<https://blinks.bloomberg.com/news/stories/SJKNXFT0G1KW>
- Australia to Scrap AT1 Bonds After Credit Suisse Wipeout (2)
Regulator proposes to replace them with tier-2 bonds and CET-1
Changes seek to boost financial system stability during crises
<https://blinks.bloomberg.com/news/stories/SJKSNBT1UM0X>

- Japan Leadership Race Field Grows to Eight With Kato Candidacy
Former minister pledges to try and double individual incomes
Kato is viewed as an outsider in the LDP election by analysts
<https://blinks.bloomberg.com/news/stories/SJKLGST0G1KW>
- Yen Set for Best Quarter Since Financial Crisis, Still Mispriced
<https://blinks.bloomberg.com/news/stories/SJJCHSDWLU68>

EM Headlines

- Volatility Fears Spur \$28 Billion Emerging-Market Debt Spree (2)
Issuers rush out \$28 billion of bonds in September record
US dollar seen as safest issuing currency against volatility
<https://blinks.bloomberg.com/news/stories/SJCTHDWRGG0>
- China's \$6.5 Trillion Stock Rout Worsens Economic Peril for Xi
Chinese equities trail global ones for a fourth year running
CSI 300 extends slide, nears lowest close since early 2019
<https://blinks.bloomberg.com/news/stories/SJKRZYT1UM0W>
- China's Deflationary Spiral Is Now Entering Dangerous New Stage
Prices seen as falling through 2025 as wages, demand languish
Long-term deflation could be major setback to China's economy
<https://blinks.bloomberg.com/news/stories/SJJV9BT1UM0W>
- China's Exports Jump to Two-Year High in Rare Boost for Economy
Exports value hit highest since 2022 on strong global demand
Imports barely increased, reflecting a weak domestic economy
<https://blinks.bloomberg.com/news/stories/SJKWZLT0G1KW>
- China Property Shares Plunge After Removal From Stock Connect
Shimao plummets as much as 30%, the most in more than a year
Chinese real estate stocks have been weighed by housing slump
<https://blinks.bloomberg.com/news/stories/SJKR8YT0G1KW>
- China Dives Back Into Euro Debt Market Amid Likely ECB Rate Cut
Authorities are planning to sell up to 2 billion euros of debt
European Central Bank likely to cut interest rates on Thursday
<https://blinks.bloomberg.com/news/stories/SJKLCPT1UM0W>
- China Corporate Bond Cancellations Pile Up as Yields Jump: Paper
<https://blinks.bloomberg.com/news/stories/SJKLLCT1UM0W>
- Korea Finance Chief Says Conditions in Place for WGBI Inclusion
Choi says the country has sufficient conditions and frameworks
Goldman, Amundi expect the country's index inclusion in 2025
<https://blinks.bloomberg.com/news/stories/SJJPB9DWRGG0>
- Korea May Curb Credit Loans as Household Debt Keeps Rising: DongA
<https://blinks.bloomberg.com/news/stories/SJIOMKT1UM0W>
- Investors Bet on India, Korea to Fill Gaps From US Biosecure Act
Bill that passed US House would curb some Chinese biotechs
Piramal, Divi's may benefit from Biosecure Act: Bajaj Finserv
<https://blinks.bloomberg.com/news/stories/SJK29UT0G1KW>



RUBRICS

- Morgan Stanley Turns Negative on Emerging Debt and Touts Hedges
Bank suggests investors sell EM index of credit-default swaps
First cut by the Fed unlikely to spur meaningful fund inflows
<https://blinks.bloomberg.com/news/stories/SJJURMDWRGG0>
- Brazil Analysts See 75 Basis Points in Rate Hikes This Year (1)
Central bank says it's data-dependent ahead of rate meeting
Analysts see benchmark Selic rising to 11.25% in December
<https://blinks.bloomberg.com/news/stories/SJJOGYDWX2PS>
- Senator's Silence Fuels Speculation AMLO Has Votes for Reform
PAN members say they can't reach Yunes after he misses meeting
Judicial overhaul only needs one more Senate vote for passage
<https://blinks.bloomberg.com/news/stories/SJKRMET0AFB4>
- Chile's Marcel Says 2025 Budget Is Coming With Big Deficit Cut
Finance Minister Mario Marcel speaks in interview in London
Government will present its 2025 budget as inflation speeds up
<https://blinks.bloomberg.com/news/stories/SJEH3ST0G1KW>
- Hungary Inflation Slows More Than Seen, Bolstering Rate-Cut Case
Annual price-growth slows to 3.4% compared with 3.6% estimate
Central bank weighing when it can resume interest rate cuts
<https://blinks.bloomberg.com/news/stories/SJKF10T1UM0W>
- Orban Narrows Field for Next Hungarian Central Bank Governor (3)
Economy or finance minister is tipped to lead central bank
Forint hit by tension around central bank, economic slowdown
<https://blinks.bloomberg.com/news/stories/SJK0HJT1UM0W>
- EU Provides Grant Funding for Green Hydrogen in South Africa (2)
Funding is separate to the Just Energy Transition Partnership
South Africa seeks to use its vast solar, wind potential
<https://blinks.bloomberg.com/news/stories/SJJVAKDWX2PS>