

Macro Roundup Article

Headline: [BOJ Shock Has Wall Street Gaming Out the Global Spillovers](#)

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Author(s)	Michael Mackenzie and Katherine Greifeld
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Summary: While the Bank of Japan has signaled it will let yields to trade toward 1% from roughly 0.5% now, its decision to step into the market on Monday suggests that won't happen anytime soon. Still, with domestic investors holding around \$2.5 trillion of US stocks, bonds and credit, the very idea that Japan will one day join the developed world in retreating from zero rates has Wall Street sizing up a volatile fallout that could add fuel to the higher-for-longer interest rate era. Related: [Raising Anchor](#) and [What Have We Learned About the Neutral Rate?](#) and [The Case for "Higher for Longer": Prices are Disinflating, But Not Wages \(Yet\)](#)

Primary Topic: Fiscal Deficits

Topics: Database, Financial Markets, Fiscal Deficits, Fiscal Policy, GDP, Monetary Policy, News article, Weekly

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