

THE WALL STREET JOURNAL

DOW JONES | *Market Gains* | FRIDAY, OCTOBER 14, 2022 • VOL. CCLXXX NO. 59 | *WSJ.com* | ★★★★★ \$5.00
OIA 1003872 • \$27.87 2.8% NASDAQ 104815 • 2.2% S&P 500 40915 • 0.8% 10-YR. TREAS. (opening) yield 3.52% OIL 59.11 • \$184 GOLD \$1,670.00 • \$0.30 EURO 50.9100 YEN 122.22

What's News

Business & Finance

U.S. consumer inflation excluding energy and food accelerated to a four-decade high in September: a sign that strong and broad price pressures are persisting, likely keeping the Fed on track to increase rates by 0.75 percentage point next month. **A1, A6**

Stocks closed sharply higher in a dizzying rebound as investors assessed the inflation report. The Dow, S&P 500 and Nasdaq gained 2.8%, 2.6% and 2.2%, respectively. Treasury yields rose. **A1, B1**

Kroger is in talks with rival Albertsons over a potential combination that would unite the two largest U.S. supermarket operators. **A1**

Senior FTC officials disclosed more trades of stocks, bonds and funds, on average, than officials at any other major agency in a WSJ review of financial disclosures at 50 federal agencies from 2016 to 2021. **A1**

Social Security checks will be 8.7% higher in 2023, the largest cost-of-living adjustment to benefits in four decades. **A6**

U.S. mortgage rates jumped to their highest level in more than two decades, hitting 6.92% this week. **A6**

TSMC cut its capital-expenditure forecast by about 10% for 2022, responding to industry headwinds. **B1**

Netflix said it would charge \$6.99 a month for its new ad-supported service tier when it debuts next month. **B1**

Airline executives see demand for travel remaining robust. Delta posted record revenue for its latest quarter. **B1**

World-Wide

The Supreme Court rejected without comment Trump's bid to review a special master's power to review some 100 classified documents that federal officials seized from Mar-a-Lago. **A4**

Russia carried out a drone attack in the Kyiv region and hit a residential building in southern Ukraine with a missile, amid strikes that have galvanized support for fighting Ukraine's air defenses. **A8**

U.K. financial markets rallied as investors bet the government would reverse course on its recent tax-cutting plans, with Treasury facing a growing rebellion. **A10**

The White House exchanged rebuffs with Saudi Arabia after the Biden administration threatened to retaliate for the oil-production cut by OPEC+. **A10**

A jury recommended life in prison without parole for the gunman in the Parkland, Fla., high school massacre, sparing him the death penalty. **A1**

An armed juvenile killed at least five people, including an off-duty police officer, in a mass shooting in Raleigh, N.C., before being taken into custody by police, officials said. **A3**

The retooled Covid-19 booster from Pfizer and Biotech generated a strong immune response against the Omicron subvariant BA.4 and BA.5, the companies said. **A3**

Italy's Parliament moved to end a year-long deadlock over forming the country's next government, choosing an independent Kurdish politician as the new president. **A11**

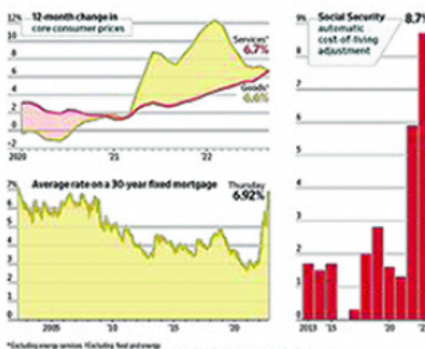
COMPANIES	MARKETS
Amgen	▲2.1%
Apple	▲2.2%
Bank of America	▲2.3%
Boeing	▲2.4%
Facebook	▲2.5%
General Electric	▲2.6%
Johnson & Johnson	▲2.7%
Microsoft	▲2.8%
Walmart	▲2.9%

Core Inflation Revs to New High



Biggest rise in 40 years dims hopes of the Fed slowing the pace of rate increases

U.S. consumer inflation excluding energy and food accelerated to a new four-decade high in September, a sign that strong and broad price pressures are persisting. The Labor Department said on Thursday that its so-called core consumer price index—which excludes volatile energy and food prices—rose 6.6% in September from a year earlier, the biggest increase since August 1982. The measure increased 6.3% in August.



U.S. Stocks Surge In Sharp Reversal

U.S. stocks closed sharply higher in a head-spinning reversal, after investors decided fresh evidence of high inflation wasn't as bad as it initially appeared. It was the first time the Dow Jones Industrial Average fell at least 500 points and rose at least 800 points in a single trading day, according to Dow Jones Market Data. The S&P 500 rose 92.88 points, or 2.6%, to 3669.91. The tech-heavy Nasdaq Composite advanced 232.05 points, or 2.2%, to 10493.5.

Ripple Effect
A group of new voters for Fed's higher rates...
Social Security checks to grow 8.7%...
Mortgage rates hit highest level in decades...
Inflation tips into the service sector...

Venture Capital Firms Dive Into Tech Shares

Venture-capital firms are jumping into the stock market, buying up battered shares in publicly traded tech companies at a time when they are investing less in the startups that have long been their focus. Some major venture firms including Avenir and Lithopod Venture Partners have bought more stocks of companies they first backed as startups this year, defying the industry norm of selling those shares soon after public listings.

Panel Votes to Subpoena Trump

The Jan. 6 committee voted to issue a subpoena to former President Donald Trump for testimony and documents. The top watchdog of American business is also home to Washington's most active Wall Street investors.

Didn't Realize Your New Koi Can Live to 80? Call Fish Rescue.

Pond builders get more commitment than expected; 'putting it in your will'

Kevin Varitek figured the police officer who pulled him over thought he was transporting live fish. When the officer popped open one of the coolers, he found himself looking at a bunch of orange and white koi. "You weren't joking," the surprised officer said. Mr. Varitek is an expert at rescuing koi, and he has been busy of late. Pandemic lockdowns sparked interest in building koi ponds, while a subsequent surge in home sales left some sellers at a loss for what to do with their orphaned koi.

Kroger, Albertsons Explore Merger

Walmart Inc., the biggest seller of groceries in the U.S., a possible deal would likely face regulatory scrutiny, analysts said, at a time when food prices for consumers have soared. Under the Biden administration, antitrust enforcers have been challenging mergers, arguing that combining big companies can give the merged entities too much power and stifle competition.

Tech Firm Overseers Also Invest in Them

Federal Trade Commission officials are heavy stock traders, including in tech. Wall Street Journal investigation shows. The Federal Trade Commission in recent years has opened investigations into nearly every major industry. It has launched antitrust probes into technology companies, examined credit card firms and moved to restrict

INSIDE



JASON GAY
Even Baltimore's Justin Tucker gets nervous thinking about those kicks. **A6**



MANSON
As she reports add terrain and amenities, nearby home values get a lift. **B1**

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