

DM Headlines

- U.S. Consumer Prices Jump Most Since 2009, Outpacing Estimates
CPI climbs 0.8%, while core gauge rises most since 1982
Costs of hotel stays, used cars and airfares post record gains
<https://blinks.bloomberg.com/news/stories/QT03Y2DWLU6A>
- Fed's Clarida Plays Down Significance of Rising Inflation
Fed vice chair blames increase on largely transitory forces
Clarida says Fed will act if needed to bring inflation down
<https://blinks.bloomberg.com/news/stories/QT04NBDWRGG7>
- Bond Traders Boost 5-Year Inflation Outlook to Most Since 2005
Inflation expectations jump after U.S. CPI surged in April
Price pressures likely to be temporary, Fed's Clarida repeats
<https://blinks.bloomberg.com/news/stories/QT0UFZDWLU69>
- 'Transitory' U.S. Inflation Pressures Seen Lasting for Months
White House aides see potential for running through year-end
Parts of price surge tied to reopenings, supply crunches
<https://blinks.bloomberg.com/news/stories/QT0BBMDWX2PT>
- Traders Ratchet Up Fed-Hike Bets for 2022 on Hot Inflation
Odds of 2022 hike rise following April's above-estimate CPI
Eurodollar futures trade heavy as hike premium gets factored
<https://blinks.bloomberg.com/news/stories/QT058XT1UM0W>
- Inflation Surge Tees Up Political Peril for Biden Spending Plans
GOP says prices will rise if Congress passes Biden's proposals
Biden aides say inflation would be temporary as U.S. rebounds
<https://blinks.bloomberg.com/news/stories/QT03NZDWLU6B>
- Trade Chief, Key Lawmaker Call for Update of U.S. Tariff Tools
Tai responds to questions about section 232 of 1962 trade law
Senate Finance Committee Chairman Wyden welcomes update idea
<https://blinks.bloomberg.com/news/stories/QSZZ81DWX2PS>

- France Aims to Block U.K. Finance Firms From EU Due to Fish (1)
French officials seek leverage in dispute over fishing rights
France is said to hold off until post-Brexit fishing resolved
<https://blinks.bloomberg.com/news/stories/QT050ADWRGG4>
- ECB Pressed by Banks to Extend Capital Relief Beyond June (1)
Banks argue relief will allow them to keep lending to economy
European lenders have mostly reported better results this year
<https://blinks.bloomberg.com/news/stories/QSZV9DWLU7V>
- How Do ECB Chiefs Invest Their Own Cash? Not Very Sustainably
Analysis of private investments shows only 25% are ESG leaders
Lagarde has urged greater transparency on green assets
<https://blinks.bloomberg.com/news/stories/QSVW19DWRGG0>
- Draghi Says EU Must Ease Fiscal Rules to Allow More Investment
Fiscal rules due to remain suspended through next year
EU officials face debate on reform of deficit restrictions
<https://blinks.bloomberg.com/news/stories/QSZXW5DWLU75>



RUBRICS

- U.K. Traders Are Now Betting on BOE Rate Hike by September 2022
Money markets see a 15-basis-point increase to 0.25%
Move comes as gilt yields hit two-month high after U.S. CPI
<https://blinks.bloomberg.com/news/stories/QP4WAODWRGG6>
- BOE's Haldane Sees Strong U.K. Economic Rebound: Daily Mail
<https://blinks.bloomberg.com/news/stories/QT0N0YDWX2PU>
- Bonds Trim Losses as Stocks Extend Declines: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/QT1270DWLU68>
- Kuroda: Will Adjust Policy as Needed by Watching Easing Effects
<https://blinks.bloomberg.com/news/stories/QT0XCSDWX2PU>
- Japanese Funds Purchase Most U.S. Sovereign Bonds in Four Months
<https://blinks.bloomberg.com/news/stories/QT0QGYDWRGG0>
- Japan March current-account surplus 2.65t yen vs est. 2.76t yen
- Japan-U.S. CPI Gap Boosts Allure of JGBs: Sumitomo Mitsui Trust
<https://blinks.bloomberg.com/news/stories/QT0TWRDWX2PV>
- Japan Seeks to Ease Olympics Fears With No-Infection Test Events
No Covid cases during four test events, organizers say
Scale of the test events is dwarfed by the Games themselves
<https://blinks.bloomberg.com/news/stories/QT181XDWLU6G>
- Japan Merchants' Mood Falls Most Since March 2020 Amid Emergency
<https://blinks.bloomberg.com/news/stories/QT0YUDDWLU6A>



EM Headlines

- CHINA INSIGHT: Holidays Spur Shift to Spending From Output
<https://blinks.bloomberg.com/news/stories/QT006IDWRGGV>
- Offshore Yuan Halts Losses, 10-Year Yield Rises: Inside China
<https://blinks.bloomberg.com/news/stories/QT0V00DWRGG0>
- Inflation Scare Masks Tapering News from Beijing: China Today
<https://blinks.bloomberg.com/news/stories/QT04YST1UM0X>
- China's Top Rating Firm to Deepen Scrutiny as Defaults Surge
Fewer top ratings will be awarded, says China Chengxin
Nation's ratings companies criticised for being generous
<https://blinks.bloomberg.com/news/stories/QSZBT2DWX2PV>
- China's April New Loans 1.47T Yuan; Est. 1.6T Yuan
<https://blinks.bloomberg.com/news/stories/QSZJUMDWLU60>
- Won Declines to Seven-Week Low on Equity Outflows: Inside Korea
<https://blinks.bloomberg.com/news/stories/QT0T30DWLU69>
- SURVEY: South Korea Economy to Expand 5.6% in 2Q21; Prior +5.1%
<https://blinks.bloomberg.com/news/stories/QT0T0BT1UM12>
Korea Shouldn't Rush to Hike Rates, State-Run Think Tank Says
- <https://blinks.bloomberg.com/news/stories/QSZH3KDWLU7A>

- Six Sovereign Defaults in 13 Months Roil Latin American Markets
Current malaise harkens back to 'Lost Decade' of the 1980s
LatAm so weak 'even the strongest countries are struggling'
<https://blinks.bloomberg.com/news/stories/QSY3EWDWX2PS>
- Brazil Rushes to Approve Tax Reform Before Presidential Election
Overhaul to be introduced as five separate bills in congress
Odds of approval decline as lawmakers focus on 2022 vote
<https://blinks.bloomberg.com/news/stories/QSWJ78DWX2PW>
- Lula Would Defeat Bolsonaro in Presidential Vote, Poll Shows
Lula to take 55% of vote; Bolsonaro 32% in 2nd round of runoff
No other candidate received more than 7% of support in survey
<https://blinks.bloomberg.com/news/stories/QT0IG3DWLU6N>
- Mexico March Industrial Production Rose 1.7% Y/y; Est. 0.6%
<https://blinks.bloomberg.com/news/stories/QSQO9T1UM0X>
- MEXICO PREVIEW: Banxico to Hold Rates, Depict a Warier Outlook
<https://blinks.bloomberg.com/news/stories/QT07WDDWX2PT>
- Short the Chilean Peso on Constitutional Election Risk, RBC Says
<https://blinks.bloomberg.com/news/stories/QT07EHDWX2PX>
- CLP, COP Decline as U.S. CPI Weighs on Risk Assets: Inside Andes
<https://blinks.bloomberg.com/news/stories/QSZVLKDWRGG1>
- Protests Continue to Paralyze Colombia's Coffee, Sugar Exports
<https://blinks.bloomberg.com/news/stories/QSZWBUDWRGG7>



RUBRICS

- Israel, Hamas Fighting Intensifies as Biden Calls for Calm (2)
At least 60 people killed in Gaza Strip and six in Israel
Israeli military says it's deploying along Gaza Strip border
<https://blinks.bloomberg.com/news/stories/QT0ZS3DWX2PT>
- Economy More Important 'Than Anything' for Polish Central Banker
Kropiwnicki says next MPC likely to have to tackle inflation
Comments come as price pressures engulf eastern Europe
<https://blinks.bloomberg.com/news/stories/QSY1IVDWX2PU>
- Orban's Campus Land Grant Strengthens China's EU Bridgehead (1)
Hungary to strengthen ties with China with plan for university
Hungary to finance construction partly from Chinese loan
<https://blinks.bloomberg.com/news/stories/QSZZNBDWX2PS>
- Hungarian Central Bankers Say June CPI Report 'Key' for Outlook
<https://blinks.bloomberg.com/news/stories/QSZTWYDWX2PV>
- Hungary's Banks Back Targeted Aid For Some Borrowers, MTI Says
<https://blinks.bloomberg.com/news/stories/QSZEXCDWLU6P>
- Czech Opposition Starts No-Confidence Motion Against Premier (1)
<https://blinks.bloomberg.com/news/stories/QSZPQVDWLU6O>
- South Africa May Form More State-Owned Power Companies: Mabuza
<https://blinks.bloomberg.com/news/stories/QSZZFNDWX2QK>