

## DM Headlines

- Fed Officials Play Down Risk That Higher Inflation Will Persist  
Brainard, Bullard and Bostic see price spike as temporary  
Inflation expectations are 'extremely well anchored': Brainard  
<https://blinks.bloomberg.com/news/stories/QTMG7DT0G1KW>
- Fed Reverse Repo Was Only Ever This Popular Over Quarter-End  
Number of counterparties climbed to 54 amid growing cash glut  
Total usage of facility surged to \$394.9 billion on Monday  
<https://blinks.bloomberg.com/news/stories/QTN0G6T1UM0Y>
- Biden Orders U.S. to Develop 'Options' for Belarus Response  
He condemns diversion of jetliner and arrest of journalist  
National Security Adviser Sullivan speaks to opposition leader  
<https://blinks.bloomberg.com/news/stories/QTN8YYT1UM0W>
- Oil Holds Surge as Robust Demand Seen Absorbing Iranian Supply  
WTI trades above \$66 after advancing more than 6% since Friday  
Negotiations between Tehran, world powers continue in Vienna  
<https://blinks.bloomberg.com/news/stories/QTN8JUT1UM11>
- Elizabeth Warren Floats \$31.5 Billion Plan to Pursue Tax Cheats  
Those earning \$2 million and more would face bigger fines  
Plan requires banks to report account flows of wealthy clients  
<https://blinks.bloomberg.com/news/stories/QTMH50T0AFB4>
- Republicans Plan New Offer to Biden; Wicker Sees \$1 Trillion  
Biden offer of \$1.7 trillion bill was rejected Friday by GOP  
Senate Democrats prepare for using budget to bypass GOP  
<https://blinks.bloomberg.com/news/stories/QTMTF3T0G1KW>
- U.S. Yield Unlikely to Rise as Rate-Hike Bets Ease: SMBC Nikko  
<https://blinks.bloomberg.com/news/stories/QTMWIDT1UM0W>
  
- EU Leaders Vow Sanctions on Belarus for Diversion of Ryanair Jet  
Bloc imposes effective flight blockade after journalist arrest  
Leaders target officials tied to 'hijacking,' businesses  
<https://blinks.bloomberg.com/news/stories/QTMX2MT0G1KX>
- EU Leaders Set for Spat on Distribution of Carbon-Cut Burden (1)  
East European nations seek to avoid surge in green shift costs  
Opposition building against plans to extend EU carbon market  
<https://blinks.bloomberg.com/news/stories/QTNBIXDWX2PU>
- A \$278 Billion Brexit-Like Showdown With EU Looms Over the Swiss  
Med-tech firms get saddled with more bureaucracy from May 26  
EU says Swiss access to single market comes with obligations  
<https://blinks.bloomberg.com/news/stories/QTMS78T0AFBE>
- Inflation Markers March in the Right Direction for ECB  
<https://blinks.bloomberg.com/news/stories/QLRMZT0AFB6>
- Euro zone bond yields steady below multi-month highs thanks to Lagarde  
<https://blinks.bloomberg.com/news/stories/QTMAIZ073NCW>



## RUBRICS

- Bank of England Plays Down Risk of Runaway U.K. Inflation (1)  
Governor Bailey, two policy makers say price gains temporary  
Investors expect BOE to hike rates as early as next year  
<https://blinks.bloomberg.com/news/stories/QTMEPPT0AFB6>
- Brexit for Banks Is Turning Out as Expected, BOE's Cunliffe Says  
<https://blinks.bloomberg.com/news/stories/QTMEDHT0AFB7>
- Crypto Assets Both Dangerous and Draw Enthusiasm, BOE Says (1)  
Bank of England Governor Andrew Bailey testifies in Parliament  
Digital currencies drawing concern from financial regulators  
<https://blinks.bloomberg.com/news/stories/QTMBBST0AFB7>
  
- (AU) May ANZ Roy Morgan Weekly Consumer, actual 114.2, prior 112.5
- Cannibal Mice Threaten Sydney Homes and Australian Farms (1)  
Costs mount as mice gorge on stored grains, damage machinery  
Farmers are awaiting approval for a highly toxic pesticide  
<https://blinks.bloomberg.com/news/stories/QLJ16T0AFB4>
  
- U.S. Warns on Japan Travel, Sowing New Doubt on Olympics (4)  
State Department raises advisory just two months before games  
U.S. Olympic Committee says Americans can safely compete  
<https://blinks.bloomberg.com/news/stories/QTNBJNT0G1KY>
- USD/JPY 50-DMA Remains Key Level for Medium-Term Trend: Citi  
<https://blinks.bloomberg.com/news/stories/QTN1O7T1UM0W>
- Japan Investors May Turn to European Bonds as Yields Rise: BNP  
<https://blinks.bloomberg.com/news/stories/QTMZ9JT0G1KW>
- Central Banks Running Out of Options as Recovery Falter in Asia  
New wave of cases in Asia undermines previous virus success  
Space narrowing for monetary policy as virus fight drags on  
<https://blinks.bloomberg.com/news/stories/QTLPZDT1UM0X>

## EM Headlines

- Yuan Rises to Strongest Level Since June 2018: Inside China  
<https://blinks.bloomberg.com/news/stories/QTN4C7T0AFCS>
- China Grapples With Yuan Messaging Amid Inflation Pressures (2)  
Essay calling for yuan to appreciate was quickly deleted  
Yuan's rally this quarter driven by weakness in the dollar  
<https://blinks.bloomberg.com/news/stories/QTN5BAT0AFB5>
- INDONESIA PREVIEW: Central Bank to Hold Amid Growth, FX Woes  
<https://blinks.bloomberg.com/news/stories/QTL98TT0AFB4>
- Indonesia to Hold as Taper Talk Weighs on Rupiah: Decision Guide  
All analysts in Bloomberg survey see key rate steady at 3.5%  
Rupiah just suffered largest weekly loss in three months  
<https://blinks.bloomberg.com/news/stories/QTEB75T1UM0W>
- Won Gains as Data Improves, Exporters Sell Dollars: Inside Korea  
<https://blinks.bloomberg.com/news/stories/QTMY1WT0AFII>
- Korea Household Debt Growth Eases as BOK Eyes Financial Risks  
Bank of Korea increasingly concerned over financial imbalance  
Quarterly debt growth slows, though year-on-year gains quicken  
<https://blinks.bloomberg.com/news/stories/QTN0D8T1UM17>
- Korea Consumer Confidence Hits 3-Year High as Recovery Quickens  
<https://blinks.bloomberg.com/news/stories/QTLOPBT0AFB7>
- Rupee Bond Traders Await 360B Rupees T-Bill Sale: Inside India  
<https://blinks.bloomberg.com/news/stories/QTN5A9T1UM11>
- Rupee Outperforms on Bets India Covid Crisis May Have Peaked (1)  
Currency has gained 1.7% in May in Asia's best performance  
Region's highest carry returns also add to the rupee's appeal  
<https://blinks.bloomberg.com/news/stories/QTNB50T0AFB4>
- Rupiah, Bonds Gain Before BI's Rate Decision: Inside Indonesia  
<https://blinks.bloomberg.com/news/stories/QTN2C2T0G1KW>
  
- Fully Vaccinated Chileans Get 'Mobility Pass' as Rules Eased  
Restrictions for inoculated population lowered starting May 26  
Pass will be electronic, allow for easier domestic travel  
<https://blinks.bloomberg.com/news/stories/QTMIQIT0AFB4>
- Communist Contender Vaults Atop New Chile Presidential Poll  
Support for Daniel Jadue has almost doubled since end of April  
Jadue faces primaries to lead left wing alliance on July 18  
<https://blinks.bloomberg.com/news/stories/QTMDCT0G1KW>
- Brazil Politics: Government Mulls Extension of Emergency Aid  
<https://blinks.bloomberg.com/news/stories/QTMA4I8T0AFB4>
- Brazil Implied Inflation Starting to Rise, Campos Neto Says  
<https://blinks.bloomberg.com/news/stories/QTMJFPT0G1L5>
- Brazil Selic Rate Likely to End 2021 at 6.5%, Stuhlberger Says  
<https://blinks.bloomberg.com/news/stories/QTMQ6AT1UM0W>
- Mexico Inflation Slows Less Than Expected, Stays Over Target (1)  
Prices rose 5.80% y/y in early May, above 5.66% projection



Central bank held key interest rate at 4% in May meeting

<https://blinks.bloomberg.com/news/stories/QTMO0R7T0G1L1>

- Mexico Has Strong Public Finances Through 2022, AMLO Says  
<https://blinks.bloomberg.com/news/stories/QT0M83FT0AFB9>
- Fitch to Review Colombia's Credit Rating in Next Month or Two  
<https://blinks.bloomberg.com/news/stories/QT0M85RT0AFB4>
  
- Erdogan Fires Turkish Central Bank Deputy Governor Oguzhan Ozbas  
<https://blinks.bloomberg.com/news/stories/QT0N70ZT1UM0W>
- Exiled Belarusians Fear They Could Be Next to Be Captured  
In Vilnius, opposition leader Tikhanovskaya keeps low profile  
In Brussels, EU leaders mull measures to punish Lukashenko  
<https://blinks.bloomberg.com/news/stories/QT0MD8WT0AFB7>
- Hungary to Set the Stage to Raise Rates in June: Decision Guide  
No change in interest rates expected at meeting on Tuesday  
Central bank statement may reflect monetary-tightening pivot  
<https://blinks.bloomberg.com/news/stories/QT0LZT9T1UM0X>
- Hungarian Business Sentiment Turns Positive Before Growth Surge  
<https://blinks.bloomberg.com/news/stories/QT0GADXT0G1KW>
- EU Court Tells Poland to Halt Lignite Mine on Czech Border  
<https://blinks.bloomberg.com/news/stories/QT0JS543V2802>
- Suspect South African Deals Cost \$3.5 Billion, Study Finds (1)  
Contracts were awarded to family linked to ex-President Zuma  
Shadow World tracked paper trail via leaked bank statements  
<https://blinks.bloomberg.com/news/stories/QT0LWRPT0G1L2>