

## DM Headlines

- Fed's Chorus Downplaying Inflation Pushes Yields to Two-Week Low  
Treasury 10-, 30-year rates fall to lowest levels since May 7  
Clarida also said tapering discussions might begin soon  
<https://blinks.bloomberg.com/news/stories/QTOE9MT1UM0Z>
- Bond Volatility Fades as Central Bankers Push Back on Inflation  
Fed's Jackson Hole symposium is among next key risk events  
ECB seeks to cool speculation of any shift at June meeting  
<https://blinks.bloomberg.com/news/stories/QTN58TT1UM0W>
- Clarida Says Fed May Begin Talking Taper at Coming Meetings  
Vice chair says data flow will determine timing of discussion  
Inflation pressures appear largely transitory, Clarida says  
<https://blinks.bloomberg.com/news/stories/QTO8XVT0G1LM>
- Fed's Evans Says Recent Data Don't Suggest High Inflation Coming  
<https://blinks.bloomberg.com/news/stories/QTMTYJT1UM0W>
- U.S. Consumer Confidence Falls as Job, Income Prospects Ebb  
Conference Board index showed confidence little changed in May  
Gauge of expectations fell but current conditions improved  
<https://blinks.bloomberg.com/news/stories/QTO2SVT1UM11>
- JPM Treasury Client Positions Steady, Shorts Remain Stretched  
<https://blinks.bloomberg.com/news/stories/QTNX5CT0AFB5>
- Oil Little Changed as Investors Weigh Iran Talks, Demand Bump  
Negotiations between Tehran, world powers continue in Vienna  
Domestic oil inventories fell 439,000 barrels last week: API  
<https://blinks.bloomberg.com/news/stories/QTOJ83T0AFB4>
- Biden Urged to Replace Quarles; Clarida's Not Talked Fed Future  
Warren slams Quarles, says system will be safer with him gone  
Clarida focused on doing as much as he can in 'remaining time'  
<https://blinks.bloomberg.com/news/stories/QTOIRLT0G1KY>
  
- ECB's Panetta Sees No Justification for Slowing Bond-Buying  
<https://blinks.bloomberg.com/news/stories/QTPAIDT0AFB5>
- ECB Is in No Rush on Pandemic Bond-Buying Pace, Villeroy Says  
<https://blinks.bloomberg.com/news/stories/QTNX10T0G1KX>
- Panetta: Only Sustained Inflation Could Warrant Slowing PEPP  
<https://blinks.bloomberg.com/news/stories/QTPAKXT0G1KX>
- Europe's Jobs Rebound May Lag Economic Recovery, Study Shows  
<https://blinks.bloomberg.com/news/stories/QTNSA4T0AFBC>
- European Governments Grow More Optimistic on G-7 Tax Accord (2)  
Allies warm to 15% minimum rate, action on tech giants  
European nations seek to tie together minimum rate, tech tax  
<https://blinks.bloomberg.com/news/stories/QTOZCCT0AFB4>
- EU Seeks AstraZeneca Court Order to Supply Vaccine Doses  
Brussels court to hear EU request demanding vaccines supplies  
EU's slow vaccination start partly blamed on supply shortfall  
<https://blinks.bloomberg.com/news/stories/QTNPVRT0G1KY>



## RUBRICS

- U.S., EU Slam Belarus 'Piracy' as Pressure Builds Over Arrest  
Bloc imposes effective flight blockade after journalist arrest  
Biden calls action 'direct affront to international norms'  
<https://blinks.bloomberg.com/news/stories/QTOAVBT1UM10>
- U.K. Could Block Some London Listings on Security Grounds  
Sunak set to launch a consultation on plans in coming months  
'Reputation for clean, transparent markets' to U.K.'s benefit  
<https://blinks.bloomberg.com/news/stories/QTP0SFT1UM13>
- Bank of England's Tenreyro Sees Fed Leaving Rates Low for Years  
<https://blinks.bloomberg.com/news/stories/QTOBELT0AFBA>
- U.K. Inflation Set for Sharp Increase, Heading Above BOE Target  
<https://blinks.bloomberg.com/news/stories/QTNKO1DWRGG4>
- BOE's First Move to Tighten May Come on Rates, Not Balance Sheet  
<https://blinks.bloomberg.com/news/stories/QTNKO1T0G1L2>
- U.K.'s Johnson to Meet Hungary's Orban in London on Friday  
<https://blinks.bloomberg.com/news/stories/QTNLOQT1UM0X>
- New Zealand Joins Canada In Signaling Rates May Rise Next Year  
Reserve Bank projections send Kiwi dollar, bond yields surging  
Meeting policy objectives will necessitate time and patience  
<https://blinks.bloomberg.com/news/stories/QTP3VMT0G1KX>
- N.Z. Short Rates Jump on RBNZ Hawkish Cash Rate Outlook  
<https://blinks.bloomberg.com/news/stories/QTP14STOG1L0>
- (AU) 1Q Construction Work Done, actual 2.4%, est. 2.0%, prior -0.9%, revised -1.5%
- Scramble for Workers in Australia Signals Inflation Coming (1)  
Skills shortages popping up across economy bring higher wages  
After years of low wages-inflation, momentum could be changing  
<https://blinks.bloomberg.com/news/stories/QTOPV8T1UM13>
- Melbourne's Covid Cluster Sparks Restrictions on Gatherings (1)  
Total cases grow to nine as mask-wearing made mandatory again  
Pressure increasing to speed up Australia's vaccine rollout  
<https://blinks.bloomberg.com/news/stories/QTNE64T0AFB8>
- Daiwa Says Buy JGBs If Yields Rise as Inflation Risk Remains Low  
<https://blinks.bloomberg.com/news/stories/QT0U4NT0G1L6>
- (Japan) April PPI Services YoY, actual 1.0%, est. 0.9%, prior 0.7%
- 'Cascade of Calamities' Plagues Tokyo's Olympics Ambitions (1)  
U.S. travel warning adds to recent woes facing Games in Japan  
Japan likely to hold Olympics as planned despite opposition  
<https://blinks.bloomberg.com/news/stories/QTOW3DT0G1L1>
- Central Banks Face New Balancing Act With Their Huge Asset Piles  
As officials juggle market expectations and governments' preferences for cheap borrowing,  
it could take generations to unwind quantitative easing.  
<https://blinks.bloomberg.com/news/stories/QTP4I7DWX2PX>
- BOJ's Suzuki Says He'd Like Long-Term Yields to Move a Bit More  
<https://blinks.bloomberg.com/news/stories/QTP8GJT1UM0Y>

## EM Headlines

- China's Strong Recovery Shows Signs of Softening as Costs Surge  
Early economic indicators point to weaker business sentiment  
Export demand remains strong, while car, property sales ease  
<https://blinks.bloomberg.com/news/stories/QTLDL2T0G1KW>
- Gold, Yuan Rally Signal Risk-On Scenario Is Unraveling: SMBC  
<https://blinks.bloomberg.com/news/stories/QTOV5MT0AFB7>
- Yuan Rises to Three-Year High as PBOC Signals Comfort With Rally  
Central bank refrains from setting weak fixing to slow gains  
State media published articles saying yuan could keep rising  
<https://blinks.bloomberg.com/news/stories/QTP02XT0G1KW>
- Yuan Climbs for Fourth Day as PBOC Signals Comfort: Inside China  
<https://blinks.bloomberg.com/news/stories/QTOZKLT0G1KW>
- Bank of Korea Forecasts in Focus for Exit Clues: Decision Guide  
All analysts surveyed see no change to 0.5% rate on Thursday  
BOK widely expected to raise growth, inflation forecasts  
<https://blinks.bloomberg.com/news/stories/QLL9X6T0G1L3>
- Population Rubicon Crossed in South Korea Is a Warning for World  
Living alone and childless is becoming a way of life for a younger generation—with dramatic consequences for one of Asia's most successful economies.  
<https://blinks.bloomberg.com/news/stories/QTOQKJT0G1L0>
- Won, Bonds Rise Ahead of Thursday's BOK Rate Meet: Inside Korea  
<https://blinks.bloomberg.com/news/stories/QTOUZYT1UM0Z>
- India Said to Need \$22 Billion of More Borrowings to Pay States  
Federal government is short of funds it promised to states  
India resorted to additional borrowings last year as well  
<https://blinks.bloomberg.com/news/stories/QTOZP4T0AFB5>
- Hopes for India Recovery Push Nifty Toward Record: Taking Stock  
<https://blinks.bloomberg.com/news/stories/QTN85CT1UM0W>
- Indonesia Holds Key Rate Steady, Will Focus on Liquidity (2)  
Benchmark rate maintained at 3.5%, as all in survey expected  
Central bank reiterates 2021 growth and inflation forecasts  
<https://blinks.bloomberg.com/news/stories/QTNM9FT0AFB7>
- China's Pandemic Recovery Set to Pull More Russian Oil to Asia  
Russia's Urals seen competitive with Omani crude in August  
Stronger Chinese spot demand, narrower Brent-Dubai spread help  
<https://blinks.bloomberg.com/news/stories/QTO1X9T0AFB5>
  
- Brazil Inflation Surprise Gives Policy Makers Little Respite (2)  
Mid-May inflation +0.44% m/m, +7.27% y/y: statistics agency  
Drop in airfare prices pulled down transportation costs  
<https://blinks.bloomberg.com/news/stories/QTO1NJT0G1L5>
- Heads of Brazil Congress Agree on Tax Reform Strategy (1)  
House to start looking into income tax, VAT proposal next week  
Senate to begin discussion on corporate tax debt renegotiation  
<https://blinks.bloomberg.com/news/stories/QTONBIT1UM0W>



- Mexico 1Q Current Account \$5.1b Deficit; Est. \$2.6b Deficit  
<https://blinks.bloomberg.com/news/stories/QTO1QWDWX2PU>
- Mexico's Expensive Tacos Are a Headache for Policy Makers: Chart  
<https://blinks.bloomberg.com/news/stories/QTMBT9T1UM0W>
- Mexico GDP Seen Rising 5.6% in 2021 on U.S. Rebound: Moody's  
<https://blinks.bloomberg.com/news/stories/QTODQ9T0AFB6>
- Banxico Will Probably Hike Rates to 4.5% By Year-End: Casillas  
<https://blinks.bloomberg.com/news/stories/QTO3FYTOG1L0>
- Duque's Approval Ratings Dive After Weeks of Chaos in Colombia  
<https://blinks.bloomberg.com/news/stories/QTNZ6QT1UM10>
- Political Uncertainty Increases Risks for Chile's Economy: BCI  
<https://blinks.bloomberg.com/news/stories/QTNZAYTOG1KW>
  
- Polish Auditor Seeks Probe of Prime Minister Over 2020 Vote (1)  
<https://blinks.bloomberg.com/news/stories/QTO1AGT0G1KZ>
- Polish Economy Ready for Rebound to Pre-Virus Boom, Gowin Says  
Deputy Prime Minister sees economy expanding of 5% in 2022  
Gowin says high inflation is undesirable for Poles' savings  
<https://blinks.bloomberg.com/news/stories/QTLYV0T1UM0W>
- Hungary Readies Monetary Tightening to Stem Inflation Risk (1)  
Central bankers deliver on hawkish message, forint pares loss  
Investors expected policy makers to affirm rate-hike plan  
<https://blinks.bloomberg.com/news/stories/QTO0SPT0AFB6>
- Hungary's Central Bank Ready for 'Proactive' Monetary Tightening  
<https://blinks.bloomberg.com/news/stories/QTNWC4T1UM11>
- Rusnok Says Czech Rates May Rise in June or August: DennikN  
<https://blinks.bloomberg.com/news/stories/QTOF1CT1UM0Y>
- 4th Czech Health Minister Resigns Since Start of Pandemic  
<https://blinks.bloomberg.com/news/stories/QTO9GC3V2800>
- Czech Lawmakers Boost Central Bank's Power Over Mortgage Lending  
<https://blinks.bloomberg.com/news/stories/QTO579T1UM12>
- Czech Leader Under Pressure as Health Minister Quits Before Vote  
Czechs replace fourth health minister since pandemic started  
Petr Arenberger quits after pressure over property filings  
<https://blinks.bloomberg.com/news/stories/QTNMJLT1UM0W>
- This Month's Best-Performing EM Bonds Just Got Another Tailwind  
State-owned Eskom trims debt by a fifth to 401 billion rand  
Yields on government rand bonds fall to lowest since February  
<https://blinks.bloomberg.com/news/stories/QTNYX0T0AFBF>
- Yields Fall to 3-Month Low Before Debt Sale: Inside South Africa  
<https://blinks.bloomberg.com/news/stories/QTNEGFT0G1KY>