

DM Headlines

- Yellen, China's Liu Talk 'Frankly' on Issues of Concern
U.S., China taking gradual steps toward restarting talks
Both nations continue to retain punitive trade tariffs
<https://blinks.bloomberg.com/news/stories/QU1YF8T0AFBA>
- Oil Extends Gain From 2018 High With Saudis Upbeat on Demand
Saudi energy minister says consumption picture has improved
WTI crude futures climb 0.6% after advancing 2.1% on Tuesday
<https://blinks.bloomberg.com/news/stories/QU26RPT0AFB6>
- Fed's Brainard Says Economy Far From Goals With Two-Sided Risks
<https://blinks.bloomberg.com/news/stories/QU16MBT1UM0X>
- From Fed to ECB, Red-Hot Housing Costs May Bring Taper Closer
<https://blinks.bloomberg.com/news/stories/QU25RYT1UM0X>
- Global Manufacturing Index Shows Fastest Growth in 11 Years
<https://blinks.bloomberg.com/news/stories/QU12XYT0AFBC>
- Quarles Hints He May Stay on as Fed Governor, Defying Warren (2)
Notes that his term as a Fed board governor runs until 2032
Staying would mean one less Fed spot for Biden to fill
<https://blinks.bloomberg.com/news/stories/QU15VCT0AFB7>
- Tinker Time? Effective Fed Funds Rate Veers Toward Zero: Chart
<https://blinks.bloomberg.com/news/stories/QU18FWT0AFB4>

- EU Vows to Stop Funds to Rule-of-Law Scofflaws This Year (1)
The bloc may not wait for court decision to trigger sanctions
The new mechanism seeks to prevent democratic backsliding
<https://blinks.bloomberg.com/news/stories/QU156DT0AFB7>
- EU to Force Multinationals Report Their Revenue in Each Country
Rules apply to companies with revenue over 750 million euros
Tax information will have to be disclosed in each member state
<https://blinks.bloomberg.com/news/stories/QU1F24T0G1L3>
- EU Preparing Sanctions Against Belarus Airline, Officials: Rtrs
<https://blinks.bloomberg.com/news/stories/QU12G6T0G1L0>
- ECB INSIGHT: Wider Spreads to Justify More PEPP Buying in 3Q (1)
<https://blinks.bloomberg.com/news/stories/QU0FCCT0G1KY>
- NatWest Says Bet Against Over-Aggressive ECB Rate-Hike Pricing
Markets predict ECB will make first move in third-quarter 2023
Position for tightening of FRA-OIS spread: NatWest strategists
<https://blinks.bloomberg.com/news/stories/QU0024T0G1KW>
- Europe's Pricier Summer Is Set to Test Central Bankers' Resolve
Demand is finally rebounding but supply can't keep up
Concern is inflation hits a tipping point which entrenches it
<https://blinks.bloomberg.com/news/stories/QU0QLXT0AFB8>



RUBRICS

- U.K. to Begin Process to Join Trans-Pacific Trade Partnership
Step signals commitment to rules-based trade, group says
Joining TPP will help U.K. exports to growing Asian economies
<https://blinks.bloomberg.com/news/stories/QU1YSNT0G1L1>
- U.K. House Prices Post Double-Digit Growth as Boom Gathers Pace
Nationwide says market responding to preference for more space
Bank of England is monitoring boom as it weighs stimulus
<https://blinks.bloomberg.com/news/stories/QU0EHWT0G1KZ>
- U.K. Covid Deaths Fall to Zero as Calls Grow to End Lockdown (1)
No new daily deaths reported for first time in pandemic
Rising cases of Delta variant have put lockdown end in doubt
<https://blinks.bloomberg.com/news/stories/QU19U7T0AFB6>
- BOE Expresses Unease About Jump in U.K. House Price Inflation
First double-digit growth recorded since the middle of 2014
Nationwide says buyers are seeking more space after pandemic
<https://blinks.bloomberg.com/news/stories/QU16MOT0G1L2>
- BOE's Cunliffe Says U.K. Housing Market Driven by Tax Holiday
<https://blinks.bloomberg.com/news/stories/QU194YT0G1KZ>

- Australia's Economy Powers On, Recouping Pandemic Losses (3)
Dwelling investment increases for third consecutive quarter
Household savings eases to 11.6% from upwardly revised 12.2%
<https://blinks.bloomberg.com/news/stories/QU1YLFT0G1KW>
- Australia 1Q GDP Expands 1.8% Q/Q; Estimate 1.5% Gain
<https://blinks.bloomberg.com/news/stories/QU1W69T1UM12>
- AUSTRALIA REACT: Services-Driven GDP Jump Set to Moderate
<https://blinks.bloomberg.com/news/stories/QU25RHT0G1KY>

- Japan 10-Year Bond Sees No Trading for First Time in a Year
<https://blinks.bloomberg.com/news/stories/QU0F6UT0G1KW>
- Super-Long JGBs May Be Targeted by Shorts This Month, BNP Says
<https://blinks.bloomberg.com/news/stories/QU1S6YT1UM13>
- Yen Impact From Lira Slump Is Relatively Contained: Gaitame.com
<https://blinks.bloomberg.com/news/stories/QU1U3PT0G1LD>
- Japan May Monetary Base End of period, actual JPY651.0t, prior JPY655.5t
- Japan May Monetary Base YoY, actual 22.4%, prior 24.3%

EM Headlines

- China Digs Deep Into Its Currency Toolkit to Manage Yuan (1)
Central bank took its first concrete action in months Monday
Potential measures may involve derivatives, capital outflows
<https://blinks.bloomberg.com/news/stories/QU1Z7CT0G1L2>
- China Sets Yuan Rate Weaker Than Prior Fix, First Time in 7 Days
<https://blinks.bloomberg.com/news/stories/QU1TTOT0G1L1>
- Yuan Stays in Tight Range After Weak PBOC Fixing: Inside China
<https://blinks.bloomberg.com/news/stories/QU1X6YT0G1KW>
- Korea Inflation at 9-Year High Amid Growing Rate Hike Views (1)
Inflation figure buoyed by commodity costs, 2020 price dip
Government increasing egg, rice supplies to ease pressure
<https://blinks.bloomberg.com/news/stories/QU26CPT0AFB4>
- Won Drops From 3-Month High as Funds Book Profits: Inside Korea
<https://blinks.bloomberg.com/news/stories/QU1SBMT0G1KZ>
- South Korea Real House Prices Rise Most in More Than 14 Years
<https://blinks.bloomberg.com/news/stories/QU0CC8GFR4SG>
- Rupee Bonds May Fall on Higher Oil, UST Yields: Inside India
<https://blinks.bloomberg.com/news/stories/QU1ZL0T0AFB6>
- Plentiful Rain Forecast Boosts India's Farm Output Prospects (1)
June-September rainy season is likely to be normal this year
Cumulative monsoon rainfall seen 101% of long-term average
<https://blinks.bloomberg.com/news/stories/QU0PDT0AFB5>
- RBI May Have Let Rupee Rise 2% to Fight Inflation Pressures (1)
Rupee turned into Asia' best performing currency in May
RBI easing on intervention is significant change: ANZ's Mathur
<https://blinks.bloomberg.com/news/stories/QU0LAPT0G1KX>
- Taper Tantrum Haven May Be Found in Emerging Markets, BofA Says
Fed may announce its taper plans in September, MacFarlane says
Developing-nation euro bonds outperformed dollar debt in 2013
<https://blinks.bloomberg.com/news/stories/QU0N6JT1UM11>
- Rupiah Advances to Two-Week High on Strong PMI: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/QU1UODT0G1L9>
- IHS Markit Indonesia May Manufacturing PMI 55.3 vs 54.6 in April
<https://blinks.bloomberg.com/news/stories/QU1TC1T0AFCO>
- Indonesia Keeps Fiscal Deficit Promise Despite Pandemic Woes (1)
Budget shortfall is estimated as low as 2.71% of GDP by 2023
Central bank watchful of Covid-19 spike, impact on consumption
<https://blinks.bloomberg.com/news/stories/QU00A6T0G1KX>
- Mexico Government Close to Keeping Congress Super-Majority: Poll
Forty percent of voters back Morena, 16% for PRI, 15% for PAN
Ruling coalition to fall 19 seats short of two-thirds majority
<https://blinks.bloomberg.com/news/stories/QTZKV5T0AFB8>
- Goldman Sees Mexico, S. Africa, Russia Resilient to Rate Hikes
<https://blinks.bloomberg.com/news/stories/QU20D8T0G1KW>



- BofA, Goldman Boost Brazil Growth Bets After Solid First Quarter
First quarter GDP grows 1.2% q/q, above estimate by economists
Brazilian real jumps to highest level this year after release
<https://blinks.bloomberg.com/news/stories/QU108HT0G1KZ>
- Brazil's 2021 GDP Forecast Raised at Credit Suisse, BNP Paribas
<https://blinks.bloomberg.com/news/stories/QU1H4YT0G1KY>
- A \$14 Billion Pile of Colombian Debt Is at Risk of Becoming Junk
Colombian corporate bonds would fall if Fitch cuts sovereign
Ecopetrol bonds already trade wide to junk-rated peers
<https://blinks.bloomberg.com/news/stories/QTQ4F9T0G1KY>
- Chile Economic Activity Posts Smaller-Than-Expected Drop (1)
Activity fell 1.4% in April from month prior: central bank
Roughly 90% of population was under strict quarantine in April
<https://blinks.bloomberg.com/news/stories/QU100HT0G1KX>

- Erdogan Timeline for Rate Cuts Pushes Turkish Lira to Record Low
Turkish president cites 'July-August' in call for rate cuts
Currency weakens to fresh lows after president's TV remarks
<https://blinks.bloomberg.com/news/stories/QU1UQ7T0G1KW>
- Inflation Spike Near 5% Trips Alarm for Polish Policy Makers (1)
Inflation expectations may be uprooted as CPI hits decade high
Central bank has vowed to keep key rate at 0.1% into 2022
<https://blinks.bloomberg.com/news/stories/QU0PO6T0AFBC>
- Polish Inflation May Be Elevated But It's Under Control: Muller
<https://blinks.bloomberg.com/news/stories/QU2A08T0AFB5>
- Hardt: Polish MPC Should Consider 15bps Rate Hike in June
<https://blinks.bloomberg.com/news/stories/QU0PVHDWRGG2>
- Hungarian Producer Prices Rise by Most in 15 Years in April
<https://blinks.bloomberg.com/news/stories/QTYL9LT0G1L0>
- Czech Opposition Seeks to Oust Cabinet Before October Vote (1)
<https://blinks.bloomberg.com/news/stories/QU0NZUT0G1L4>
- Czech Rep. May PMI 61.8 vs 58.9 in April; Est. 59
<https://blinks.bloomberg.com/news/stories/QU0I3UT0AFB7>
- S. Africa Unemployment at New High as Building, Trade Cut Jobs
Official unemployment at 32.6% versus 32.5% in fourth quarter
Number of discouraged work seekers surged by 201,000
<https://blinks.bloomberg.com/news/stories/QU008BT1UM14>
- Rand at Two-Year High Amid Growth Optimism: Inside South Africa
<https://blinks.bloomberg.com/news/stories/QU0GRR1UM0W>