

DM Headlines

- U.S. Inflation Expectations Rise to New Highs in N.Y. Fed Survey
Three-year expectations reached highest since 2013 in May
Fed officials may discuss the results at this week's meeting
<https://blinks.bloomberg.com/news/stories/QUOZZCT0AFB6>
- Millions of Missing Jobs Should Make Inflation Hawks Think Twice
ILO says world is 75 million jobs short of its pre-crisis path
Officials at Fed, ECB say inflation pressures likely temporary
<https://blinks.bloomberg.com/news/stories/QUGLK1DWRGGX>
- Another Record for Fed Reverse Repo Signals Persistent Cash Glut
<https://blinks.bloomberg.com/news/stories/QUPGNUTOAFBJ>
- Treasury Yields Rebound as Rally Lures Bears From Hibernation
Several Wall Street banks flag reasons to expect a selloff
U.S. 10-year Treasury yield briefly regains 1.5% level
<https://blinks.bloomberg.com/news/stories/QUPB22T1UM11>
- There's a Big Divergence Developing in Inflation Expectations
Older people who remember bouts of high inflation see much stronger price pressures ahead.
<https://blinks.bloomberg.com/news/stories/QUQ3JCT0G1KX>
- World's Most Bubbly Housing Markets Flash 2008 Style Warnings
<https://blinks.bloomberg.com/news/stories/QUIJQVDWRGG3>
- Oil Holds Near \$71 as Traders Weigh Consumption, Virus Variants
Coronavirus restrictions in England get extended by four weeks
WHO chief warns that global outbreak is now 'moving faster'
<https://blinks.bloomberg.com/news/stories/QUQ54TT1UM15>
- CNH, AUD and CAD Set to Gain Most Against U.S. Dollar: Insight
<https://blinks.bloomberg.com/news/stories/QUIQZ7DWRGG0>

- EU Set to Lift Travel Curbs for U.S. Residents This Week
<https://blinks.bloomberg.com/news/stories/QUQ7H5T0AFB4>
- EU, U.S. Must Remove Trade Tariffs as Quickly as Possible: Maas
<https://blinks.bloomberg.com/news/stories/QUQANFT0AFBJ>
- EU Starts \$1 Trillion Debt Plan That Will 'Transform' Europe (2)
EU debuts 10-year bonds, which will finance loans to members
Bloc to conduct three syndicated sales before August
<https://blinks.bloomberg.com/news/stories/QUP4OMT0G1KZ>
- ECB Sees Early Tensions Emerge Over Ending Crisis Stimulus (2)
Lagarde says far too early to debate if program ends in March
Holzmann says program will end then if no new virus wave
<https://blinks.bloomberg.com/news/stories/QUP1V3DWLU6X>
- ECB Stimulus Will Be at Least as Prolonged as Fed's: Villeroy
<https://blinks.bloomberg.com/news/stories/QUP1N7DWRGG0>
- Swiss Deploying World's Lowest Rate Won't Flinch at Inflation
Central Bank may reiterate stance with intervention pledge
Swiss inflation rate is well below that of euro area or U.S.
<https://blinks.bloomberg.com/news/stories/QUHAJLDWLU6T>



RUBRICS

- France to Hit Pre-Crisis Output in Early 2022, Central Bank Says
GDP seen rising 5.8% in 2021, 4.1% in 2022, 2.1% in 2023
Governor Villeroy says economy is 'accelerating noticeably'
<https://blinks.bloomberg.com/news/stories/QUP30TT0G1KW>
- Rampant Variant Derails U.K.'s Plan to Lift Coronavirus Measures
Easing of restrictions postponed in England by four weeks
Delta variant now accounts for nine in 10 cases in U.K.
<https://blinks.bloomberg.com/news/stories/QUPMBST0AFBE>
- U.K. to Announce Australia Trade Pact in Post-Brexit Deal (1)
Australia is Britain's 20th-largest trading partner globally
British premier Johnson seeking to boost non-EU trade
<https://blinks.bloomberg.com/news/stories/QUPUHLT0AFFN>
- BOE's Bailey Says U.K. Economy is Bouncing Back Strongly
<https://blinks.bloomberg.com/news/stories/QUP2XZT0G1KZ>
- BOE's Bailey Says Sterling Libor Switch Is 'Pretty Much' There
<https://blinks.bloomberg.com/news/stories/QUP2BDT0AFB5>
- Australia Central Bank Sketches Out Scenarios for Bond Purchases
RBA board said it's premature to consider ceasing QE program
Yield target bond roll over will depend on inflation prospects
<https://blinks.bloomberg.com/news/stories/QUPZKBT0AFB7>
- (AU) 1Q House Price Index QoQ, actual 5.3%, est. 5.2%, prior 3.0%
- AUD Falls Near One-Week Low on Dovish RBA: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/QUQ5A2T0G1KX>
- Bond Fund Giants See Shake-Up Down Under as RBA Mulls Taper
Schroders, Yarra Capital sell short maturities, buy longs
Investors expect stimulus taper at pivotal July 6 meeting
<https://blinks.bloomberg.com/news/stories/QUPZGGT0AFB6>
- Australia's Bright Recovery Masks Clouded Horizon, Gregory Says
Veteran economist worries at being locked out of China growth
Inflation is also a looming threat, particularly from the U.S.
<https://blinks.bloomberg.com/news/stories/QUIL0MDWLU6B>
- BOJ Is Said to See No Need for Extra Bond-Buying Tweaks for Now
Too early to say March tweaks ineffective, people familiar say
Moves reduce JGB investors' focus on BOJ presence, they add
<https://blinks.bloomberg.com/news/stories/QUIXRQDWRGG4>
- Major Japan Life Insurers to Add Foreign Debt to Boost Returns
<https://blinks.bloomberg.com/news/stories/QUOCPYT0AFB5>
- JAPAN PREVIEW: Core Machine Orders Likely Rose 1.0% M/m in April
<https://blinks.bloomberg.com/news/stories/QUILX2DWRGG6>

EM Headlines

- (China) June 1-Yr Medium-Term Lending Facility, actual 2.95%, prior 2.95%
- PBOC Fans Liquidity Concern With Rollover That Weighs on Markets
PBOC offers 200 billion yuan via MLF, matching loans maturing
Equities fall while interbank borrowing costs rise in response
<https://blinks.bloomberg.com/news/stories/QUQ29HT1UM0Y>
- Taper, Deleveraging, Maturities Spur Chinese Dollar Bond Binge
<https://blinks.bloomberg.com/news/stories/QUPQ9WT1UM12>
- Repo Rates Climb After PBOC Rolls Over Loans: Inside China
<https://blinks.bloomberg.com/news/stories/QUPYETTOAFB6>
- 'Too Big to Fail' May Not Apply in China Anymore: Goldman (1)
Policy makers appear less willing to support even large firms
State support may depend on need to prevent systemic problems
<https://blinks.bloomberg.com/news/stories/QUOJ9LT0AFB6>
- Won Touches One-Week Low Before BOK Minutes, Fed: Inside Korea
<https://blinks.bloomberg.com/news/stories/QUPTTYT1UM0W>
- India Retail Inflation Unexpectedly Quickens to 6.3% in May (1)
May consumer prices rise 6.30%, versus 5.4% estimate
Headline inflation is above RBI's 6% tolerance limit
<https://blinks.bloomberg.com/news/stories/QUOX7OT1UM0W>
- Rupee Bonds May Drop as CPI Jump Tops Estimate: Inside India
<https://blinks.bloomberg.com/news/stories/QUQ1L8T0G1KX>
- INDIA REACT: Inflation Surge May Fast Track Cut in Fuel Tax (2)
<https://blinks.bloomberg.com/news/stories/QUPUIIT1UM0Y>
- Indonesia Steps Up Movement Limits as Virus Cases Pick Up (1)
Military, police to ensure people comply with health protocols
Delta variant first found in India detected in Jakarta cases
<https://blinks.bloomberg.com/news/stories/QUOOP8T1UM0Z>
- Bank Indonesia Sees Rupiah Weakening as 'Still Reasonable'
<https://blinks.bloomberg.com/news/stories/QUOTQVT1UM12>
- Rupiah, Bonds Fall on Stricter Movement Limits: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/QUQ2ADT0AFBI>
- Thirst for Yield Sends Global Funds Deep Into Emerging-Asia Debt
Foreign flows into South Korea, Thailand and Indonesia surge
Emerging-market bonds are generally under-owned, DBS says
<https://blinks.bloomberg.com/news/stories/QUO3HST0G1KW>

- Banxico Seen Retaining Autonomy With Herrera as Chief: Moody's
<https://blinks.bloomberg.com/news/stories/QUPCKAT0G1LA>
- Price Pressures in Mexico Raise Probability of Rate Hike in 2021
<https://blinks.bloomberg.com/news/stories/QUPN87T1UM0W>
- Brazil Analysts Bet on Faster Inflation and Higher Key Rate (1)
2021 year-end inflation seen at 5.82%, Selic at 6.25%: survey
Central Bank is expected to raise key rate to 4.25% on Wed.
<https://blinks.bloomberg.com/news/stories/QUOXGST0AFB4>
- Brazil Has Six-Month Window to Pass Public Sector Reform



Administrative reform has dragged unsuccessfully for decades
Committee head optimistic about change happening in 2021

<https://blinks.bloomberg.com/news/stories/QUPA80T0AFCK>

- Chilean Peso Up on BCCh Governor's Hawkish Remarks: Inside Andes
<https://blinks.bloomberg.com/news/stories/QUOXNAT0G1L0>
- Rare Political Accord Gives Bonds a Reprieve: Chile Fixed Income
Some legislators now say no more pension withdrawals needed
Market pricing in earlier rate hike after quarterly report
<https://blinks.bloomberg.com/news/stories/QUHSF9DWX2PV>
- Hungary Likely to Back Quarterly Rate Hike, Pleschinger Says (2)
Central bank to scrap gap between base rate, 1-week deposit
Pleschinger says rate hikes mustn't undercut economic growth
<https://blinks.bloomberg.com/news/stories/QUP83XT0AFB9>
- Municipal Ballot Loss Revives Divisions in Polish Coalition (1)
Candidate of pro-EU opposition bloc wins 57% in Rzeszow vote
Ruling coalition strikes deal with lawmakers to keep majority
<https://blinks.bloomberg.com/news/stories/QUOQTBT0G1KX>
- ING Sees Major Hungary Rate Hike in June, Boosting Forint
<https://blinks.bloomberg.com/news/stories/QUOU27T0AFB5>
- Central Banker Favors June Liftoff for Czech Interest Rates
Holub says cost of delaying Czech rate hikes increased
Czech central bank will 'definitely' increase GDP outlook
<https://blinks.bloomberg.com/news/stories/QUNJM7T0G1KX>
- Czech Republic Posts CZK37.31Bn Current Account Surplus in April
<https://blinks.bloomberg.com/news/stories/QUOLJ9DWX2PU>
- Rate Hawks Urge Start of Hikes in East EU to Tame Inflation (1)
Hungary, Czech Republic may raise borrowing costs next week
Central banks want to prevent spike in inflation expectations
<https://blinks.bloomberg.com/news/stories/QUOUW3T0G1KZ>
- South Africa Agriculture-Business Mood Index Jumps to a Record
Agribusiness gauge rose to 75 in second quarter from 64
Mood supported by favorable weather, strong commodity prices
<https://blinks.bloomberg.com/news/stories/QUOSK9T0AFB4>
- Aspen Sees No Delay to South Africa Vaccines Despite U.S. Blow
<https://blinks.bloomberg.com/news/stories/QUP3J2T1UM10>