

DM Headlines

- McConnell Wants Infrastructure De-Linked From Spending Bill
GOP leader demands Pelosi, Schumer de-link passage of both
Republicans seek to head off Democrats plan on spending, taxes
<https://blinks.bloomberg.com/news/stories/QVF6OST0G1KX>
- Oil Extends Drop as Covid Concerns Surface Ahead of OPEC+ Meet
U.K. virus cases have spiked due to infectious delta variant
WTI declines 0.4% after dropping back below \$73 on Monday
<https://blinks.bloomberg.com/news/stories/QVG690T0AFB8>
- House Passes Its Version of U.S.-China Competitiveness Bills
House is taking different approach from Senate on R&D
Differences between two chambers will have to be negotiated
<https://blinks.bloomberg.com/news/stories/QVFOOX0T0AFB4>
- High Beta Currencies Suited to Outperform Post FOMC: Stanchart
<https://blinks.bloomberg.com/news/stories/QVFRZ6T1UM16>
- Fed Reaction Function Concern Fuels Short-End Activity: Barclays
<https://blinks.bloomberg.com/news/stories/QVFUB7T0AFB5>
- Fed Governor Quarles Is Sounding Very Bullish on Stablecoins
<https://blinks.bloomberg.com/news/stories/QVFEZQT1UM0X>

- ECB Charts Lone Crisis Stimulus in Choppy Wake of Shifting Fed
U.S. exit from crisis measures could complicate ECB's job
Weaker euro, higher rates would work in opposite directions
<https://blinks.bloomberg.com/news/stories/QVEN1ZT0AFBA>
- Guindos: ECB Is Attentive to Possible Second-Round Inflation
<https://blinks.bloomberg.com/news/stories/QVF3FLT0G1KX>
- EU's Economic Guardians Are Split on Post-Pandemic Strategy (1)
ECB's Panetta says return to pre-crisis policy would be wrong
EU's Gentiloni says fiscal rules must reflect the new reality
<https://blinks.bloomberg.com/news/stories/QVF398T1UM15>
- Europe Toughens Curbs on U.K. Visitors to Stem Virus Variant (1)
Portugal, Spain among those imposing new restrictions
Elsewhere, Hong Kong will ban passenger flights from Britain
<https://blinks.bloomberg.com/news/stories/QVESIMT0G1L3>
- ECB's Weidmann Sees Upside Risks to German, Euro-Area Inflation
<https://blinks.bloomberg.com/news/stories/QVEUI1T0AFB7>



RUBRICS

- Fresh Brexit Fish Spat Averted as Jersey Extends French Amnesty
French boats get extra three months to fish near British isle
Fishing rights dispute sparked U.K.-France standoff in May
<https://blinks.bloomberg.com/news/stories/QVF8B1T1UM0Z>
- U.K. House Prices Surge Most in 17 Years, Nationwide Says
<https://blinks.bloomberg.com/news/stories/QVG9S2T0AFB6>
- Delta Outbreak Sees Once-Envied Australia Losing Its Luster (1)
Perth joins Sydney, Darwin in lockdown as clusters emerge
Slow vaccine rollout is making nation vulnerable to strain
<https://blinks.bloomberg.com/news/stories/QVFNA0T0G1KW>
- RBNZ Plans Asset Allocation Review, New Investment Framework
<https://blinks.bloomberg.com/news/stories/QVfy9MT1UM1B>
- Aussie Has More Upside Against Yen Than Greenback: Mizuho Sec
<https://blinks.bloomberg.com/news/stories/QVfSA8T1UM0W>
- Aussie Falls as Covid Variant Spread Weighs: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/QVG3FDT1UM0W>
- Half of Australia's Population in Lockdown as Delta Spreads (1)
Brisbane, Perth latest cities to enforce restrictions
Pressure mounting on leader Morrison to ramp up vaccines
<https://blinks.bloomberg.com/news/stories/QVFXOKT0G1L1>
- Supply Concern to Increasingly Weigh on Super-Long JGBs: Mizuho
<https://blinks.bloomberg.com/news/stories/QVFQNDT0AFJD>
- (Japan) May Japan Unemployment (SA), actual 3.0%, est. 2.9%, prior 2.8%
- (Japan) May Retail Sales YoY, actual 8.2%, est. 8.1%, prior 12.0%, revised 11.9%
- Japan's Retail Sales Signal Possible Bottom in Consumer Spending
<https://blinks.bloomberg.com/news/stories/QVFS2PT1UM10>

EM Headlines

- China's Economy Is Stabilizing and Improving, PBOC Says (1)
Central bank says China needs to prevent "external shocks"
Comments show a more positive view on economy, Citic says
<https://blinks.bloomberg.com/news/stories/QVFTCXT1UM0W>
- Repo Rate Climbs as Banks Hoard Cash for Checks: Inside China
<https://blinks.bloomberg.com/news/stories/QVFK2T1UM0X>
- PBOC May Continue Injecting Small Amount of Liquidity: News
<https://blinks.bloomberg.com/news/stories/QVFOXQT1UM11>
- China's Communists Face Daunting Future as Party Marks 100 Years
President Xi Jinping looks stronger than ever, but succession questions and growing apathy among China's youth are looming challenges
<https://blinks.bloomberg.com/news/stories/QVFK8QDWLU69>
- China's Digger Demand Slump Signals Worse Is Yet to Come
Recent China demand is worse than expected: Komatsu President
Surging coal prices are reviving demand in Southeast Asia
<https://blinks.bloomberg.com/news/stories/QV7I3EDWX2PX>
- China's Retailers Tap Record Low Credit, Beige Book Says
Tight credit, subdued consumer spending to weigh on outlook
Investment slowed in most industries, with retailers hard hit
<https://blinks.bloomberg.com/news/stories/QV70F7DWRGG4>
- Asia Is About to See a Surge of Refinancing Thanks to the Fed
Borrowers need to get in fast before borrowing costs rise
Banks in the region are looking to deploy excess liquidity
<https://blinks.bloomberg.com/news/stories/QUF1QEDWLU6L>
- Korean Bonds Track Overnight Gains in Treasuries: Inside Korea
<https://blinks.bloomberg.com/news/stories/QVFT18T0G1KY>
- Korea's Government Takes More Bullish View on Growth Than BOK
Finance ministry raises 2021 GDP projection to 4.2% from 3.2%
Ministry sees inflation at 1.8%, close to central bank target
<https://blinks.bloomberg.com/news/stories/QVEHVWT1UM15>
- INR Bonds Gain Supported by Easing Oil, UST Yields: Inside India
<https://blinks.bloomberg.com/news/stories/QVG6QOT1UM0Z>
- Soaring Pump Prices Pose Threat to Indian Recovery and Inflation
Gasoline, diesel now costlier than when oil topped \$100/bbl
Middle-class drivers squeezed while truckers set for protests
<https://blinks.bloomberg.com/news/stories/QVDY4ST0AFBE>
- Indonesian Province Orders Lockdowns as Virus Spike Worsens (1)
Covid fatality rate of 6.4% is higher than national average
Central Java added 2,143 new infections in past 24 hours
<https://blinks.bloomberg.com/news/stories/QVELTOT0G1LK>
- Rupiah Falls to 2-Month Low on Covid Curbs: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/QVFWOKT0AFB4>
- Mexico Warns Against Cryptocurrency Use After Billionaire Pitch
Banxico says financial institutions can't trade crypto assets



- Billionaire Salinas said Azteca bank working to accept Bitcoin
<https://blinks.bloomberg.com/news/stories/QVFIE1T0AFB6>
- Colombia Defies Regional Trend, Holds Key Rate at Record Low (2)
Mass unrest caused biggest inflation spike in two decades
Mexico and Brazil lifted borrowing costs earlier this month
<https://blinks.bloomberg.com/news/stories/QVFF7LT1UM0W>
- Selic to Neutral; Stronger Brazil Growth, BRL: Market Espresso
<https://blinks.bloomberg.com/news/stories/QV9R8YDWX2PV>
- Water Crisis Is Compounding an Inflation Time Bomb in Brazil
Electricity prices jumping as costlier thermo plants deployed
Bolsonaro wants to avoid power rationing ahead of elections
<https://blinks.bloomberg.com/news/stories/QV2IGIDWRGG6>

- Hungarian Central Bank Chief Sees Euro Area as Disastrous 'Trap'
<https://blinks.bloomberg.com/news/stories/QVEPD3T0G1KW>
- Reuters: Poland should copy Hungarian LGBT law, says Polish minister
<https://t.co/lf8MXPXQUe>
- South Africa Central Banker Sees Economy More Lockdown-Proof (1)
Monetary policy to remain accommodative as rates are hiked
Central bank may revise growth forecast higher at MPC meeting
<https://blinks.bloomberg.com/news/stories/QVG6X2T0G1L7>
- Virus Outbreaks in Sydney, South Africa Cool Hot Currency Trades
Rand turns from winner to loser as new restrictions take hold
Reopening delays forcing rethink of global reflation trade
<https://blinks.bloomberg.com/news/stories/QVETJOT1UM0X>
- South African Consumer Mood Falls on End of Welfare Program
Second-quarter consumer-confidence index drops to -13 from -9
New lockdown measures could further weigh on consumer mood
<https://blinks.bloomberg.com/news/stories/QVEDNGDWRGG4>