

DM Headlines

- GDP Likely to Show 'Misleading' U.S. Weakness as Fed Plots Path
Projected 1% 1Q GDP growth belies solid consumer spending
Income and spending report to show big impact of inflation
<https://blinks.bloomberg.com/news/stories/RB0CZHDWRGG0>
- Dollar Extends Gains as Dovish BOJ Ripples Through FX World
Japanese yen tanks beyond 130 for the first time since 2002
Bank of Japan's sticks with easing in contrast to hawkish Fed
<https://blinks.bloomberg.com/news/stories/RB1BN1DWX2Q6>
- Stock Rout Is Fed's 'Best-Case Scenario' as Powell-Put Era Ends
Financial conditions are tightening ahead of May's meeting
Dyanmic is close to 'best-case scenario' for the Fed: Suzuki
<https://blinks.bloomberg.com/news/stories/RAYN4XDWRGG1>
- Fed Balance-Sheet Runoff Can Lift Real Yields Toward 2019 Highs
<https://blinks.bloomberg.com/news/stories/RB10OXDWX2PS>
- Treasury Market's Fragmented Liquidity Spurs Aggregation Tool
Trading-algo developer Quantitative Brokers enters market
New tool is intended to end the need for 'babysitting' orders
<https://blinks.bloomberg.com/news/stories/RAY5G7DWX2PT>
- Macklem Reiterates That Canada Rates Will Need to Go Higher
<https://blinks.bloomberg.com/news/stories/RB0VCADWLU6N>
- Oil Sinks Toward \$100 as China's Virus Lockdowns Weigh on Demand
Chinese crude stockpiles rise as restrictions curb consumption
Russian oil production may decline as much as 17% this year
<https://blinks.bloomberg.com/news/stories/RB15FODWX2PS>
- Shorter-Dated Treasuries Attractive as Yields Near Peak: AM-One
<https://blinks.bloomberg.com/news/stories/RB0Z7DDWX2PS>
- GLOBAL INSIGHT: Xi, Putin and the Problem For Fed Forecasters
<https://blinks.bloomberg.com/news/stories/RB006KDWX2PS>

- EU Tells Companies Not to Bend to Russian Gas Demands (2)
Germany says risk of supply halt must be taken seriously
Eni is taking steps to open ruble accounts as a precaution
<https://blinks.bloomberg.com/news/stories/RB0BGQDWX2PS>
- Europe Sees Ambiguity in EU's Advice on Russian Gas Demands (1)
Bloc's executive arm to fine-tune guidance, officials say
Some governments want to close off appearance of workarounds
<https://blinks.bloomberg.com/news/stories/RB1E4GDWLU6F>
- Germany Ready to Back EU Ban on Russian Oil If It's Gradual (1)
Berlin prefers ban with transition period, people familiar say
European diplomats discussing various sanctions mechanisms
<https://blinks.bloomberg.com/news/stories/RB08TVDWRGG5>
- Europe Gas Extends Gains as Buyers Wrestle With Ruble Payments
Benchmark Dutch futures settle higher for a second day
Gazprom earlier suspended shipments to Poland, Bulgaria
<https://blinks.bloomberg.com/news/stories/RB07F8DWX2PT>



RUBRICS

- ECB's Lagarde: 'Unwavering Commitment' to Deliver Inflation Goal
<https://blinks.bloomberg.com/news/stories/RB09XTDWX2PV>
- ECB's Lagarde Says Asset Purchases Probably Ending in July: DPA
<https://blinks.bloomberg.com/news/stories/RB08LJDWX2PU>

- Brexit Explains 80% of U.K. Inflation, Former BOE Official Says
Adam Posen says he'd back a half-point rate hike in May
Economist says there's no chance of a U.S.-U.K. trade deal
<https://blinks.bloomberg.com/news/stories/RAZXG2DWRGG2>
- U.K. Ministers Split Over Proposal to Cut Some Food Tariffs (1)
Rees-Mogg pushes tariff cuts on rice, person familiar says
Johnson backs plan, Trade Department opposes, person says
<https://blinks.bloomberg.com/news/stories/RAZWAQDWRGG2>
- U.K. INSIGHT: From 9% to 1% Inflation? How BOE May SHOK Markets
<https://blinks.bloomberg.com/news/stories/RB1CXGDWRGG3>
- City of London Should Embrace U.S. for Brexit Boost, Report Says
<https://blinks.bloomberg.com/news/stories/RB07PZDWX2Q1>

- Australia's Inflation Surge Could Bring Early RBA Hike
<https://blinks.bloomberg.com/news/stories/RB0N0BTOAFB4>
- New Zealand April Inflation Expectations Climb Higher, ANZ Says
<https://blinks.bloomberg.com/news/stories/RB0YTUDWX2PT>
- Westpac Now Sees 15 Basis-Point RBA Rate Hike in May, 25 in June
<https://blinks.bloomberg.com/news/stories/RB13FBDWLU6V>
- (NZ) March Trade Balance NZD, actual -392m, prior revised -691m
- (NZ) April ANZ Business Confidence, actual -42.0, prior -41.9
- (AU) 1Q Import Price Index QoQ, actual 5.1%, est. 7.0%, prior 5.8%
- (AU) 1Q Export Price Index QoQ, actual 18.0%, est. 11.0%, prior 3.5%
- Australia's Export Prices Rise at Fastest Pace on Record (1)
<https://blinks.bloomberg.com/news/stories/RB14DTDWLU75>

- BOJ Sparks Sharp Yen Slide by Doubling Down on Bond Purchases
Central bank vows daily buys of unlimited bonds at fixed-rate
Yen quickly sets fresh two-decade low of 129.87 per dollar
<https://blinks.bloomberg.com/news/stories/RB17AWDWLU6A>
- BOJ Will Conduct Fixed-Rate Bond Operation Every Day
<https://blinks.bloomberg.com/news/stories/RB0Q56DWLU6T>
- Japan's Factory Output Slows in March After Earthquake (2)
<https://blinks.bloomberg.com/news/stories/RB0WRXDWX2PS>
- Japan Life Insurers to Ditch Foreign Debt as Hedging Costs Rise
Many plan to boost yen bond allocation as yields climb at home
Currency risks have become a greater concern amid yen weakness
<https://blinks.bloomberg.com/news/stories/RAYYFTDWX2PS>
- (Japan) March Retail Sales YoY, actual 0.9%, est. 0.3%, prior revised -0.9%
- (Japan) March Industrial Production YoY, actual -1.7%, est. -1.3%, prior 0.5%
- Yen Slumps as BOJ Reinforces Super-Easy Stance: Inside Japan
<https://blinks.bloomberg.com/news/stories/RB18HJDWX2PS>

EM Headlines

- China Cities Toughen Covid Steps to Avoid Shanghai's Woes (1)
Hangzhou starts mass testing; Qinhuangdao in partial lockdown
China now near bottom of Bloomberg's Covid Resilience Ranking
<https://blinks.bloomberg.com/news/stories/RB1AZXDWLU6G>
- Banks Slash Yuan Forecasts as China's Economy Reels From Covid
Currency to fall a further 2% in next three months: survey
Controlled currency depreciation may help economy: RBC
<https://blinks.bloomberg.com/news/stories/RB12J9DWRGG0>
- Doubts Grow Over Chinese Statistics as Covid Ravages Economy
Official data is extra dodgy in a political year. Luckily, it's easier than ever to fact-check.
<https://blinks.bloomberg.com/news/stories/RB0NONT0AFCN>
- China Pledges Aid for Unemployed, Growth of Internet Firms (2)
Temporary subsidies to be given to some who've lost jobs
State Council says healthy internet economy needed for jobs
<https://blinks.bloomberg.com/news/stories/RB16ZHDWX2PT>
- Yuan Extends Drop With Regional Peers on Yen Slump: Inside China
<https://blinks.bloomberg.com/news/stories/RB12HDDWRGG0>
- Won Decline Slows on Finance Minister Comments: Inside Korea
<https://blinks.bloomberg.com/news/stories/RB0WV4DWX2PW>
- Kim Jong Un Appears to Lower His Guardrails for a Nuclear Strike
North Korea may use weapons in 'unwanted situation,' he says
Broader doctrine raises risk of miscalculation in U.S. clash
<https://blinks.bloomberg.com/news/stories/RB0TYCDWRGG0>
- IDR Falls as Palm Ban Risks Stoking Inflation: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RB0XN1DWRGG2>
- Indonesia Adds to Global Food Shock With Widened Palm Export Ban
Move sent market into a tailspin and may worsen food inflation
Policy will include crude palm oil, used cooking oil and more
<https://blinks.bloomberg.com/news/stories/RB01BADWRGG2>
- S&P Returns Indonesia Outlook to Stable as Deficit Set to Narrow
Indonesia making gradual progress to fiscal consolidation: S&P
Outlook was cut to negative in 2020 due to 'weakened' position
<https://blinks.bloomberg.com/news/stories/RAZW5IDWLU6A>
- Rupee Bonds Fall for Third Day After USTs Slump: Inside India
<https://blinks.bloomberg.com/news/stories/RB16VEDWLU6K>
- Rate-Hike Bets Spark Massive Rush Into Short Debt: India Credit
<https://blinks.bloomberg.com/news/stories/RAVT6DDWX2PT>
- AMLO Confirms Talks on Inflation Pact With Mexican Companies
Government in negotiations with top firms over 24 basic goods
President rules out imposing price controls to tame inflation
<https://blinks.bloomberg.com/news/stories/RB01QIDWLU6U>
- MXN Drops Past 100-DMA as USD at Multi-Year High: Inside Mexico
<https://blinks.bloomberg.com/news/stories/RB05GJDWLU6T>
- Top Brazil Trader Jakurski Says Real's Best Days Are Behind It



Real more likely to weaken than to reach pre-pandemic level

Former Soros trader sees little reason for Brazil optimism

<https://blinks.bloomberg.com/news/stories/RAVD9TDWLU68>

- Brazil's Inflation Jump Keeps Post-May Key Rate Hike in Play (1)
Prices rose 12.03% on year, 1.73% on month in mid-April
Inflation drivers in mid-April include food, transportation
<https://blinks.bloomberg.com/news/stories/RAZZCKDWRGG9>
- Chile's Peso to Close 2022 at 826 Per Dollar, Banchile Says
<https://blinks.bloomberg.com/news/stories/RB0H45DWRGG0>
- Colombia March Industrial Confidence Falls to 13.6
<https://blinks.bloomberg.com/news/stories/RB09BTDWX2PS>

- EU Triggers \$42 Billion Budget Fight With Hungary's Orban (2)
Formal notification sets in motion a months-long process
EU confident to have evidence of rule of law breaches
<https://blinks.bloomberg.com/news/stories/RB03DKDWRGG1>
- Poland Calls on EU States Not to Pay in RUB for Russian Gas (1)
<https://blinks.bloomberg.com/news/stories/RB03OODWX2PS>
- Why Poland Isn't Panicking After Russia Shut Off the Flow of Gas
<https://blinks.bloomberg.com/news/stories/RAZQ98DWRGG5>
- Hungary's Szijjarto Says Gas Flow From Russia Uninterrupted (1)
<https://blinks.bloomberg.com/news/stories/RAZMUMDWRGG2>
- Russia Gas Halts Remind Currency Traders of Risks: Inside CEE
<https://blinks.bloomberg.com/news/stories/RAZN7SDWX2PU>
- Nidetzky Sees May Debate About 25-50bps Czech Rate Hike: Ekonom
<https://blinks.bloomberg.com/news/stories/RB1AJHDWRGG0>
- Nidetzky Says Another Czech Rate Increase 'Can't Be Ruled Out'
<https://blinks.bloomberg.com/news/stories/RB0E4UDWX2PW>
- Russia's Gas Halt Wakes Up CEE FX Traders
<https://blinks.bloomberg.com/news/stories/RB00A1DWRGG0>
- Mora Sees Possible Czech Rate Hike or No Change in May: Reuters
<https://blinks.bloomberg.com/news/stories/RAZNNSDWX2PV>
- South Africa's Covid-19 Statistics Continue Steady Increase
<https://blinks.bloomberg.com/news/stories/RB08PLDWX2PZ>
- South Africa Begins 'Bounce-Back Scheme' With 20b Rand on Offer
<https://blinks.bloomberg.com/news/stories/RAXS3PDWRGG1>
- Four European Gas Buyers Made Ruble Payments to Russia
Person close to Gazprom says 10 buyers opened ruble accounts
No more cutoffs seen until next ruble payments due in May
<https://blinks.bloomberg.com/news/stories/RAZQ8FDWX2PS>