

DM Headlines

- Treasury Selloff Sends 10-Year Yield to 3% Ahead of Fed's Move
U.S. 10-Year TIPS yield surges above 0.17%, highest since 2020
Signals tighter financial conditions before Fed meeting
<https://blinks.bloomberg.com/news/stories/RB9UCMT1UM1C>
- U.S. Seen Cutting Quarterly Debt Sale Once More, Ahead of Fed QT
Third straight reduction seen to so-called quarterly refunding
Inflation-linked bond sales likely to be boosted amid demand
<https://blinks.bloomberg.com/news/stories/RB9RJCT1UM0W>
- End of Easy Money Brings a \$410 Billion Global Financial Shock
Inflation is pushing central banks to shrink their balance sheets as they hike interest rates, adding a new risk for the world economy.
<https://blinks.bloomberg.com/news/stories/RB7ZKHDWX2Q1>
- Griffin Says Fed Needs 4% Inflation This Year to Avoid Recession
Cryptocurrencies are 'great hot spot' of debate within Citadel
Billionaire discusses a range of topics at Milken conference
<https://blinks.bloomberg.com/news/stories/RB9QMCT0G1KW>
- 50 Bps, Then What? Three Fed Terminal Rate Paths
<https://blinks.bloomberg.com/news/stories/RB9TQUT0G1KW>
- Fed Needs to Do More Than Raise Interest Rates: Mohamed El-Erian
The central bank must make progress on four critical issues to regain credibility and stabilize the economy.
<https://blinks.bloomberg.com/news/stories/RB9ZHWT0AFB4>
- Fed Expected to Deliver First 50 Bp Interest Rate Rise in More Than Two Decades -- Market Talk
<https://blinks.bloomberg.com/news/stories/RBAMA9073NCW>

- EU Presses to Maintain Unity Over Putin's Rubles-for-Gas Demand
'Speed is of importance here,' Irish minister Ryan says
Bloc this week will debate proposal to gradually ban oil
<https://blinks.bloomberg.com/news/stories/RB9BXTT1UM0X>
- ECB INSIGHT: Plan A to Stem Peripheral Crisis Will Fail Fast (1)
<https://blinks.bloomberg.com/news/stories/RBAIYOT0G1KW>
- EUROPE INSIGHT: Where's End For ECB, BOE? Estimating New Neutral
<https://blinks.bloomberg.com/news/stories/RB9TXZT0G1KX>
- Western Europe's Fastest Inflation Puts Dutch Data in Spotlight
Only Baltics have higher price increases in the euro zone
ABN Amro says Dutch data methods risk stoking expectations
<https://blinks.bloomberg.com/news/stories/RAY4B0DWX2PU>
- Italy Raises Windfall Tax on Energy Industry Profits to 25% (1)
Rome has spent 20 billion euros to shield its economy
Draghi government approves 14 billion-euro aid package
<https://blinks.bloomberg.com/news/stories/RB9T54T0G1KX>
- Portugal Pushing for Top Job at Europe's Expanded Bailout Fund
Lisbon touting former minister's bid as loan repayment looms
Luxembourg, Dutch, Italian officials also in race to lead ESM



- <https://blinks.bloomberg.com/news/stories/RB9H1HT0AFB4>

 - EU Aims to Dispel Ambiguity on Putin's Rubles-for-Gas Demand
Commission to present further guidelines on gas payments
Italy, Hungary voice concerns over risk of supply disruptions
<https://blinks.bloomberg.com/news/stories/RB9N3RT0AFB4>
- Bank of England Poised to Boost Interest Rates to 13-Year High
Historic tightening would trigger a review on asset sales
U.K. central bank leads the way on quantitative tightening
<https://blinks.bloomberg.com/news/stories/RB1Z2SDWRGG4>
- RBA's Bigger-Than-Expected Rate Hike Sends Aussie Higher (1)
RBA's decision wrong-footed economists and investors
Central bank joins global drive to combat inflation pressures
<https://blinks.bloomberg.com/news/stories/RBAJUKT1UM0X>
- RBA Chief's History of Caution Threatens Rates Traders' Wagers
<https://blinks.bloomberg.com/news/stories/RB8KXOTOAFB6>
- 00:45: (NZ) March Building Permits MoM, actual 5.8%, prior 10.5%, revised 12.2%
- 01:30: (AU) May ANZ Roy Morgan Weekly Consumer, actual 90.7, prior 96.5
- RBA Raises Interest Rate and Signals More to Come: Map
<https://blinks.bloomberg.com/news/stories/RBAJSRT0G1KX>
- Treasuries Weather Another Week of Selling From Japan (Correct)
MOF data show net selling of foreign bonds in recent weeks
Still, benchmark 10-year yield failed to breach 3% level
<https://blinks.bloomberg.com/news/stories/RB9NYJTOG1KW>
- Japan Seen Unlikely to Intervene With Fed's Jumbo Hike Looming
BOJ's policy divergence with the Fed is triggering weaker yen
Intervention risks showing finance ministry can't stop tide
<https://blinks.bloomberg.com/news/stories/RAOIE4TOG1KW>

EM Headlines

- Beijing Goes to Extreme Lengths to Avoid Shanghai Covid Woes (1)
Restaurant dining banned, gyms closed during May Day holiday
Three rounds of mass testing ordered to contain outbreak
<https://blinks.bloomberg.com/news/stories/RBAE62TOG1KX>
- Hong Kong's GDP Likely Contracted With Covid, China Lockdowns
Economy to post first quarterly drop since 2020, survey shows
Restrictions are lifting, but travel rules remain a strain
<https://blinks.bloomberg.com/news/stories/RB1FTTDWX2PW>
- China Contagion Threatens to Derail World's Emerging Markets (1)
Rally in commodity currencies stalls after Covid outbreaks
Stocks, currencies witness sharpest selloff in two years
<https://blinks.bloomberg.com/news/stories/RB94DSTOG1KW>
- China, South Korea Nuclear Envoys to Discuss North Korea: Yonhap
<https://blinks.bloomberg.com/news/stories/RBA1NTT0AFB4>
- S. Korea Yields Climb as CPI Rises Most Since 2008: Inside Korea
<https://blinks.bloomberg.com/news/stories/RBA5GTT1UM0X>
- Korea's Fastest Inflation Since 2008 Raises Rate Pressure (3)
April consumer prices rise 4.8%, quickening from 4.1% in March
Bank of Korea warns inflation likely to stay in 4% range
<https://blinks.bloomberg.com/news/stories/RBA847T1UM11>
- Bank of Korea Sees Inflationary Pressures Persisting in 4% Range
<https://blinks.bloomberg.com/news/stories/RBA7R0TOG1PQ>
- Scorching Heat in India to Deal New Blow to Global Wheat Supply
Crop yields likely shrank 10% to 50% this season, survey shows
'No one can guarantee the weather. It's like gambling for us.'
<https://blinks.bloomberg.com/news/stories/RAOP45T0AFBD>
- Food Protectionism Ramps Up as Indonesia Bans Palm Oil Exports
Policy is one of the 'biggest acts of agriculture nationalism'
Navy detains two tankers bound for India, UAE as ban kicks in
<https://blinks.bloomberg.com/news/stories/RB1NYCDWRGG0>

- Brazil Analysts Lift Inflation Bets Again as New Rate Hike Looms
Central bank expected to raise the Selic to 12.75% on Wed.
Analysts see inflation at 7.89% this year, 4.10% next
<https://blinks.bloomberg.com/news/stories/RB4635DWLU6M>
- Chile's Boric Takes Aim at High Fuel Costs as Inflation Runs Hot
Government to add \$40 million to fuel stabilization fund
Surging fuel costs propelling annual inflation toward 10%
<https://blinks.bloomberg.com/news/stories/RB9GFST1UM0W>
- Mexico Economists Raise 2022 CPI Est. to 6.67% Vs. 5.86%
<https://blinks.bloomberg.com/news/stories/RB9DOUGFA9Z4>
- Mexico CPI Could Take 18 Mos. to Hit 3%, Yorio Says: Financiero
<https://blinks.bloomberg.com/news/stories/RB9PHDT0G1KW>
- Mexico Cuts Debt to 45.4% of GDP, 4.6 Points Down From 2021
<https://blinks.bloomberg.com/news/stories/RB42EBDWX2PS>



RUBRICS

- Barclays Forecasts Sharp Rally in Brazil's Real on Rate Hikes
Bank is among the most accurate forecasters for the currency
Says the real will strengthen 10% by end of second quarter
<https://blinks.bloomberg.com/news/stories/RB9QLVT1UM0Z>
- Chile's Economic Activity Posts Surprise Increase on Mining
Activity rose 1.6% on month and 7.2% on year in March
Growth is facing headwinds including high inflation, key rate
<https://blinks.bloomberg.com/news/stories/RB3XO7DWLU6A>
- Colombia Central Bank Staff Sees Inflation of 7.1% at End-2022
<https://blinks.bloomberg.com/news/stories/RBA36RT0AFB4>

- Republic of Poland Affirmed at A2 by Moody's
<https://blinks.bloomberg.com/news/stories/RB4C58DWX2PS>
- Hungary Floats Veto Threat as EU Works to Ban Russian Oil (1)
Hungary won't back sanctions restricting Russian energy import
EU may consider giving Hungary additional flexibility on oil
<https://blinks.bloomberg.com/news/stories/RB8Z24T1UM0W>
- Hungary April Manufacturing PMI Rises to 58.9
<https://blinks.bloomberg.com/news/stories/RB8TSZT0AFB4>
- Czech President Says He Is Near Choosing Next Central Bank Chief
Zeman says he will announce governor pick after final meeting
President Zeman speaks in interview on CNN Prima News channel
<https://blinks.bloomberg.com/news/stories/RB7707T1UM0Z>
- Czech Rep. April PMI 54.4 vs 54.7 in March; Est. 53.6
<https://blinks.bloomberg.com/news/stories/RB8VFJT0AFBA>
- South Africa's latest surge is a possible preview of the pandemic's next chapter.
<https://blinks.bloomberg.com/news/stories/RB93DJA30ZR4>
- South African Rand Extends Fall With Markets Shut for Holiday
<https://blinks.bloomberg.com/news/stories/RB9E33T1UM0Z>
- South African Probe Finds \$924 Million of Shady Eskom Deals (1)
Panel puts ex-President Zuma at center of looting of utility
Eskom is struggling to repair damage caused by embezzlement
<https://blinks.bloomberg.com/news/stories/RB3KNSDWX2PT>