

DM Headlines

- Fed Hikes Rates Half-Point as Powell Signals Similar Moves Ahead
Interest-rate increase marks largest upward move since 2000
Stocks rally as Powell pushes back on 75 basis-point Fed move
<https://blinks.bloomberg.com/news/stories/RBDLSRT0AFB4>
- Powell Vows to Curb Inflation With Hikes That Risk Economic Pain
Fed chief sets aggressive path, stops short of drastic action
Expresses confidence rate hikes won't induce recession
<https://blinks.bloomberg.com/news/stories/RBDJN7T0AFB9>
- Central Banks Told That Risk of Wage-Price Spiral Is Real
BIS paper cites dangers from return of wage indexation
The prospect 'warrants close attention' from policy makers
<https://blinks.bloomberg.com/news/stories/RBCZ2UT1UM10>
- Bond Turbulence Far From Over as Inflation Fears Haunt Fed Path
Powell pours cold water on prospect for 75 basis point hike
Long bond yields climb with market inflation expectations
<https://blinks.bloomberg.com/news/stories/RBE3CAT0G1KW>
- Credit Risk Eases After Fed's Powell Eschews Outsize Rate Hike
Cost to protect Asia bonds against default drops most in weeks
Fed pushed back on possibility of 75 basis point hikes for now
<https://blinks.bloomberg.com/news/stories/RBE65DT0G1KZ>
- Yellen Sees Solid Growth, Possible Soft Landing for U.S. Economy
Fed will need to be skillful to achieve the combination
Medium-term inflation expectations unaffected, she says
<https://blinks.bloomberg.com/news/stories/RBD9J9T0G1L7>
- Oil Steadies Before OPEC+ Meet After Surging on EU Russian Ban
Alliance expected to agree another modest production increase
European policy makers aim to phase out flows of crude, fuels
<https://blinks.bloomberg.com/news/stories/RBE5P7T0G1KY>
- Ten-Year UST Yields Can Reach 3.2%, Dollar to Stay Strong: TD
<https://blinks.bloomberg.com/news/stories/RBDQQGDWLU6B>
- JPMorgan Asset's Cheong Favors Equities Over Bonds as Fed Hikes
<https://blinks.bloomberg.com/news/stories/RBDZPTDWRGG0>
- Treasury Rout 'Pretty Much Done' Over Next Year: Schroders
<https://blinks.bloomberg.com/news/stories/RBDYU4DWRGGA>
- Fed Relief Rally Is False Dawn to Strategists Who Fear Inflation
<https://blinks.bloomberg.com/news/stories/RBBDT73T0AFDB>
- U.S. REACT: Powell Nixes 75 Bps – Cheering Markets, Adding Risks
<https://blinks.bloomberg.com/news/stories/RBDMJ3T0AFB7>
- World Hunger 'Exploding' After 25% Spike Before Ukraine War (2)
Number of people hungry surged 25% last year, report shows
Toll may rise further as Ukraine war sends food prices high
<https://blinks.bloomberg.com/news/stories/RBD1RVT1UMOW>
- EU Raises Pressure on Russia, Targeting Oil and Biggest Bank (2)
Von der Leyen says crude oil purchases to end in six months



Member states meet Wednesday to discuss proposed sanctions

<https://blinks.bloomberg.com/news/stories/RBCN8WT0AFB4>

- Germany Says Ready to Halt Russian Oil After EU Agrees Embargo
Schwedt refinery is Germany's biggest hurdle for oil switch
Economy minister says move could still cause disruption
<https://blinks.bloomberg.com/news/stories/RBCNJTT1UM0X>
- FXStreet: ECB's Panetta: It would be incautious to act on rates before seeing Q2 data
<https://blinks.bloomberg.com/news/stories/RBE92EMB2S JL>
- ECB's Muller Sees Interest Rates Rising as Soon as July: ERR
<https://blinks.bloomberg.com/news/stories/RBCKTFT1UM11>
- Russian Oil Embargo Risks More Inflation Trouble for Europe (1)
German minister warns of supply shortage, price increases
Oil ban sees as more manageable than disruption to gas imports
<https://blinks.bloomberg.com/news/stories/RBCXAFT0G1KY>
- Finance Worker Pay in U.K. Surges at Double the National Rate
IFS study suggests trend will widen wealth inequality gap
Researcher finds few reasons for inflation-busting increases
<https://blinks.bloomberg.com/news/stories/RBCPZHT0AFB4>
- Pound Drops as Fast Money Sees BOE Softened by Fed, Traders Say
<https://blinks.bloomberg.com/news/stories/RBE5WXT1UM0X>
- BOE to Mark Independence With Rate Rise and QT: Decision Guide
U.K. central bank confronts slower growth and higher inflation
Economists and investors expect BOE to plan for asset sales
<https://blinks.bloomberg.com/news/stories/RBCNRLT1UM12>
- BOE Rate Pause Doesn't Mean Gilt Yields Follow as QE Reverses
<https://blinks.bloomberg.com/news/stories/RBE8P6T0AFB5>
- Australian Bonds Rally as Rates Traders Pare Hike Bets After Fed
Traders slash bets on aggressive RBA policy tightening
Wild swings for bonds discourage strategic trades, TD says
<https://blinks.bloomberg.com/news/stories/RBDZM8T1UM0W>
- Orr Defends Timing of RBNZ's Inflation Response as 'Courageous'
<https://blinks.bloomberg.com/news/stories/RBDM8WT0AFB5>
- (AU) March Exports MoM, actual 0%, est. 3%, prior 0%
- (AU) March Imports MoM, actual -5%, est. -4%, prior 12%, revised 13%
- Japan May Spend \$100 Billion to Slow Yen's Slide, BofA Says
Fresh surge in Treasuries may send the yen to 140 per dollar
BOJ faces a 'structural inability to hike rates meaningfully'
<https://blinks.bloomberg.com/news/stories/RBCA8ST0G1KW>
- JAPAN PREVIEW: Tokyo CPI Likely Climbed to 1.8% Y/y in April
<https://blinks.bloomberg.com/news/stories/RB8AXTDWRGG0>
- There Are Only 100 Negative-Yielding Bonds Left in the World
Number of negative-yielding bonds slides from 4,500 last year
Yields surging as investors bet on rapid interest-rate hikes
<https://blinks.bloomberg.com/news/stories/RBCHOCT0G1KW>

EM Headlines

- Hong Kong Hikes Benchmark Rate Again After U.S. Fed Tightens (1)
HKMA increases base rate to 1.25% from 0.75% on Thursday
No liquidity risk from weakening Hong Kong dollar: HKMA CEO
<https://blinks.bloomberg.com/news/stories/RBE0LMT0AFB4>
- (China) April Caixin China PMI Services, actual 36.2, est. 40.0, prior 42.0
- PBOC Sets Stronger-Than-Expected Yuan Fixing After Recent Fall
Authorities keen to keep yuan stable after recent drop: ANZ
Yuan fell more than 4% in April, its worst month on record
<https://blinks.bloomberg.com/news/stories/RBDYZSTOG1L0>
- Yuan in Tight Range Amid Weak PMI, PBOC Fixing: Inside China
<https://blinks.bloomberg.com/news/stories/RBE3XPT0G1KX>
- China's Services Activity Plunges to Lowest Since Early 2020
<https://blinks.bloomberg.com/news/stories/RBDT6PT0G1KY>
- China's Labor Day Tourist Spending Plummets on Covid Curbs (2)
Tourism spending declines 43% as people stay home, trips fall
Data underscores impact of Covid Zero policy on economy
<https://blinks.bloomberg.com/news/stories/RBDY3ATOAFB4>
- China's Big Pledges Set to Test Covid-Weary Markets in Reopening
Stocks under pressure given economic slowdown, Covid lockdowns
Fed's decision and outlook key to yuan, Chinese fixed income
<https://blinks.bloomberg.com/news/stories/RBDT5CT0AFDV>
- India's Surprise Rate Hike Spurs Aggressive Tightening Bets (1)
RBI raised its key repo rate by 40 basis points Wednesday
Expectations of a 75 basis point hike in June policy: Barclays
<https://blinks.bloomberg.com/news/stories/RBE0LHT0AFB4>
- INR Gains, Bonds Extend Selloff on RBI Rate Hike: Inside India
<https://blinks.bloomberg.com/news/stories/RBE60OT0G1KZ>
- North Korea Keeps Missile Flurry Coming Ahead of Biden's Visit
Ballistic missile launched near Pyongyang, South Korea says
Launch comes little over a month after North Korea tested ICBM
<https://blinks.bloomberg.com/news/stories/RBCDQTT0G1KX>
- Brazil Leaves End of Rate Hikes Up in the Air as Prices Surge
Central bank raises rates by 100 basis points as expected
Policy makers say global inflationary pressures intensified
<https://blinks.bloomberg.com/news/stories/RBDQR0T0G1KX>
- Mexico Inks Deal With Top Companies to Tame Rising Inflation (1)
Government presents agreement with businesses for 24 products
Deal will initially last six months, includes tariff reduction
<https://blinks.bloomberg.com/news/stories/RBD5J1T1UM0X>
- The Less Interest Rates Rise the Better for Mexico: Amló
<https://blinks.bloomberg.com/news/stories/RBD1PTT0G1KY>
- Brazilian Real Drops Amid Fears of Rate Hikes Stopping Too Soon
Real trails emerging-market peers ahead of BCB decision
Lack of central bank FX intervention also weighing on currency



- <https://blinks.bloomberg.com/news/stories/RBD19XT1UM0X>
- BRAZIL REACT: It's Not Over -- BCB to Extend Cycle to June (1)
<https://blinks.bloomberg.com/news/stories/RBDU7ETOG1KW>
- COP, CLP Fall Amid High Volatility Before Fed: Inside Andes
<https://blinks.bloomberg.com/news/stories/RBD30RT1UM10>

- Russian Ruble Soars Most Since 2014 as Europe Staggers Oil Ban
Currency jumps 7%, taking gains since early March to 83%
Capital controls fuel unlikely rally, while oil sustains gains
<https://blinks.bloomberg.com/news/stories/RBCPQDT1UM0Y>
- Poland, Czechs Set to Lift Rates as Prices Surge: Decision Guide
Poland expected to hike main rate by 100 basis points to 5.5%
Czech benchmark rate seen rising by half-point also to 5.5%
<https://blinks.bloomberg.com/news/stories/RBAUC3T0AFBL>
- Forint Jumps as Hungary Set to Win Time for Shedding Russia Oil
<https://blinks.bloomberg.com/news/stories/RBD08IT1UM0Z>
- Hungary Would Block Current EU Proposal to Ban Russian Oil (1)
<https://blinks.bloomberg.com/news/stories/RBCYCQT0AFB5>
- Hungary Bond Spreads Widen Further on Political Risk: Inside CEE
<https://blinks.bloomberg.com/news/stories/RBCM13T0AFB4>
- Czech President Meets Central Banker Michl Amid Board Selection
<https://blinks.bloomberg.com/news/stories/RBCZZBT1UM0X>
- Czechs 'Ready' to Support EU Oil Ban, Will Seek 2-3 Y Exemption
<https://blinks.bloomberg.com/news/stories/RBCYOXT0AFB4>
- South Africa Seeks to Make Climate Finance Deal Global Benchmark
Indonesia, Vietnam among countries pursuing similar deals
Country depends on coal for more than 80% of its power supply
<https://blinks.bloomberg.com/news/stories/RBBMM7T1UM0Y>
- South African Civil Servant Unions Demand 10% Wage Increases
<https://blinks.bloomberg.com/news/stories/RBDHP4T0AFB4>
- Moody's Sees South Africa 2022 Inflation Rate Rising to 8%
<https://blinks.bloomberg.com/news/stories/RBD7N0TOG1KX>
- EU Import Ban Could Knock Another 10% Off Russia's Oil Output
Russia seen losing 2 million barrels a day by year-end
Kremlin said the plan will be very costly for the bloc
<https://blinks.bloomberg.com/news/stories/RBCRKCTOG1KW>