

DM Headlines

- Bond Bulls Trickle Back to Treasuries as Short-End Looks Sweet
2-to-10-year yield gap has steepened after inverting in April
Investors wary of long-duration debt risk favor shorter tenors
<https://blinks.bloomberg.com/news/stories/RBSXO8DWRGG1>
- Goldman Lifts Yield Forecasts, Sees 10-Year Treasuries at 3.3%
Also raises outlook for German and British equivalents
Yields have dropped this week, anticipating slower growth
<https://blinks.bloomberg.com/news/stories/RBRUREDWRGG1>
- Powell Reiterates Half-Point Hikes Are Likely in June and July
'We're prepared to do more' if needed, he tells Marketplace
Says soft landing a challenge and will include 'some pain'
<https://blinks.bloomberg.com/news/stories/RBSEZTDWLU68>
- World Economy Seen 'Flatlining' in Bank Group's New Forecast
Recession risk is elevated, IIF economists say in report
Sees 2022 world GDP growth at 2.2%; IMF expects 3.6%
<https://blinks.bloomberg.com/news/stories/RBSOX5DWX2Q3>
- Fed's Daly Says Strong Economy Can Tolerate 50-Basis-Point Hikes
Says 75 basis-point rate hike 'not a primary consideration'
Would like to see continued tightening of financial conditions
<https://blinks.bloomberg.com/news/stories/RBSCE4DWRGG4>
- GLOBAL INSIGHT: Oil Has Two Messages for the World -- Both Bad
<https://blinks.bloomberg.com/news/stories/RBR8SODWLU6A>
- US INSIGHT: Hunting for Higher Pay? Better Seize the Moment
<https://blinks.bloomberg.com/news/stories/RBSFXADWX2PX>
- US REACT: Jobless Claims Show No Respite for Tight Labor Market
<https://blinks.bloomberg.com/news/stories/RBRSVTDWX2PS>
- Oil Extends Gains as Investors Weigh Russian Ban, China Outlook
European Union may have to consider delay to Russian crude ban
Beijing authorities deny rumors that capital will lock down
<https://blinks.bloomberg.com/news/stories/RBSX6ZDWRGG0>
- Buyers Sit Out Treasury's Shortest-Dated Bill Auctions
<https://blinks.bloomberg.com/news/stories/RBSA84DWLU68>

- ECB Rates Likely Positive by Early Next Year, Makhlouf Says
Irish official joins growing group backing summer hike
Slovakia's Kazimir earlier signaled support for July move
<https://blinks.bloomberg.com/news/stories/RBRMWZDWX2Q8>
- ECB's Kazimir Adds to Growing Support for Rate Hike in July
<https://blinks.bloomberg.com/news/stories/RBRI6MDWLU6A>
- Market Pricing of ECB Interest-Rate Rises Seen as Excessive -- Market Talk
<https://blinks.bloomberg.com/news/stories/RBT6BX073NCW>
- EU Starts Considering Delay in Oil Sanctions as Hungary Digs In
<https://blinks.bloomberg.com/news/stories/RBS4QTDWLU6B>



- BOE Told More Rate Hikes Needed as Inflation Harder to Tame
Increase in savings and fixed mortgages weaken transmission
Former government adviser says higher rates needed for longer
<https://blinks.bloomberg.com/news/stories/RBPP14DWX2Q9>
- BOE Gets Dhingra to Set Rates as Sunak Opts for a Trade Expert
LSE academic will replace Michael Saunders in August
She will bring total of women on MPC to three, most since 2005
<https://blinks.bloomberg.com/news/stories/RBROM4DWX2QO>
- UK, EU Fail to Close Gaps Over N. Ireland in Brexit Call (1)
Truss, Sefcovic speak in call over Northern Ireland protocol
Rising tensions over Brexit deal risk causing trade dispute
<https://blinks.bloomberg.com/news/stories/RBRJXHDWLU6A>
- Sunak Blames IT Systems for Decision Not to Raise UK Benefits
'Complicated' technology was insurmountable, chancellor says
Out-of-work poor facing the deepest living cost squeeze
<https://blinks.bloomberg.com/news/stories/RBRZY5DWLU69>
- UK Inflation Surge Means an End to Decades of Super-Cheap Food
Cutthroat competition among retailers helped keep prices low for years, but that's changing
as costs soar.
<https://blinks.bloomberg.com/news/stories/RBSZ48T1UM22>
- UK INSIGHT: Households Face £2370 Inflation Tax This Year
<https://blinks.bloomberg.com/news/stories/RBT3FBDWX2PS>

- (NZ) April Business NZ Manufacturing PMI, actual 51.2, prior revised 53.7
- APRA: Rapid Rate Hikes Set to Bring Pockets of Mortgage Stress
<https://blinks.bloomberg.com/news/stories/RBSXRKDWX2Q1>
- RBA's Bullock: Crypto's Links to Financial System Raises Risks
<https://blinks.bloomberg.com/news/stories/RBSYXBDWLU69>

- The Yen Is Now Resurgent Even as Broad Dollar Strength Persists
Change in sentiment toward yen seen as US stocks slide: ANZ
Barclays says one-way path for dollar-yen is turning around
<https://blinks.bloomberg.com/news/stories/RBSIXLDWX2PY>
- Rate Hike Bets Build in Japan, Despite BOJ Easy Money Insistence
Forward overnight swap rates climb to highest since 2011
BOJ has insisted it will stick with super-easy policy
<https://blinks.bloomberg.com/news/stories/RBSOR7DWX2PS>
- Credit Investors Get a Boost from Japan's Yield Curve Control
BOJ move helps pin down yields on tenors of 10 years and below
Policy may help yen bond investors get returns on shorter debt
<https://blinks.bloomberg.com/news/stories/RBLV7LDWRGG0>



EM Headlines

- Shanghai Aims to Achieve No Community Covid Spread in Mid-May(2)
<https://blinks.bloomberg.com/news/stories/RBSUVNDWRGG1>
- China Urged to Sell Special Bonds to Shore Up Covid-Hit Economy
More cash needed to pay for stimulus, Covid Zero: Analysts
Falling land income, Covid costs undermine fiscal position
<https://blinks.bloomberg.com/news/stories/RBSUTODWRGG0>
- Beijing Covid Cases Rise Slightly as Lockdown Rumors Denied (1)
Capital is moving swiftly to keep a lid on virus outbreaks
Shanghai officials aim for zero community spread by mid-May
<https://blinks.bloomberg.com/news/stories/RBSSW3T0AFB4>
- China Rate Cut in Focus as Economy Counts Cost of Covid Zero
Competing factors from Covid, Fed complicating rate decision
Jobs, retail set to plunge to worst level since early 2020
<https://blinks.bloomberg.com/news/stories/RBPQDCDWRGG6>
- Offshore Yuan Gains Amid Stronger Fix, USD Retreat: Inside China
<https://blinks.bloomberg.com/news/stories/RBSN4EDWLU74>
- South Korean Won Set for Further Losses After Decade-Low Close
Country relies heavily on energy imports, exports to China
Won's decline beyond 1,300 seems "inevitable," analyst says
<https://blinks.bloomberg.com/news/stories/RBSNG8DWRGG0>
- Won Near Decade-Low Close Amid Intervention Worry: Inside Korea
<https://blinks.bloomberg.com/news/stories/RBSMPCDWRGG0>
- Sri Lanka Leader Names Opponent as PM in Push for Unity (3)
Ranil Wickremesinghe is a Longtime MP and Former Premier
The announcement may restore some political stability
<https://blinks.bloomberg.com/news/stories/RBT01SDWX2PS>
- Hong Kong Boosts Purchases to Defend Local Dollar Peg
<https://blinks.bloomberg.com/news/stories/RBSHDJDWRGG0>
- North Korea Reveals First Covid Death, 'Explosive' Fever Spread
North Korea had 18,000 new 'fever cases' Thursday, KCNA says
Kim Jong Un orders to 'actively' lock down cities across state
<https://blinks.bloomberg.com/news/stories/RBSRQUDWLU69>
- India CPI Surge to 8-Year High Fuels Rate Hike Expectations (3)
April CPI at 7.79%, highest since May 2014, beating estimates
Central bank set to raise rates, revise CPI forecast in June
<https://blinks.bloomberg.com/news/stories/RBSYRFDWLU6A>
- Rupee Bonds Drop as Inflation Fuels Rate Hike Bets: Inside India
<https://blinks.bloomberg.com/news/stories/RBSZGMDWX2Q6>
- Rupiah Drops Ahead of Central Bank Speakers: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RBSW6QDWRGG1>
- Peru Central Bank Lifts Interest Rates to Highest Since 2009 (1)
Bank lifts benchmark rate half a percentage point to 5%
Economists and farmers warn of damage from fertilizer shortage
<https://blinks.bloomberg.com/news/stories/RBSLHYDWLU68>



RUBRICS

- Brazil 2022 GDP Est. Raised to +1.4% from +0.2%: Credit Suisse
<https://blinks.bloomberg.com/news/stories/RBS97XDWRGG2>
- Bolsonaro Mulls Skipping Regional Summit in Blow to Biden (1)
Brazilian leader seen focusing on re-election, minister says
Lopez Obrador also to skip summit if Cuba, Venezuela excluded
<https://blinks.bloomberg.com/news/stories/RBSESZDWX2Q2>
- Argentina Central Bank Raises Rate to 49% As Inflation Jumps (1)
In statement, bank says it expects inflation to keep slowing
Statistics agency earlier posted monthly inflation of 6% m/m
<https://blinks.bloomberg.com/news/stories/RBSJZTDWRGG1>
- Mexico Lifts Rate by Half Point, Hints at Stepping Up Pace (1)
Increase is in line with Federal Reserve's hike last week
Banxico expected to pace tightening by US counterpart for now
<https://blinks.bloomberg.com/news/stories/RBS7S6DWLU6C>
- Mexico to Publish Decree to Counteract Inflation Friday
<https://blinks.bloomberg.com/news/stories/RBSNMTDWX2PS>
- Brazil CFOs Are Betting World's Top Currency Rally Is Over
Companies are buying back foreign bonds even as yields soar
Petrobras, Embraer have done tender offers this year
<https://blinks.bloomberg.com/news/stories/RBEU9CTOG1L5>

- Polish Central Bank Head Wins New Term Despite Anger Over Prices
Parliament in Warsaw voted 234-223 to approve Glapinski
Governor has come under fire after sharp interest-rate hikes
<https://blinks.bloomberg.com/news/stories/RA822HDWLU6R>
- Orban Is Losing Friends as Poland Gives Him the Cold Shoulder
Poland has reduced interaction with Hungary to a bare minimum
Orban still prizes 'mutual defense' partnership with Warsaw
<https://blinks.bloomberg.com/news/stories/RBNQRJDWX2PV>
- Forint Drops as Hungary Flags Less Aggressive Rate-Hike Outlook
<https://blinks.bloomberg.com/news/stories/RBRGK1DWX2Q9>
- Koruna Turmoil Shows Dilemma for New Czech Central Bank Boss (1)
Central bank steps into market to prop up battered currency
Incoming governor has criticized Czech monetary tightening
<https://blinks.bloomberg.com/news/stories/RBRX2PDWRGG3>
- Czech Central Bank Says It's Intervening to Support Koruna
<https://blinks.bloomberg.com/news/stories/RBRJM6DWX2Q3>
- South Africa Economic Activity Grew in April Even as Floods Hit
Transactions index rose to 136.1 from revised 135.2 in March
Economy faces looming headwinds, economist Schussler says
<https://blinks.bloomberg.com/news/stories/RBRRS7DWX2Q1>
- S. Africa's Green Hydrogen Plan Will Need \$14 Billion Investment
Funding sought for the industry in climate finance plan
South Africa has significant solar and wind power potential
<https://blinks.bloomberg.com/news/stories/RBS82SDWX2PU>