

DM Headlines

- Fed's George Says Inflation Will Guide Moves After Rates Hit 2%
Kansas City Fed leader says slowing inflation is top priority
An excessively tight labor market is boosting prices, she says
<https://blinks.bloomberg.com/news/stories/RCCYAWDWLU69>
- Fed Rate-Hike Pause in September May 'Make Sense,' Bostic Says
Atlanta Fed leader supports half-point hikes in June and July
'Nothing is off the table' depending on incoming data, he adds
<https://blinks.bloomberg.com/news/stories/RCCMIZDWX2PV>
- Fed Facility Tops \$2 Trillion as Investors Scramble to Park Cash
RRP balance climbed to an all-time high of \$2.045 trillion
Cash glut, lack of places to invest continue to drive increase
<https://blinks.bloomberg.com/news/stories/RCCL8NDWX2Q4>
- Biden, Georgieva Push Against Slump Fears Amid Davos Gloom
IMF doesn't see a global recession even if risk is higher
US president says no when asked if recession is unavoidable
<https://blinks.bloomberg.com/news/stories/RCBZO7DWRGG1>
- Biden's Latest Taiwan Gaffe Stokes Tensions With Beijing
President says US would defend island militarily if attacked
White House says Biden only promised Ukraine-like weapons aid
<https://blinks.bloomberg.com/news/stories/RCDC3LDWRGG0>
- US Must Be 'Strategic' on China Tariffs, Trade Chief Says
Katherine Tai says US must 'keep our eye on the ball'
Biden has said he'll consider removing some China tariffs
<https://blinks.bloomberg.com/news/stories/RCD5RNDWLU68>
- Oil Drops as China's Stimulus Package Fails to Allay Concerns
Beijing rolls out measures to try to support Covid-hit economy
WTI declines below \$110 a barrel as gasoline weakens from high
<https://blinks.bloomberg.com/news/stories/RCD5RNDWLU68>
- Will China's Covid Lockdown Knock the Fed Off 50-Bp Path?
<https://blinks.bloomberg.com/news/stories/RCCX65T0G1KZ>
- Global Trade Rebound Stalls as War, Covid Hit Supply Chains
Russia's war triggered sharp price rises for food and energy
China's virus lockdowns have disrupted trade and production
<https://blinks.bloomberg.com/news/stories/RCC3XKDWLU6A>
- Lagarde's Rate-Hike Plan Irks Some at ECB Who Want Faster Option
President wrote blog with timetable to exit subzero policy
Plan risks ruling out half-point move, some officials worry
<https://blinks.bloomberg.com/news/stories/RCCCSNDWX2PX>
- EU Stalemate Deepens on Russian Oil Ban as Hungary Digs In (1)
Chances of breakthrough at next week's EU summit recede
Hungary says it needs more funds to manage energy transition
<https://blinks.bloomberg.com/news/stories/RCCBM9DWRGG2>
- Lagarde Announces Hike in July, Quashes 50-Bp Move
<https://blinks.bloomberg.com/news/stories/RCCN8DDWRGG1>



RUBRICS

- Central Banks Fret as Inflation-Linked Pay Bumps Stage Comeback
Risk that wage indexation will make a comeback in Europe
ECB has rebuffed union request for inflation-linked pay boost
<https://blinks.bloomberg.com/news/stories/RC63MHT1UM10>
- Bailey Says Cost-of-Living Squeeze is Holding Back UK Economy
Bank of England governor to assess impact of higher costs
Rejects criticism that BOE was too slow to act on inflation
<https://blinks.bloomberg.com/news/stories/RCCAGCDWLU6X>
- UK Prepares Possible Windfall Tax on Power Generators, FT Says
Plans said to target over 10 billion pounds in excess profits
UK urged to do more to help people amid soaring inflation
<https://blinks.bloomberg.com/news/stories/RCCS4BDWRGG1>
- (NZ) 1Q Retail Sales Ex Inflation QoQ, actual -0.5%, est. 0.2%, prior revised 8.3%
- Australia's Anthony Albanese Sworn in as Next Prime Minister (1)
Albanese is promising action on climate change and wage rises
The Australian leader will head to Tokyo for Quad immediately
<https://blinks.bloomberg.com/news/stories/RCBNITDWX2PS>
- Hidden Economic Risks Lurk for New Australian Leader Albanese
Soaring prices and rising rates threaten households and firms
Weakening housing market likely to weigh on consumer spending
<https://blinks.bloomberg.com/news/stories/RCOCL8TOG1KW>
- RBNZ Seen Racing to Neutral With Second Straight Half-Point Hike
Official Cash Rate at 2% may no longer be stimulating economy
Move to restrictive policy stance looms amid recession risk
<https://blinks.bloomberg.com/news/stories/RCB8TLDWLU6B>
- BOJ Chalking Down a Win Against Vigilantes as Volatility Slumps
Signs of stress easing in JGBs amid unlimited BOJ purchases
Japanese benchmark 10-year yields look capped below 0.25%
<https://blinks.bloomberg.com/news/stories/RCDAX1DWX2Q0>
- (Japan) May Jibun Bank Japan PMI Services, actual 51.7, prior 50.7
- (Japan) May Jibun Bank Japan PMI Composite, actual 51.4, prior 51.1
- (Japan) May Jibun Bank Japan PMI Mfg, actual 53.2, prior 53.5
- Japan's Inflation Seen Staying Above BOJ Target Through Year-End
Inflation keeps outpacing forecasts with supply snarls
China lockdowns, Ukraine war weigh on manufacturing activity
<https://blinks.bloomberg.com/news/stories/RCD502DWRGG0>
- Foot Traffic, Shop Visits Rise as Virus Recedes in Japan
<https://blinks.bloomberg.com/news/stories/RCCN8YDWX2PX>



EM Headlines

- China Rolls Out New Stimulus Measures as Covid Pressures Economy
State Council announces tax relief, construction bonds
Support is mostly aimed at companies rather than households
<https://blinks.bloomberg.com/news/stories/RCD4YFDWLU6C>
- China Virus Czar Turns Attention to Beijing as Outbreak Drags on
Capital still reporting dozens of cases a day despite curbs
Government announces tax relief to help prop up economy
<https://blinks.bloomberg.com/news/stories/RCD2KBDWX2PS>
- UBS, JPMorgan Cut China 2022 Growth Forecasts on Covid Zero
Lack of an exit strategy will hinder confidence, demand: UBS
JP Morgan says China stuck between Covid Zero and omicron
<https://blinks.bloomberg.com/news/stories/RCD3U6DWLU69>
- Yuan Resumes Decline as Tariff Cut Optimism Fades: Inside China
<https://blinks.bloomberg.com/news/stories/RCD2TTDWX2PT>
- Pandemic-Driven Trade Boom Begins to Fade for Asia Manufacturers
Forward-looking indicators hint at softer export demand
Inflation expected to start weighing on US, European consumers
<https://blinks.bloomberg.com/news/stories/RCBQZMDWX2PU>
- Hawkish Pause on the Cards for Bank Indonesia: Decision Guide
Majority of analysts see central bank keeping key rate at 3.5%
Asian peers raised borrowing costs to combat inflation
<https://blinks.bloomberg.com/news/stories/RCBJMLDWRGGC>
- Rupiah Gains Ahead of BI Policy Decision: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RCD4YODWLU68>
- New Bank of Korea Chief Rhee Takes More Vocal Stance on Economy
Rhee more outspoken than predecessor Lee on long-term issues
Governor's focus ranges from restructuring to demographics
<https://blinks.bloomberg.com/news/stories/RBR7L6DWRGG1>
- Won Steady as Growth Concerns Dent Risk Appetite: Inside Korea
<https://blinks.bloomberg.com/news/stories/RCD2WADWX2PT>
- Rupee Bond Traders to Await \$1.8b State-Debt Sale: Inside India
<https://blinks.bloomberg.com/news/stories/RCD7IMDWX2Q0>
- RBI Won't Allow Runaway Rupee Depreciation, Governor Das Says
<https://blinks.bloomberg.com/news/stories/RCBQLDDWRGG1>
- Argentine Price Control Chief Quits in Latest Sign of Infighting
Feletti resigned from post as interior commerce secretary
Government will replace him with central bank director Hang
<https://blinks.bloomberg.com/news/stories/RCCO3LDWLU69>
- Bolsonaro Fires Petrobras CEO After a Month on the Job (1)
Government appoints economy ministry official as replacement
Ferreira Coelho is third Petrobras CEO dismissed by Bolsonaro
<https://blinks.bloomberg.com/news/stories/RCD4VADWRGG4>
- Mexico's Ebrard Says Would Be an Error to Expel Russia From G20
<https://blinks.bloomberg.com/news/stories/RCCM01DWRGG3>



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- Traders' Bets on Bigger Banxico Hikes at Risk of Getting Burned
Swaps almost fully price in 75bps rate increase next month
Economists expect dissent from board members on bigger hikes
<https://blinks.bloomberg.com/news/stories/RC6JBQT0G1KW>
- Brazil's Options Market Shows Skepticism on Real's Recent Rally
Traders are holding onto hedges despite currency's gains
Real's implied volatility is hovering around multi-month highs
<https://blinks.bloomberg.com/news/stories/RC53EHT1UM10>
- Brazil Cuts Import Tax on Beans, Rice, Meat By Another 10%
<https://blinks.bloomberg.com/news/stories/RCCU0LDWX2PX>
- Chile Bond Market Starts to Anticipate an End to Rate Increases
First-quarter GDP fell at double the pace forecast by analysts
Scotiabank recommends short-end of curve as soon as rates peak
<https://blinks.bloomberg.com/news/stories/RC4TKTT0AFB6>
- Colombia's Entire Free Market Model Is at Risk, Candidate Says
Presidential hopeful Federico Gutierrez speaks in interview
Gutierrez says Ecopetrol should move into fertilizer business
<https://blinks.bloomberg.com/news/stories/RC5BR5DWRGG3>
- Ukraine's Neighborhood Eyes Foreign-Bond Boom After Yield Surge
Poland's state development bank BGK, Bulgaria plan offerings
Higher spreads lure investors as issuance spree starts
<https://blinks.bloomberg.com/news/stories/RC6PXQT1UM0Z>
- Czech Rates May Exceed 6% in June, Central Bank Head Rusnok Says
Rusnok says June decision will be based on new economic data
Policy outlook is clouded as next governor wants stable rates
<https://blinks.bloomberg.com/news/stories/RCA4KJDWLU69>
- FX Volatility Jumps as Inflation Pressures Mount: Inside CEE
<https://blinks.bloomberg.com/news/stories/RC6AJVT0AFB8>
- S. Africa Tax Agency Offers Workers \$32 Million in Pay Hikes: BD
<https://blinks.bloomberg.com/news/stories/RCDGE8DWRGG0>
- Johannesburg Needs \$1.6 Billion for Power Supply, Mayor Says (1)
South African cities are seeking to source own electricity
Eskom is unable to supply South Africa's power needs
<https://blinks.bloomberg.com/news/stories/RCC130DWLU6C>
- Biggest Solar Deals Advance in Ramaphosa Move to End Blackouts
Two 100-megawatt projects registered under license exemption
Projects moving faster than some government programs: Sola CEO
<https://blinks.bloomberg.com/news/stories/RCBXEGDWRGG0>
- Russia Loosens More Capital Controls as Ruble Extends Surge (1)
Mandatory exporter sales cut to 50% from 80% of earnings
Ruble trims gains vs dollar in heavy trading volumes
<https://blinks.bloomberg.com/news/stories/RCCHDCDWLU68>