

## DM Headlines

- Powell Says Soft Landing 'Very Challenging;' Recession Possible  
Chair says chances of recession are not particularly elevated  
Policy makers must be nimble if conditions surprise, he says  
<https://blinks.bloomberg.com/news/stories/RDW6MBT0AFB4>
- Global Yields Drop From Multi-Year Highs as Recession Fears Grow  
US 10-year yield falls to 3.13% after rising to 3.5% last week  
Aussie bonds head for best week in a decade; kiwi bonds rally  
<https://blinks.bloomberg.com/news/stories/RDWODDT1UM14>
- Treasury's Unloved 20-Year Bond Draws Buyers to Auctions  
Highest-yielding Treasury security has widest bid-offer spread  
Poor secondary-market liquidity enhances auction appeal  
<https://blinks.bloomberg.com/news/stories/RDUG8DT0AFB6>
- Crude Oil Takes Fresh Blow as Recession Angst Scars Commodities  
US Fed chief warns that soft landing to be 'very challenging'  
WTI down by more than 15% since June 8 on drumbeat of warnings  
<https://blinks.bloomberg.com/news/stories/RDWZ88T1UM0W>
- US REACT: Powell Hints Rates May Rise Above 3% By Year-End (1)  
<https://blinks.bloomberg.com/news/stories/RDVZBJT0AFB4>
- Eurodollar Futures Extend Rally as 75bp Fed Moves Get Priced Out  
<https://blinks.bloomberg.com/news/stories/RDVSV4T0AFB5>
- Traders Start Pricing Fed Hike Cycle Wrapped Up by Election Day  
<https://blinks.bloomberg.com/news/stories/RDW6MZT0G1KZ>
- Currency War Breaks Out in a World Short on Fixes for Inflation  
Desperate to tame rising prices, central bankers are vying to boost domestic buying power at the expense of exporters.  
<https://blinks.bloomberg.com/news/stories/RDWWIODWLU68>
- World's Housing Gauges Flash Red as Low-Rate Era Ends  
<https://blinks.bloomberg.com/news/stories/RDW685T0G1KW>
- Norway Asks if Shock Therapy Needed on Inflation: Decision Guide  
Most analysts see Norges Bank opting for 25 basis-point moves  
Norway hasn't delivered 50 basis-point hike in 20 years  
<https://blinks.bloomberg.com/news/stories/RDUA60T0AFB5>
- ECB INSIGHT: Crisis Tool to Be Announced in July Will Disappoint  
<https://blinks.bloomberg.com/news/stories/RDWZLOT0G1KX>
- Reuters Business: The German companies that drive Europe's biggest economy are contemplating painful cuts to their output and resorting to polluting forms of energy previously considered unthinkable as they adjust to the prospect of running out of Russian gas  
<https://reut.rs/3yceRPa>
- Germany to Make Statement on Energy Amid Russian Gas Standoff  
<https://blinks.bloomberg.com/news/stories/RDWYEBT0G1KZ>
- Germany Should Brace for Further Gas Flow Reduction, Habeck Says  
<https://blinks.bloomberg.com/news/stories/RDVVP8T0AFB4>
- Bond Yields No Reason for ECB Action, Germany's Lindner Says  
<https://blinks.bloomberg.com/news/stories/RDVWFBT0AFB5>



## RUBRICS

- End of Easy Money Era Raises the Risk of Deals Dying in Europe  
Tough credit market puts spotlight on \$25 billion M&A pipeline  
Lenders grow wary of being saddled with unsellable debt  
<https://blinks.bloomberg.com/news/stories/RDKGDGT1UM0X>
- FXStreet: ECB to raise deposit rate to 0.75% by year-end – Reuters poll  
<https://blinks.bloomberg.com/news/stories/RDWN3JMB2SJL>
- Italy Extends Energy Price-Hike Shield for Businesses, Consumers  
<https://blinks.bloomberg.com/news/stories/RDVSU4T1UM0X>
  
- Brexit's Legacy Is Hotter UK Inflation Risk for Years Ahead (1)  
'The economy is extremely fragile,' says Citigroup strategist  
Brexit is a key reason why investors are still avoiding the UK  
<https://blinks.bloomberg.com/news/stories/RDVMY3T0AFBV>
- UK May Budget Deficit GBP14B; Med Est. Deficit GBP12B  
<https://blinks.bloomberg.com/news/stories/RDX211GFWR28>
- In UK, Broad-Based, Elevated CPI Opens Door to Aggressive BOE  
<https://blinks.bloomberg.com/news/stories/RDW68PT0AFB7>
- Brexit Is UK Assets' Albatross in an Already Unforgiving Selloff  
Sterling, UK corporate bonds and stocks are suffering  
Divorce from EU exacerbates inflation, supply chain problems  
<https://blinks.bloomberg.com/news/stories/RDMK21T1UM0X>
- UK Should Worry About Sterling's 10% Decline, Senior MP says  
Remarks add to a shift in mood about the currency's weakness  
Two Bank of England officials also have noted the pound's drop  
<https://blinks.bloomberg.com/news/stories/RDVRDVT0AFBM>
  
- Westpac's Evans Sees 2 RBA Half-Point Hikes; 2.6% Terminal Rate  
<https://blinks.bloomberg.com/news/stories/RDWQB6T0AFB4>
- S&P Global Australia June Flash Composite PMI 52.6 vs 52.9 Prior  
<https://blinks.bloomberg.com/news/stories/RDWIHJTOAFBF>
- NZ Workers More Cautious About Future Job Prospects: Westpac  
<https://blinks.bloomberg.com/news/stories/RDWBZVT0AFB7>
- NZ Grid Operator Transpower Warns of Risk of Power Cuts: Stuff  
<https://blinks.bloomberg.com/news/stories/RDWDRFT0G1KW>
  
- Record JGB Sale by Foreigners Offers Clue to Basis Blowout  
<https://blinks.bloomberg.com/news/stories/RDWLSWTOG1KY>
- Foreigners Bail Out of Japan Bonds at Record Pace on BOJ Policy  
Withdrawals hit 4.8 trillion yen, an all-time high last week  
Sales come amid growing questions over central bank policy  
<https://blinks.bloomberg.com/news/stories/RDWW5MT1UM0W>
- (Japan) June Jibun Bank Japan PMI Services, actual 54.2, prior 52.6
- (Japan) June Jibun Bank Japan PMI Mfg, actual 52.7, prior 53.3
- Yen Strengthens After Japan Ex-Forex Czar's Intervention Remark  
Nakao says possibility of intervention shouldn't be ruled out  
Yen strengthens to as much as 135.13 against the dollar  
<https://blinks.bloomberg.com/news/stories/RDWV1RT0G1KW>



## EM Headlines

- Xi Reaffirms Growth Target That Analysts Say Is Out of Reach (1)  
President says China will strengthen policies to meet goals  
Economists have cut their 2022 GDP growth forecasts to 4.1%  
<https://blinks.bloomberg.com/news/stories/RDWQAUT1UM1C>
- China's Property Slump Is a Bigger Threat Than Its Lockdowns  
The worst decline on record could hold growth below 4% for the rest of the decade.  
<https://blinks.bloomberg.com/news/stories/RDWA91TOG1L1>
- CNY Declines, 3-Month Hibor Climbs for 11th Day: Inside China  
<https://blinks.bloomberg.com/news/stories/RDWU99TOG1KX>
- The Case is Getting Stronger for More Developer Aid: China Today  
<https://blinks.bloomberg.com/news/stories/RDVXE2T1UM0W>
- China Bulls Have Got It Wrong as Covid Zero Stays, Lombard Says  
<https://blinks.bloomberg.com/news/stories/RDWNQ9T1UM10>
- S.Korea Vows FX Market Steps If Needed as USD/KRW Tops 1,300  
<https://blinks.bloomberg.com/news/stories/RDWP35T1UM0Y>
- Korea's Input Inflation Quickens as Central Bank Mulls Rate Hike  
<https://blinks.bloomberg.com/news/stories/RDVATLTOG1L1>
- Won Bonds Advance as Risk Aversion Takes Hold: Inside Korea  
<https://blinks.bloomberg.com/news/stories/RDWKOPTOG1R1>
- Rupiah Gains Ahead of Central Bank Decision: Inside Indonesia  
<https://blinks.bloomberg.com/news/stories/RDWRNDT0AFB5>
- Tightening in Focus as Indonesia, Philippines Review Rate: Guide  
Key rate seen hiked in the Philippines, steady in Indonesia  
Indonesia still seeking evidence of demand-led price pressures  
<https://blinks.bloomberg.com/news/stories/RDNRQDT0AFB4>
- RBI Looks to Have Boosted Forwards Intervention in Rupee Fight  
It may have run down forward-book by \$12-\$15 billion: DBS  
1-year premiums crash below 3% for first time since 2011  
<https://blinks.bloomberg.com/news/stories/RDWZITTOG1L2>
- Rupee Advances Helped by Easing Crude Oil Prices: Inside India  
<https://blinks.bloomberg.com/news/stories/RDWWW4TOG1KW>
- India's January-March Current Account Gap Narrows, RBI Says (1)  
Moderation in trade gap led to lower current account deficit  
January-March CAD at 1.5% of GDP, full year gap at 1.2%  
<https://blinks.bloomberg.com/news/stories/RDVUITTOG1KW>
- Chile Copper Strike Spurs Diverging Accounts of Impact on Output  
Codelco says contingencies have allowed mines to keep running  
Union leaders say mining operations are 'totally paralyzed'  
<https://blinks.bloomberg.com/news/stories/RDWC33T1UM0W>
- Mexico's New Oil Refinery's Cost Rises to as Much as \$18 Billion  
Flagship Pemex refinery blows its budget ahead of opening  
Dos Bocas project is part of self-sufficiency drive by Pemex  
<https://blinks.bloomberg.com/news/stories/RDSB7BTOG1L1>
- MEXICO PREVIEW: Banxico to Hike by 75 Bps in Lockstep With Fed



- <https://blinks.bloomberg.com/news/stories/RDW6CNT0AFB4>
- Lula Widens Lead Over Bolsonaro After New Fuel Price Increase  
Ex-president to win 2nd round by 17-point margin, poll shows  
Inflation, higher fuel prices widely blamed on the incumbent  
<https://blinks.bloomberg.com/news/stories/RDVRB4T1UM0Y>
- Chile Bonds to Get Boost from Slowdown, Rate Hikes End: Banchile  
<https://blinks.bloomberg.com/news/stories/RDW1UMT0AFB4>
- Petro Upends Colombia Diplomacy by Reaching out to Venezuela (1)  
President-elect seeks to end diplomatic impasse with Maduro  
Border closure boosted smuggling and organized crime  
<https://blinks.bloomberg.com/news/stories/RDW53VT0G1KW>
- Colombia Borrowing Costs Rise in Auction Following Petro Victory  
<https://blinks.bloomberg.com/news/stories/RDW1R4T0AFB4>
- Central Banker Ceremony Turns Into Bash of Polish Rate Policy  
<https://blinks.bloomberg.com/news/stories/RDVDNUT0AFB4>
- Polish Zloty Government Bonds Rally on Fears of Global Slowdown  
<https://blinks.bloomberg.com/news/stories/RDVN6FT1UM0Z>
- Orban Draws on Medieval Map of Hungary as Part of State Overhaul  
<https://blinks.bloomberg.com/news/stories/RDVCJGT0G1KW>
- Czech Rate-Hike Bets Are No Boon for Battered Koruna: Inside CEE  
<https://blinks.bloomberg.com/news/stories/RDVD3NT0G1KX>
- Czech Rate Hawks Make Last Big Hike as Inflation Risks Mount (2)  
Koruna weakens as 125 basis-point hike is short of market bets  
Central bank grappling with 16% inflation before board revamp  
<https://blinks.bloomberg.com/news/stories/RDVUOGT0AFBG>
- Czech Government Unveils \$2.8 Billion Energy-Subsidy Package  
State plans to compensate part of electricity and gas bills  
Premier says government wants control over key power plants  
<https://blinks.bloomberg.com/news/stories/RDW1TFT1UM0Z>
- Czech Central Bank Sees Strong Inflationary Risks to Forecast  
<https://blinks.bloomberg.com/news/stories/RDVSBC0G1L4>
- Price Shock May Spur Biggest South African Rate Hike Since 2002  
Inflation rate at five-year high of 6.5% breaches target band  
Traders see at least one 75 basis point rate hike this year  
<https://blinks.bloomberg.com/news/stories/RDVEGCT0G1L2>
- Meat Sausage, Canola Oil Push South Africa Prices to 5-Year High  
<https://blinks.bloomberg.com/news/stories/RDVJEVT0AFB6>
- Ramaphosa Stayed Mum as South Africa Lost Billions, Judge Finds  
President should have spoken out against Zuma, Zondo says  
Chief justice has little hope ruling ANC can tackle corruption  
<https://blinks.bloomberg.com/news/stories/RDW75UT0G1KY>
- South Africa's Inflation Shocker Doesn't Change Policy Outlook  
<https://blinks.bloomberg.com/news/stories/RDVFT2T0G1KX>
- Ruble Gains to 2015 High Help Cool Russia Inflation Spike: Chart  
<https://blinks.bloomberg.com/news/stories/RDVQ8NT0G1KW>