

## DM Headlines

- Fed Hikes Rates by Quarter Point, Powell Hints at Possible Pause  
FOMC omits line anticipating more hikes may be appropriate  
Tighter credit likely to weigh on economy, FOMC says  
<https://blinks.bloomberg.com/news/stories/RU3K0WT1UM0X>
- Bond Traders Double Down on Fed Cut Bets as Hike Risks Dwindle  
Yield curve sharply steepens as market anticipates lower rate  
Investors are betting on easing by year end and more in 2024  
<https://blinks.bloomberg.com/news/stories/RU3LKBT0AFB4>
- US Service Industry Expands at a Modest Pace as Activity Cools  
ISM gauge edged up to 51.9 last month after March stumble  
Business activity measure slid to lowest level since 2020  
<https://blinks.bloomberg.com/news/stories/RU35YXT1UM0W>
- White House Warns Debt-Limit Breach Could Kill Millions of Jobs  
Prolonged default would see markets crater, GDP plummet  
Even brief default would see jobs lost, economic advisers say  
<https://blinks.bloomberg.com/news/stories/RU3OY2T0G1KW>
- PacWest Said to Weigh Strategic Options, Including a Sale (2)  
The bank put aside a previous effort to raise capital  
A breakup is one idea considered by financial adviser  
<https://blinks.bloomberg.com/news/stories/RU3PYFT0G1KW>
- Biden Picks Fed's Jefferson for Vice Chair, Kugler for Governor  
Selections could be announced as soon as Friday, people say  
Kugler would be central bank's first Latina policymaker  
<https://blinks.bloomberg.com/news/stories/RU42QYT0G1KW>
- Oil Whipsawed as Chaotic Opening Selloff Gives Way to Rebound  
WTI sinks as much as 7.2% in initial trade before erasing loss  
'It was panic selling again,' Vanda Insights' Hari says  
<https://blinks.bloomberg.com/news/stories/RU47SVT0AFB4>
- Gundlach Says Recession Odds Are 'Pretty Darn High' Right Now  
<https://blinks.bloomberg.com/news/stories/RU3LKYT0AFB4>
- Recession Is a 'When' Not 'If' for Milken Conference Panelists  
Fed's interest rate hike also hijacked the conversation on last day.  
<https://blinks.bloomberg.com/news/stories/RU3UDLDWX2PS>
- Bill Ackman Warns US Regional Banking System Is at Risk  
<https://blinks.bloomberg.com/news/stories/RU3WQCT0G1L5>
- US REACT: Fed Signals a Pause is Coming as Credit Tightens (2)  
<https://blinks.bloomberg.com/news/stories/RU3MGPT1UM0W>
  
- ECB Set to Slow Hike Pace After Core Prices Ease: Decision Guide  
Deposit rate to be raised to 3.25% from 3%, economists say  
Investors looking for signs of how many rate increases remain  
<https://blinks.bloomberg.com/news/stories/RU18LMT0G1LA>
- Euro and ECB Poised to Add to Dollar's Woes, Deutsche Bank Says  
<https://blinks.bloomberg.com/news/stories/RU3Y5XT0G1KW>
- ECB Pivot to Focus on QT May Not Be Universal Panacea for Rates



- <https://blinks.bloomberg.com/news/stories/RU4BD6T1UM0Y>
- ECB PREVIEW: Downshift to 25-Bp Hike in May, Peak in Sight (2)  
<https://blinks.bloomberg.com/news/stories/RU3UYRT0G1KW>
- ECB Buys Optionality But Right Tail of Rate Distribution Reduces  
<https://blinks.bloomberg.com/news/stories/RU4BD6DWX2PT>
- Repaying ECB's Cheap Pandemic Loans Risks Funding Market Stress  
ECB set to call in around €500 billion of loans next month  
SocGen thinks repayments could drive up Italian funding costs  
<https://blinks.bloomberg.com/news/stories/RU2RCNT0G1KY>
- UK Economists See One More Rate Hike From Bank of England (1)  
Bloomberg survey shows peak at 4.5%, less than markets expect  
Quantitative tightening expected to continue at current pace  
<https://blinks.bloomberg.com/news/stories/RU32KIT1UM0W>
- Eating at Home Isn't the Saving It Was as UK Meal Prices Jump  
ONS figures show fast food prices jump 13% and restaurants 10%  
UK statistical body launches an online price comparison tool  
<https://blinks.bloomberg.com/news/stories/RU2UJMT0G1KW>
- Reuters: UK auto industry body says April new car sales rise 10%, raises 2023 forecast  
<https://t.co/W4xdTYJ2q9>
- Australia Budget Gap to Narrow Sharply Then Swell, Deloitte Says  
Deloitte forecasts small Australian budget deficit in 2022-23  
Treasurer Chalmers to hand down his second budget on Tuesday  
<https://blinks.bloomberg.com/news/stories/RU23PAT0G1KW>
- (NZ) March Building Permits MoM, actual 7.0%, prior -9.0%, revised -9.4%
- (NZ) April ANZ Commodity Price MoM, actual -1.7%, prior 1.3%
- (AU) March Exports MoM, actual 4%, prior -3%
- (AU) March International Trade Balance, actual A\$15.3b, est. A\$13b, prior A\$13.9b, revised A\$14.2b
- (AU) March Imports MoM, actual 2%, prior -9%, revised -10%
- RBA Hikes Didn't Hurt Surging Investor Demand: March APRA Data  
<https://blinks.bloomberg.com/news/stories/RU3MD5DWLU68>
- RBNZ's Hawkesby Notes Strength of Economy, Labor Market  
<https://blinks.bloomberg.com/news/stories/RU3P7LT1UM13>
- New Zealand's Jobs Surge Raises Risk of RBNZ Hike in May  
<https://blinks.bloomberg.com/news/stories/RU3E29DWX2PY>
- Yen Looks to Be Biggest Winner From Fed Decision, UBS Says  
<https://blinks.bloomberg.com/news/stories/RU3SGUT0AFB6>
- Yen to Strengthen From Narrowing Rate Differentials, ANZ Says  
<https://blinks.bloomberg.com/news/stories/RU3UU3T0G1KW>
- BOJ's Ueda: Need to Watch Financial Risks in US, Europe  
<https://blinks.bloomberg.com/news/stories/RU0YYHT0AFB4>

## EM Headlines

- China's Two-Speed Economic Recovery Fuels Concerns About Outlook  
Manufacturing PMIs point to contraction in factory activity  
Holiday travel spending booms to pre-pandemic levels  
<https://blinks.bloomberg.com/news/stories/RU45C5T0AFB4>
- HSBC Increases Hong Kong Lending Rate as Liquidity Tightens  
Bank raises rates after HK Monetary Authority increase  
Local interbank rates are rising toward level of US-equivalent  
<https://blinks.bloomberg.com/news/stories/RU4921T0AFB4>
- (China) April Caixin China PMI Mfg, actual 49.5, est. 50.0, prior 50.0
- China Takes Yuan Global to Repel Increasingly Weaponized Dollar  
A string of new deals promote the Chinese currency as geopolitical risk spills into international finance  
<https://blinks.bloomberg.com/news/stories/RU3UK7T0G1KW>
- China Holiday Travel Exceeds Pre-Covid Level in Boost to Economy  
<https://blinks.bloomberg.com/news/stories/RU3YKQT1UMOW>
- Sovereign Bonds Gain After PMIs Missed Estimates: Inside China  
<https://blinks.bloomberg.com/news/stories/RU4116T0AFB4>
- CHINA INSIGHT: Policy Dashboard Points to PBOC Rate Cut  
<https://blinks.bloomberg.com/news/stories/RU2N61T0AFB4>
- Won Gains for Second Day After FOMC Decision: Inside Korea  
<https://blinks.bloomberg.com/news/stories/RU4032T0G1KW>
- US Extends SK Chipmakers Reprieve From China Export Controls: FT  
<https://blinks.bloomberg.com/news/stories/RU2USUT0AFB8>
- Rupiah at Fresh 11-Month High After Fed Hike: Inside Indonesia  
<https://blinks.bloomberg.com/news/stories/RU49XGT0AFB4>
- Bond Yields Fall Below 7% on FOMC Before Reversing: Inside India  
<https://blinks.bloomberg.com/news/stories/RU4BR1T0AFB4>
- Foreigners Sell Bonds for Months as Spreads Narrow: India Credit  
<https://blinks.bloomberg.com/news/stories/RU17JIT1UMOW>
- Brazil Central Bank Resists Lula by Sticking With Hawkish Stance  
Central bankers held benchmark Selic steady for sixth time  
Policymakers softened wording slightly on rate hike chances  
<https://blinks.bloomberg.com/news/stories/RU3S79T1UMOW>
- Mexican Peso Jumps to Strongest Since 2017 After Fed Decision  
High rates, remittances, 'nearshoring' helped peso outperform  
Currency breaches key level after Fed's latest policy meeting  
<https://blinks.bloomberg.com/news/stories/RU3HEET1UMOW>
- Colombia Plans to Raise Budget Deficit Target as Oil Slumps (1)  
Credit director pledges to keep deficit within fiscal rules  
Ministry watches bond markets to potentially pre-finance 2024  
<https://blinks.bloomberg.com/news/stories/RU3GI6T1UM0Y>
- Bolsonaro Denies Wrongdoing After Police Raid in Covid Probe (2)  
Former president says he didn't falsify vaccine records  
Six arrested in the operation, including two Bolsonaro aides



- <https://blinks.bloomberg.com/news/stories/RU3NBLT1UM0W>

  - Mexico Rules Out Pemex Capital Injection in 2023, Yorio Says (1)  
Deputy Finance Minister Gabriel Yorio speaks in an interview  
Mexico will be bridge lender in Iberdrola deal, prior to SPV  
<https://blinks.bloomberg.com/news/stories/RU34SCT1UM0W>
  - Pemex In Talks With Government to Extend Tax Deferral (2)  
Pemex's debt is the highest of any oil company in the world  
It must pay off billions of dollars of maturing debt this year  
<https://blinks.bloomberg.com/news/stories/RU3KCZT1UM0Y>
  - Brazil in Talks With EU, UK Over Funds to Protect the Amazon  
Japan, France also discussing money for rainforest defense  
White House pledged \$500 million to Brazil's Amazon Fund  
<https://blinks.bloomberg.com/news/stories/RTTX71DWLU68>
  - Colombia Central Bankers See Need for Contractionary Policy  
<https://blinks.bloomberg.com/news/stories/RU3S1T0G1KW>
  - Chilean Swap Rates Fall to the Lowest in a Month: Chile Close  
<https://blinks.bloomberg.com/news/stories/RU3FMDT1UM0X>
- Czechs Warn Rates May Rise Further as Inflation Risks Persist  
Central bank chiefs points to fiscal policy as key risk  
Michl says rates to stay at current or higher level for longer  
<https://blinks.bloomberg.com/news/stories/RU373IT1UM0W>
- Hungary Passes Judicial Law as EU Says 'Too Early' for Funds (1)  
Law is 'not the end of the process,' EU Commission VP Jourova  
Changes aim to reduce political influence over the courts  
<https://blinks.bloomberg.com/news/stories/RU2ZZ0T0G1KW>
- Ukraine's Allies Seek to Close More Russia Sanctions Loopholes  
G-7 states, EU look to intensify pressure on Russian economy  
Countries develop packages ahead of G-7 summit in Japan in May  
<https://blinks.bloomberg.com/news/stories/RU0WYQTOAFB4>
- UBS Says Zloty Set to Drop as NatWest Goes 'Outright Bullish'  
UBS sees zloty/euro at 4.70; NatWest predicts 4.40 at year-end  
Goldman also bearish on zloty, citing central bank policy  
<https://blinks.bloomberg.com/news/stories/RU2RE8T1UM0Y>
- Michl Calls Bets on Timing of First Czech Rate Cut 'Premature'  
<https://blinks.bloomberg.com/news/stories/RU35JIT1UM0W>
- Czech Central Bankers Voted 4-3 to Hold Rates on Wednesday  
<https://blinks.bloomberg.com/news/stories/RU2V9DT1UM10>
- South Africa Revamps Banknotes to Thwart Counterfeiting (1)  
The upgraded banknotes will enter into circulation from May 4  
Bills have enhanced security features to combat counterfeiting  
<https://blinks.bloomberg.com/news/stories/RU30X3T1UM0W>
- Foreign Outflows From South Africa Bonds Gain Momentum  
<https://blinks.bloomberg.com/news/stories/RU3CU0GQOFSW>