

DM Headlines

- Fed Swaps Point to a Rate Cut by July, or Maybe Even June
Swaps show around one-in-four odds of a cut as soon as June
Five-year Treasury note's yield falls to lowest level of year
<https://blinks.bloomberg.com/news/stories/RU5BXAT0G1KW>
- PacWest, Western Alliance Sink as Bank Stocks' Rout Deepens
First Horizon, TD end deal, PacWest in talks with investors
Sector has been pummeled this year amid bank collapses
<https://blinks.bloomberg.com/news/stories/RU5G9NT1UM0W>
- Fed Emergency Loans Plunge After First Republic Seizure
Outstanding loans on discount window, BTFP total \$81.1 billion
Fed reclassified First Republic's borrowings after seizure
<https://blinks.bloomberg.com/news/stories/RU5MJRT0G1KX>
- US Jobless Claims Rise to 242,000, Biggest Increase in Six Weeks
At same time, recurring applications fell by most since July
Separate report shows four-fold increase in job cuts this year
<https://blinks.bloomberg.com/news/stories/RU4X25T1UM0W>
- Oil Set for Worst Run This Year as Recession Fears Rattle Market
WTI heads for third weekly decline after tumbling by about 10%
Weakening US outlook and banking turmoil battering sentiment
<https://blinks.bloomberg.com/news/stories/RU670FT0AFB4>
- Senators Unveil Taiwan Tax Plan to Spur Semiconductor Investment
Measure would smooth business relations between US, Taiwan
China may see bill as step to recognize island's sovereignty
<https://blinks.bloomberg.com/news/stories/RU5HBSDWLU6D>
- JPMorgan Sees 'Long Duration' Gain Traction Amid Recession Risks
<https://blinks.bloomberg.com/news/stories/RU5QVST0G1KW>
- US INSIGHT: How Outrageous Is the Fed's Unemployment Forecast?
<https://blinks.bloomberg.com/news/stories/RU59MFT0G1KW>

- ECB Vows More Hiking to Come After Slowing Tightening Pace (3)
Deposit rate raised to 3.25% from 3%, as economists predicted
ECB also said it will stop APP bond reinvestments as of July
<https://blinks.bloomberg.com/news/stories/RU55F9DWLU68>
- ECB Bid to Diverge From Fed Pits Lagarde Against Tide of History
Lagarde insists there's no pause just as Powell hints at one
Market bets show waning faith in hawkish stance enduring
<https://blinks.bloomberg.com/news/stories/RU4YBWT0G1KW>
- Citi Sees EUR/USD Trading at 1.09-1.11; Keeps Bullish Euro View
<https://blinks.bloomberg.com/news/stories/RU54L6T1UM0Y>
- German Factory Orders Plummet as Manufacturing Drags on Economy
March orders fall 10.7%; economist estimate was for 2.3% drop
Divergence with services sector has become more pronounced
<https://blinks.bloomberg.com/news/stories/RU565CT0AFB4>
- Markets Seen as Too Complacent on End of ECB Rate Rises -- Market Talk
<https://blinks.bloomberg.com/news/stories/RU68NQ0799MO>



- ECB Hawks Gave Up on 50 Basis-Point Hike Without Much of a Fight
<https://blinks.bloomberg.com/news/stories/RU53V8DWLU68>
- ECB REACT: 25-Bp Hike in May, Another Coming, Peak Is Close (1)
<https://blinks.bloomberg.com/news/stories/RU4YE5T1UM0W>
- UK Depositors Pull £11 Billion Out of Banks After SVB Crisis
It was first decline in UK household deposits in five years
Figures may indicate consumers are more willing to spend
<https://blinks.bloomberg.com/news/stories/RU4O3VT1UM17>
- Australia-UK Free Trade Accord to Begin as EU Deal Nears Finish
PM Albanese says free-trade agreement with UK to start May 31
Australia-EU free-trade talks may reach a conclusion mid-year
<https://blinks.bloomberg.com/news/stories/RU5VBLTOG1KW>
- Labour Scores Early Wins in UK Local Election: Markets Today
<https://blinks.bloomberg.com/news/stories/RU683PT0AFB4>
- BOE's Inflation Fight Grinds On as Relief Emerges for Fed, ECB
Markets brace for more UK rate hikes as Fed signals a pause
UK workforce dropouts to blame for fanning wage-price spiral
<https://blinks.bloomberg.com/news/stories/RU550HT0G1KX>
- BOE PREVIEW: Sticky CPI Means 25-Bp Hike With More To Come
<https://blinks.bloomberg.com/news/stories/RU64BVT0G1KW>
- UK Firms Expect to Raise Prices 5.9% in Coming Year: BOE
<https://blinks.bloomberg.com/news/stories/RU4L5RT1UM0Y>
- UK INSIGHT: King's Coronation Drag Not Enough to Spur Recession
<https://blinks.bloomberg.com/news/stories/RU652VTOG1KZ>
- RBA Cuts GDP, Inflation Forecasts as Rate Hikes Cool Activity
<https://blinks.bloomberg.com/news/stories/RU49DQT0G1KW>
- Five Things to Watch for in Australia's Upcoming 2023 Budget
Treasurer Chalmers will hand down his second budget May 9
Could show first surplus in 15 years, offer cost-of-living aid
<https://blinks.bloomberg.com/news/stories/RU0K7UT0AFB4>
- (AU) March Home Loans Value MoM, actual 4.9%, est. -0.3%, prior -0.9%, revised -1.0%
- Aussie Eyes Biggest Weekly Gain Since Jan.: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RU65ZWT0G1KX>
- Australia Signals Further Tightening After Unexpected Rate Hike
Lowe says board reached 'strong consensus' on today's increase
RBA 'deadly serious' about bringing down inflation, Lowe says
<https://blinks.bloomberg.com/news/stories/RU14AJT1UM0W>
- New Zealand Says UK Free-Trade Agreement to Take Effect May 31
<https://blinks.bloomberg.com/news/stories/RU4M6ST0G1KW>
- UBS, Credit Agricole See 10% Rally in Yen Fueled by Dovish Fed
Concerns over US banking sector also seen supporting yen
Currency almost erased losses triggered by BOJ last week
<https://blinks.bloomberg.com/news/stories/RU4M6TT0G1KW>

EM Headlines

- China Services Activity Eases as Concerns Mount Over Rebound (2)
Caixin services PMI drops to 56.4 in April from 57.8 in March
Unlike manufacturing, the services sector is still expanding
<https://blinks.bloomberg.com/news/stories/RU622XT1UM0Y>
- China Bristles as Canada Weighs Risk of Expelling Diplomat (2)
Trudeau's foreign minister warns of possible economic blowback
China warns it will 'play along every step of the way'
<https://blinks.bloomberg.com/news/stories/RU5U7TT0AFB4>
- (China) April Caixin China PMI Composite, actual 53.6, prior 54.5
- (China) April Caixin China PMI Services, actual 56.4, est. 57.0, prior 57.8
- Repo Rate Falls to Six-Week Low; PBOC Drains Cash: Inside China
<https://blinks.bloomberg.com/news/stories/RU5XY7T1UM0W>
- Chinese Tourists Return But With Tightened Belts: Next China
<https://blinks.bloomberg.com/news/stories/RU63ZUDWRGG0>
- Hong Kong Should Reduce Fiscal Deficit Gradually, IMF Says
'Large slack in the economy' remains, IMF says in new report
IMF projects GDP to expand 3.5% in 2023 on tourism boom
<https://blinks.bloomberg.com/news/stories/RU5VJ7T0G1KW>
- US-China Trade Deficit in Goods Narrows to Three-Year Low: Chart
<https://blinks.bloomberg.com/news/stories/RU52UUT0G1KW>
- Beijing Can Boast of Debt More Trustworthy Than US: China Today
<https://blinks.bloomberg.com/news/stories/RU52QIT0G1KW>
- Rupiah Gains After Faster-Than-Expected GDP: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RU5YQMT0G1L0>
- Indonesia's Unemployment Rate Declines to 5.45% in February
<https://blinks.bloomberg.com/news/stories/RU5ZHYT1UM0W>
- Indonesia's Growth Beats Estimates on Resilient Consumption (1)
GDP expands 5.03% in first quarter, beating 4.97% forecast
Exports growth decelerates as global commodity boom recedes
<https://blinks.bloomberg.com/news/stories/RU5YP4T1UM0W>
- Asia FX Recovery to Take a While With Limited China Boost: HSBC
<https://blinks.bloomberg.com/news/stories/RU5TVIT1UM0X>
- Apple CEO Sees India at 'Tipping Point' as China Pivot Quickens
Executives mention India roughly 20 times on earnings call
The country is at heart of an accelerating shift from China
<https://blinks.bloomberg.com/news/stories/RU5R7LT1UM0W>
- Army Called to Calm Violent Protests in India's Manipur State
<https://blinks.bloomberg.com/news/stories/RU636UT0AFB4>

- Lula Chides Brazil Central Bank Head After Hawkish Rate Hold (1)
Central bankers kept interest rates steady at 13.75% Wednesday
Brazil president has attacked monetary policy since January
<https://blinks.bloomberg.com/news/stories/RU5BHCT1UM0W>
- Amazon Damage Could Cost Brazil \$184 Billion, World Bank Says
Nearly 10% of GDP at risk if forest passes key tipping point



- Three million Brazilians could fall into extreme poverty
<https://blinks.bloomberg.com/news/stories/RU3GBAT0AFB4>
- Mexico Unemployment Rate Fell to 2.39% in March; Est. 2.68%
<https://blinks.bloomberg.com/news/stories/RU4UVUGEZ1FK>
 - Mexico Consumer Confidence Falls to 44.1 in April
<https://blinks.bloomberg.com/news/stories/RU4USMGQOFSW>
 - Brazil Central Bank Resists Lula Sticking to Hawkish Stance (1)
Central bankers held benchmark Selic steady for sixth time
Policymakers softened wording slightly on rate hike chances
<https://blinks.bloomberg.com/news/stories/RU51OXT0AFB4>
 - Haddad Says He's Concerned About Brazil Central Bank Decision
<https://blinks.bloomberg.com/news/stories/RU5AV9T0AFB4>
 - Chile Will Resume Tax Reform Talks After Election, Marcel Says
<https://blinks.bloomberg.com/news/stories/RU56KBT1UM0W>
 - In Chile, Decelerating Inflation Supports Outlook for Rate Cuts
<https://blinks.bloomberg.com/news/stories/RU5LZZDWRGG3>
 - CLP, COP Volatile on Catch Up as Commodities Fall: Inside Andes
<https://blinks.bloomberg.com/news/stories/RU502DT1UM0X>
 - Colombia Court Annuls Election of Congress Chief Barreras
<https://blinks.bloomberg.com/news/stories/RU5RBVT1UM0X>
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- Russia Races to Replace Western Technology to Boost Gas Exports
Novatek receives patent on modified liquefaction technology
French, US engineering firms cut ties with Russia due to war
<https://blinks.bloomberg.com/news/stories/RTPQZWT1UM0X>
 - Polish Banks Plan to Tighten Loan Criteria in 2Q: Central Bank
<https://blinks.bloomberg.com/news/stories/RU4JADT0AFB4>
 - Orban Urges Trump Return From Right-Wing 'Incubator' in Hungary
<https://blinks.bloomberg.com/news/stories/RU4KTKTOG1KW>
 - Forint Leads Regional Rally After Fed's Pause Hint: Inside CEE
<https://blinks.bloomberg.com/news/stories/RU4HH4T1UM0W>
 - Czech Government Returns Diesel Excise Tax to Higher Rate
<https://blinks.bloomberg.com/news/stories/RU5510TOG1KW>
 - Costly Peppers, Tomatoes Drive Up South African Barbecue Index
Food prices have risen disproportionately for fresh produce
Shisa Nyama Index shows price rose average 20.3% in April
<https://blinks.bloomberg.com/news/stories/RTFA8HT1UM0W>
 - Rand's Two-Day Gain Is Best Since Mid-April: Inside South Africa
<https://blinks.bloomberg.com/news/stories/RU4L2WT0G1KX>
 - Deteriorating Business Confidence Pushes South African Stocks
<https://blinks.bloomberg.com/news/stories/RU4QSWC6YGW1>
 - Russia Says US Put Kyiv Up to Alleged Kremlin Drone Strike (1)
Ukraine denies it played any role in drone incident at Kremlin
Moscow has threatened unspecified retaliation for episode
<https://blinks.bloomberg.com/news/stories/RU4SVXTOG1KY>