

DM Headlines

- Biden, McCarthy Vow More Debt-Limit Talks as US Default Looms
Congress leaders to meet president again at White House Friday
Republicans, White House officials to discuss spending levels
<https://blinks.bloomberg.com/news/stories/RUF2KKDWRGG0>
- Goldman's Hammack Sees 'Real Risk' to Dollar From Debt-Cap Brawl
Outgoing head of Treasury advisory committee discusses impasse
'Dollar primacy is a national treasure,' Daleep Singh says
<https://blinks.bloomberg.com/news/stories/RUEQ4CDWX2PS>
- Williams Says Fed Is Data Dependent, Leaves Door Open to Pause
New York Fed chief sees GDP growing modestly this year
'We're going to get a lot of data between now' and June FOMC
<https://blinks.bloomberg.com/news/stories/RUEL7LDWLU68>
- Oil Declines After Three-Day Advance as Appetite for Risk Fades
Investors to scour inflation data for clues on Fed's rate path
WTI drops toward \$73 a barrel following mixed report from API
<https://blinks.bloomberg.com/news/stories/RUF8QGT0AFB4>
- Biden Says He Won't Travel Abroad If Debt-Limit Deal Is Near
Group of Seven leaders summit scheduled for later this month
President also planning trips to Australia, Papua New Guinea
<https://blinks.bloomberg.com/news/stories/RUEYB1DWLU6A>
- Wall Street Leaders Warn of 'Unthinkable' Fallout If US Defaults
<https://blinks.bloomberg.com/news/stories/RUEVV0DWX2PS>
- Impact of Debt Brinkmanship on Dollar, USTs Is Uncertain: Mizuho
<https://blinks.bloomberg.com/news/stories/RUF4QIT0G1KX>
- US INSIGHT: What to Expect on Airfares in CPI in Coming Months
<https://blinks.bloomberg.com/news/stories/RUEPPDDWRGG0>
- Reuters: Premature for Fed to call end to rate hikes with inflation still high, Williams says
<https://t.co/fyOFktjybd>

- EUROPE INSIGHT: Loans Now Reflect New ECB, BOE Rates Reality
<https://blinks.bloomberg.com/news/stories/RUFF0STOG1L4>
- ECB Must Do More to Return Inflation to 2%, Schnabel Says
She sees rates rising until core inflation turns sustainably
Rate cuts some investors see this year are 'highly unlikely'
<https://blinks.bloomberg.com/news/stories/RUE11VDWX2PS>
- Don't Assume ECB Will End Rate Hikes in July, Kazaks Warns (3)
Latvian official still sees 'quite some ground to cover'
He calls bets on cuts in spring 2024 'significantly premature'
<https://blinks.bloomberg.com/news/stories/RUE6FSDWLU68>
- EU Banks Face Tougher Supervision Than Many in US, Villeroy Says
EU banks are all subject to stringent Basel requirements
French, EU banks benefit from rising interest rates: Villeroy
<https://blinks.bloomberg.com/news/stories/RUDXQ3DWLU68>



- BOE's 25-Bp Hike in May Could Suggest Approaching Peak
<https://blinks.bloomberg.com/news/stories/RUFFI8T0AFB4>
- UK PREVIEW: GDP to Signal Near-Term Technical Recession Avoided
<https://blinks.bloomberg.com/news/stories/RUFF36T1UM0W>
- 4% UK Neutral Rate Would Mean Debt Costs to Rise to 4.5% of GDP
<https://blinks.bloomberg.com/news/stories/RUFF85DWRGG1>
- Wages Rise 10% Across England, Finally Catching Up to Inflation
<https://blinks.bloomberg.com/news/stories/RUFCCGGDWRGG2>
- Donald Kohn Says BOE and Fed Suffering Keynesian 'Group-Think'
Fed's former vice chair says more diversity of views is needed
New Keynesian economics is dominant model for central bankers
<https://blinks.bloomberg.com/news/stories/RUEDV4DWX2PS>
- UK Firms Turn to Temporary Staff as Wages Keep Rising
<https://blinks.bloomberg.com/news/stories/RUDT3UDWX2PS>

- Australia Sticks to Budget Restraint, Joining Inflation Battle
Government announces A\$4.2 billion surplus, first in 15 years
Sees China economy growing 5.75% in '23 vs Beijing's 5% target
<https://blinks.bloomberg.com/news/stories/RUEYLAT0G1KX>
- Australia to Keep Issuance High, Pre-Fund Refinancing: Nomura
<https://blinks.bloomberg.com/news/stories/RUEVA7T0AFB4>
- Aussie, Kiwi Consolidate Before US CPI: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RUFDS3TOG1KW>
- Australian Govt. Debt Market to Swell 4% to A\$923B by June 2024
<https://blinks.bloomberg.com/news/stories/RUDX5TGEZ1FM>
- Australian Home Loan Arrears Rose in March, S&P Says
<https://blinks.bloomberg.com/news/stories/RUFDCMDWRGG0>
- NZ Labor Market Resilient, Flexible During Pandemic: RBNZ
<https://blinks.bloomberg.com/news/stories/RUET8IT0AFB4>
- China Cooling Risks Worse Slowdown in Australia, Chalmers Says
Australia's economic expansion to slow sharply in fiscal 2024
Recent Chinese data indicates potential for economic slowdown
<https://blinks.bloomberg.com/news/stories/RUFC62T1UM0W>

- (Japan) March Coincident Index, est. 98.7, prior 98.6
- (Japan) March Leading Index CI, est. 97.9, prior 98.0
- Japan's March Preliminary Leading Index Falls to 97.5; Details
<https://blinks.bloomberg.com/news/stories/RUFFKFGFR4SG>
- BOJ's Ueda Says Too Early to Talk About Addressing ETF Holdings
<https://blinks.bloomberg.com/news/stories/RUFD8QT0AFB4>
- Yen, Bonds Consolidate Before US Inflation Data: Inside Japan
<https://blinks.bloomberg.com/news/stories/RUFGULT0AFB4>
- Japan's Demand For Non-Yen Debt Will Return, Says Morgan Stanley
<https://blinks.bloomberg.com/news/stories/RUCKS9DWRGG1>
- Japan's March Preliminary Leading Index Falls to 97.5; Details
<https://blinks.bloomberg.com/news/stories/RUFFKFGFR4SG>

EM Headlines

- China Warns of 'Strong' Reaction If EU Sanctions Its Companies
Germany's Baerbock meets with Qin Gang in Berlin Tuesday
Qin says he opposes any 'one-sided sanctions against China'
<https://blinks.bloomberg.com/news/stories/RUDXO2DWX2PS>
- Xi's Latest Crackdown Snares Experts Hired by Hedge Funds, CEOs
Beijing launches anti-spy campaign against consulting firms
Officials accuse Capvision of links to foreign intelligence
<https://blinks.bloomberg.com/news/stories/RUDLVITOG1KW>
- HKD Gains On Local Rate Surge; Yuan Extends Drop: Inside China
<https://blinks.bloomberg.com/news/stories/RUFORFTOG1KW>
- China Warns Severe Heat Means Another Summer of Power Risks (1)
Regional electricity shortages expected in country this summer
Commodities from aluminum to rubber crops affected by weather
<https://blinks.bloomberg.com/news/stories/RUF8VOT0AFB4>
- Won Pares Losses as Local Exporters Sell Dollars: Inside Korea
<https://blinks.bloomberg.com/news/stories/RUF4VQT0AFB4>
- S. Korea's April Adjusted Jobless Rate Falls to 2.6%
<https://blinks.bloomberg.com/news/stories/RUEY0HGETF5S>
- US-Japan-South Korea Radar Plan Set to Rile China and Pyongyang
Tokyo has had trouble tracking North Korea missile launches
Data from region to be fed into a US command, Yomiuri says
<https://blinks.bloomberg.com/news/stories/RUDNYMDWX2PS>
- Bonds Edge Lower Before Treasury Bill Auction: Inside India
<https://blinks.bloomberg.com/news/stories/RUFEDXDWX2PS>
- Modi Fights Hard in India Swing State Ahead of National Polls
Karnataka election is a close contest for the BJP and Congress
Stakes are high for Congress to chip away at Modi's support
<https://blinks.bloomberg.com/news/stories/RU4WPOT0AFB4>
- Indonesia April Retail Sales Estimate Rises 1% Y/y
<https://blinks.bloomberg.com/news/stories/RUFA1J6JLCZM>

- Chile Traders See Key Rate Left at 11.25% Next Meeting: Survey
<https://blinks.bloomberg.com/news/stories/RUE5JPGFLIIO>
- Stolen Electricity Raises Threat of Rio Power-Supply Crisis (1)
Rio-based Light lost \$200 million from clandestine hookups
After buying stake, Nelson Tanure said to plan cash injection
<https://blinks.bloomberg.com/news/stories/RUEEOVDWLU68>
- Colombia May Consider Rate Cut This Year, Finance Chief Says (3)
Finance Minister Bonilla speaks in interview in Bogota
Bonilla says he wasn't hired to flatter President Petro
<https://blinks.bloomberg.com/news/stories/RUEMCBDWX2PS>
- Mexico Inflation Slows, Signaling End to Rate Hikes Is Near (1)
Consumer prices rose 6.25% on year in April, est. was 6.22%
Core inflation slowed to 7.67% on year, estimate was 7.69%
<https://blinks.bloomberg.com/news/stories/RUE51IDWLU68>



- Brazil Central Bank Calls for Patience as Lula Slams Rates (1)
Policymakers kept interest rate steady at 13.75% last week
Lula has criticized monetary policy and central bank chief
<https://blinks.bloomberg.com/news/stories/RUE41RDWX2PS>
- Hedge Fund Adam Bets on Brazilian Real, Shorts Mexican Peso
<https://blinks.bloomberg.com/news/stories/RUECV9DWX2PS>
- Brazil's New Fiscal Plan to Face Changes in Congress, Lira Says
Framework is "satisfactory" but needs changes: house speaker
Text of the bill is now under revision by its rapporteur
<https://blinks.bloomberg.com/news/stories/RUEKFPDWRGG0>
- Brazil's Galipolo Says Not Adequate to Talk Monetary Policy Now
<https://blinks.bloomberg.com/news/stories/RUEPLCDWRGG6>
- Peso Gains the Most Among EM Peers; Stocks Retreat: Chile Close
<https://blinks.bloomberg.com/news/stories/RUEO7CDWX2PS>

- Poland to Hold Rates as Betting on Cuts Heats Up: Decision Guide
The key rate is expected to stay at 6.75% for the eighth month
Speculation on rate cuts as Poland approaches October vote
<https://blinks.bloomberg.com/news/stories/RUCHIMDWRGG0>
- Hungary's Record Budget Gap Adds to Inflation, Recession Woes
Government struggles to contain shortfall, flags spending cuts
Hungary has boosted budget deficit forecasts for 2024 and 2025
<https://blinks.bloomberg.com/news/stories/RUDS9QDWLU68>
- Hungary May Issue €1B-2B in Eurobonds by End of Year: Reuters
<https://blinks.bloomberg.com/news/stories/RUECSIDWRGG0>
- Forint Rises to 3-Week High After Central Banker's Rate Comment
<https://blinks.bloomberg.com/news/stories/RUE55KDWLU69>
- Czech March Industrial Production NSA Rose 2.4% on Year
<https://blinks.bloomberg.com/news/stories/RUDQAEGFA9Z4>
- 'Party Is Over' for Czech Spending Spree, Fiscal Watchdog Warns
Government's deficit-cutting plan only a start, Hampl Says
Slower pension increases, state job cuts needed, watchdog says
<https://blinks.bloomberg.com/news/stories/RUCMAWDWLU68>
- BBH Warns of Premature Rate Cuts, Sticky Inflation: Inside CEE
<https://blinks.bloomberg.com/news/stories/RUDRS9DWLU68>
- Eskom's Debt Is Trading as If the State Bailout Never Happened
Yield on unguaranteed 2028 notes climbs to February highs
Bondholders concerned about possible cash crunch: Nedbank
<https://blinks.bloomberg.com/news/stories/RUE0N5DWRGG0>
- Eskom Powers South African Yields to Pandemic-Era Highs
<https://blinks.bloomberg.com/news/stories/RUDZUDDWLU68>
- BofA Sees S. Africa Food Inflation Peaking at 14.7% y/y in April
<https://blinks.bloomberg.com/news/stories/RUDZNPDWRGG0>