

## DM Headlines

- US Inflation Shows Signs of Moderating, Giving Fed Room to Pause  
Consumer prices rose 4.9% on an annual basis, below forecast  
Narrow service measure watched by Fed also cooled in April  
<https://blinks.bloomberg.com/news/stories/RUG2I9DWLU69>
- Yellen Says Debt Default Would Hurt US International Leadership  
Says US national security could also take a hit from default  
Treasury chief speaks at G-7 meeting in Niigata, Japan  
<https://blinks.bloomberg.com/news/stories/RUH0BMT0G1KW>
- Biden Presses for China Contact Despite Risks of Losing Leverage  
US proposes flurry of calls, meetings with Chinese officials  
China has largely shut out US since balloon incident  
<https://blinks.bloomberg.com/news/stories/RUG2XWDWLU6B>
- Trump Urges Republicans to Get Spending Cuts or Push US Default  
Former president maintains party grip as 2024 GOP frontrunner  
President Biden set to reconvene congressional leaders Friday  
<https://blinks.bloomberg.com/news/stories/RUGZ7MT0AFB4>
- Oil Advances as Traders Weigh Inflation Trends and Supply Halts  
Easing inflation in US may prompt Fed to pause hiking campaign  
WTI rallies above \$73 a barrel before monthly report from OPEC  
<https://blinks.bloomberg.com/news/stories/RUHAKGDWRGG0>
- Dollar Likely to Fall a Bit Further Near Term, CBA Says  
<https://blinks.bloomberg.com/news/stories/RUGWH3DWRGG0>
- US REACT: Used Cars Throw CPI Goods Disinflation in Reverse (2)  
<https://blinks.bloomberg.com/news/stories/RUG5SCDWRGG0>
- Cracks in the Ceiling as US Debt on Path to 145% of GDP  
<https://blinks.bloomberg.com/news/stories/RUGQG4DWRGG1>
- Global Finance Chiefs to Plot Escape Routes for World Economy  
<https://blinks.bloomberg.com/news/stories/RUHCY3T0G1KW>
- GLOBAL INSIGHT: Think Ditching Dollar Is Easy? Ask Putin, Modi  
<https://blinks.bloomberg.com/news/stories/RUGFQGDWRGGA>
  
- ECB's Nagel Says Nothing Off the Table for September Meeting (1)  
Bundesbank chief speaks to Bloomberg Television in Japan  
Officials are stressing that rate hikes aren't over yet  
<https://blinks.bloomberg.com/news/stories/RUHE6EDWRGG0>
- Tight ECB Policy to Persist After Rates Hit Peak, Centeno Says  
<https://blinks.bloomberg.com/news/stories/RUG8A7DWLU68>
- ECB Officials Start to Accept Rate Hikes May Not End in July (1)  
Inflation worry means September increase is becoming an option  
There's no sense of confidence about an imminent pause  
<https://blinks.bloomberg.com/news/stories/RUG6U7DWRGG0>
- ECB Has 'Marginal' Distance to Cover With Hikes, Villeroy Says  
Bank of France survey shows easing price pressure in industry  
Central bank sees slightly positive growth in second quarter  
<https://blinks.bloomberg.com/news/stories/RUFUZNDWLU68>



- UK Surveyors See Signs Housing Market Downturn Coming to an End  
RICS says lack of supply of new homes is pushing up prices  
Rental market increasingly strained by strong tenant demand  
<https://blinks.bloomberg.com/news/stories/RUGFSSDWLU68>
- UK) April RICS House Price Balance, actual -39%, est. -40%, prior -43%
- BOE Official Says Privacy, Bank Runs a Risk With Digital Pound  
<https://blinks.bloomberg.com/news/stories/RUFYFTDWX2PS>
- Sunak Radically Scales Back Post-Brexit Purge of EU Laws  
UK also plans to cut EU-era mandate to report working hours  
Badenoch says bill will scrap 600 EU laws, down from 4,000  
<https://blinks.bloomberg.com/news/stories/RUG5BYDWLU68>
- BOE Needs Rates Out of Its Comfort Zone to Keep Gilt Yields Here  
<https://blinks.bloomberg.com/news/stories/RUHA16T1UMOW>
- Markets Not Expecting Bank of England to Pause Yet: In Charts  
Policy rate of 4.5% is still a long way behind UK inflation  
Hawkish BOE might send sterling above April 2022 level  
<https://blinks.bloomberg.com/news/stories/RUH5R7DWRGG0>
  
- RBA Peak Rate Scenario of 4.8% Saw Faster Price Drop, No Slump  
Australia central bank looked at three different policy paths  
Higher rate brings inflation back to target by the end of 2024  
<https://blinks.bloomberg.com/news/stories/RUH2IGT0AFB4>
- (NZ) April REINZ House Sales YoY, actual -15.3%, prior -15.0%
- Australian Trade Minister to Visit China As Economic Ties Thaw  
To push for 'full resumption of unimpeded Australian exports'  
Ties between Australia and China have improved since 2022  
<https://blinks.bloomberg.com/news/stories/RUFJK3T1UM0Y>
- New Zealand Job Ads Declined in April, BNZ Says  
<https://blinks.bloomberg.com/news/stories/RUGSOOT1UM0W>
- Aussie, Kiwi Bonds Rise After US CPI Slows: Inside Australia/NZ  
<https://blinks.bloomberg.com/news/stories/RUH7ZEDWRGG0>
  
- (Japan) May Japan Buying Foreign Bonds, actual -JPY635.2b, prior -JPY1.06t
- BOJ's Easing Bond Market Headache Reduces Need for Policy Tweaks  
Yield curve dislocation eases as BOJ slows debt buying  
Situation isn't urgent now for BOJ to tweak policy: MUFJ-MS  
<https://blinks.bloomberg.com/news/stories/RUGYQOT1UM0W>
- Japan Funds Ramp Up Treasury Purchases Amid US Banking Turmoil  
They net bought US bonds in 1Q after five quarters of selling  
Treasuries rallied in March after collapse of two US lenders  
<https://blinks.bloomberg.com/news/stories/RUGXK6T1UM0W>
- Ueda's BOJ Subtly Changes English Translation in New Era Signal  
BOJ is now 'patiently' easing instead of 'persistently' easing  
Change signals Ueda's intent to communicate with global market  
<https://blinks.bloomberg.com/news/stories/RUFDUET1UM0X>
- Super-Long Debt Rise After 30-Year Bond Auction: Inside Japan  
<https://blinks.bloomberg.com/news/stories/RUHAZITOG1KW>

## EM Headlines

- China Inflation Slows to Near Zero as Rebound Remains Uneven (2)  
CPI rises 0.1% in April, while PPI falls more than expected  
Central bank unlikely to ease policy in short-term: economists  
<https://blinks.bloomberg.com/news/stories/RUH28DT0AFB4>
- Hong Kong Overnight Funding Costs Surge to Highest Since 2007  
Liquidity continues to tighten after repeated FX intervention  
Higher rates leading to a strengthening of local dollar  
<https://blinks.bloomberg.com/news/stories/RUH5TIT1UM0X>
- (China) April PPI YoY, actual -3.6%, est. -3.3%, prior -2.5%
- (China) April CPI YoY, actual 0.1%, est. 0.3%, prior 0.7%
- Bond Market Rallies On Deposit Rate Cut, Soft CPI: Inside China  
<https://blinks.bloomberg.com/news/stories/RUH5Z7TOG1KW>
- China Bonds Rally as Bank Deposit-Rate Cuts Fuel Easing Bets  
Big banks to cap some rates at 10 basis points above benchmark  
Move follows rounds of deposit rate cuts at smaller banks  
<https://blinks.bloomberg.com/news/stories/RUH3ALT0G1KW>
- China Tells the US Little Chance of Defense Chiefs Meeting: FT  
<https://blinks.bloomberg.com/news/stories/RUGROWDWRGG9>
- Won Rises for the First Time in Three Days: Inside Korea  
<https://blinks.bloomberg.com/news/stories/RUH4VBT0G1KW>
- South Korea May 1-10 Exports -10.1% Y/y; Trade Deficit \$4.17b  
<https://blinks.bloomberg.com/news/stories/RUGVZRDWRGG0>
- Rupiah Rises as Global Funds Buy Stocks, Bonds: Inside Indonesia  
<https://blinks.bloomberg.com/news/stories/RUH43WT1UM0W>
- US Debt-Ceiling Standoff Highlights Appeal of Indonesian Bonds  
Rupiah debt did well during 2011, 2013 debt-ceiling talks  
Easing prices opens room for possible BI rate cuts this year  
<https://blinks.bloomberg.com/news/stories/RUHA4TT0G1KW>
- Interbank Rate Volatile Amid Tight Cash Conditions: Inside India  
<https://blinks.bloomberg.com/news/stories/RUH94ODWRGG0>
- Modi Fights Hard in India Swing State Ahead of National Vote (1)  
Exit polls predict 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/RUG2S4DWLU68>
- Peso Gains Look Stretched  
<https://blinks.bloomberg.com/news/stories/RUGJEKDWLU68>
- MXN Eyes 17.45/USD After US Inflation Data: Inside Mexico  
<https://blinks.bloomberg.com/news/stories/RUFXZUDWRGG1>
- Argentina Is Going Broke to Stall a Full-On Currency Collapse  
Central Bank has more liabilities than assets on balance sheet  
Gross reserves have slumped to \$34 billion, a seven-year low  
<https://blinks.bloomberg.com/news/stories/RUGEHXT1UM0W>
- 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>

- Real Estate Market Booms in Mexico's Least-Violent State  
Yucatán's governor says supporting the local police is key to the low crime rate, which is boosting population and investment in the region.  
<https://blinks.bloomberg.com/news/stories/RUG5Q6T0AFB4>
- Lula's Central Bank Nominee Says He Wouldn't Speed Up Rate Cuts  
Galipolo says markets have already priced in cuts this year  
Central bankers are holding interest rates steady at 13.75%  
<https://blinks.bloomberg.com/news/stories/RUGM8YDWLU68>
- Chile Finance Ministry Sees Economy Avoiding Contraction in 2023  
Finance ministry sees 2023 GDP growth of 0.3%; was -0.7%  
Government also raised its average inflation forecasts  
<https://blinks.bloomberg.com/news/stories/RUGA5VDWLU68>
- Chile Demand Rebound Could Delay Key Rate Cuts, LarrainVial Says  
<https://blinks.bloomberg.com/news/stories/RUG9BMDWX2PS>
- Egypt's Distressed Bonds Fall on Threat of Moody's Downgrade  
Moody's says review of rating partly reflects liquidity risk  
Egypt's dollar bonds due 2051 and 2061 fall to record lows  
<https://blinks.bloomberg.com/news/stories/RUFK2EDWLU6A>
- South Africa Is its Own Worst Enemy, Central Bank Governor Says  
Local idiosyncrasies fuel inflation, curb growth: Kganyago  
Governor urges government to implement structural reforms  
<https://blinks.bloomberg.com/news/stories/RUFZHADWRGG1>
- Poland Leaves Interest Rates Unchanged as Cuts Come Into Focus  
Key interest rate remains at 6.75% for eighth straight month  
Governor Glapinski to comment on rate decision Thursday  
<https://blinks.bloomberg.com/news/stories/RUED6KDWX2PS>
- Poland Won't Adopt CHF-Loan Bill Before Oct. Election: B.Insider  
<https://blinks.bloomberg.com/news/stories/RUHBQNDWX2PS>
- EU's Fastest Inflation Slips as Hungary Eyes Rate-Cut Cycle (1)  
Hungary inflation rate drops to 24.0% in April; estimate 24.1%  
Central bank is considering when to start cutting 18% key rate  
<https://blinks.bloomberg.com/news/stories/RUFODWLU68>
- Forint Heads for Strongest in Year Against Euro on CPI Reports  
<https://blinks.bloomberg.com/news/stories/RUG1H3DWLU68>
- Zloty Rally Helps Polish Central Bank's Dovish Pivot: Inside CEE  
<https://blinks.bloomberg.com/news/stories/RUFLWJDWLU69>
- Czech Finance Minister Expects to Meet 2023 Budget Gap Target  
<https://blinks.bloomberg.com/news/stories/RUFPBVDWX2PS>
- Czechs Made No FX Interventions to Prop Up Koruna in March  
<https://blinks.bloomberg.com/news/stories/RUFLV6DWLU68>
- BRICS to Discuss Common Currency Plan at South Africa Summit (1)  
Calls mount for alternatives to using dollar for global trade  
Dollar will remain dominant for a long time, Vestact says  
<https://blinks.bloomberg.com/news/stories/RUGA5KDWRRGG0>