

## DM Headlines

- Fed's Logan Doesn't Yet See Case for June Pause Amid High Prices  
Dallas Fed chief concerned if inflation is falling fast enough  
Fed's Jefferson suggests he's willing to be patience on policy  
<https://blinks.bloomberg.com/news/stories/RUUVZAT0G1KW>
- McCarthy, Schumer Eye Debt-Limit Votes Ahead of June 1 Deadline  
Narrowed group of negotiators has been discussing framework  
Treasury secretary has warned US could run out of cash June 1  
<https://blinks.bloomberg.com/news/stories/RUVKLLT0AFB4>
- Fed Loans to Banks Rise as Term Funding Program Reaches New High  
Rising BTFP participation suggests ongoing financial pressures  
Total emergency loans outstanding remain well below March peak  
<https://blinks.bloomberg.com/news/stories/RUVG3NT0AFB4>
- Fed 'Skip' Sounds Like the New 'Pause' as Officials Weigh Policy  
Logan doesn't yet see case for June pause amid inflation  
Bostic says 'a pause could be a skip or it could be a hold'  
<https://blinks.bloomberg.com/news/stories/RUV4ALTOAFB4>
- US Agrees on Taiwan Trade Terms, Clouding Plans for China Talks  
Deal covers customs facilitation, regulation, anti-corruption  
Move clouds prospects for Chinese official's visit next week  
<https://blinks.bloomberg.com/news/stories/RUVLNRT1UMOW>
- USTs May Dip Slightly When US Averts Technical Default: Mizuho  
<https://blinks.bloomberg.com/news/stories/RUVR3UT1UMOW>
- Biden Pushes Momentum in Debt Talks as He Begins Summit in Japan  
Small White House, Republican teams are conducting talks  
McCarthy, Schumer Prepare for Votes Before June 1 Deadline  
<https://blinks.bloomberg.com/news/stories/RUVXV3T1UMOW>
- US INSIGHT: Economy Maintains its Slow Growth Rate — Dashboard  
<https://blinks.bloomberg.com/news/stories/RUUWYNDWX2PS>
- US Jobless Claims Tumbled Last Week After Fraud-Inflated Jump  
Reversal in Massachusetts helped spur biggest drop since 2021  
Continuing claims edge down in sign of labor-market resilience  
<https://blinks.bloomberg.com/news/stories/RUUVZJT0AFB4>
  
- ECB Steps Up Scrutiny of Bank Liquidity, May Raise Requirements  
May communicate stricter requirements to some banks this year  
Collapse of US banks and Credit Suisse heightened concerns  
<https://blinks.bloomberg.com/news/stories/RU2ML5T0G1KX>
- Guindos Says Accelerating Services Inflation a Worry for ECB (1)  
Vice president says too soon to say where ECB will pause rates  
Estonia's Muller pushes back on idea of cuts in early 2024  
<https://blinks.bloomberg.com/news/stories/RUUH2HT1UMOW>
- BE Primer: Italy Faces Risk of Debt Crisis as ECB Hikes Rates  
<https://blinks.bloomberg.com/news/stories/RUW4M8DWRGG0>
- Italy Bond Market Calm to Face Stress Test as Rating Risks Junk  
Moody's to review Baa3 rating with negative outlook on Friday



Italy to German bond yield spread has been stable this year

<https://blinks.bloomberg.com/news/stories/RUR8F6T0AFB4>

- UK Household Confidence Extends Rebound Despite 10% Inflation  
GfK optimism index at highest since Russia invaded Ukraine  
Food prices set to overtake energy bills in fueling inflation  
<https://blinks.bloomberg.com/news/stories/RUUS8ZT0AFB4>
- (UK) May GfK Consumer Confidence, est. -27, prior -30
- UK's Era of Big House Price Rises Ending, OBR Official Says (1)  
David Miles is on the UK budget watchdog's top committee  
He says slower population growth among factors to cool prices  
<https://blinks.bloomberg.com/news/stories/RUUGWAT0AFB4>
- BOE Says Pace of Quantitative Tightening May Accelerate (1)  
Officials accused of missing inflation and widening inequality  
Bailey says balance sheet won't return to pre-2008 levels  
<https://blinks.bloomberg.com/news/stories/RUURNYT0G1KY>
- UK INSIGHT: BOE Eyeing 4.75% Peak Rate? Forecast Says 'Yes' (2)  
<https://blinks.bloomberg.com/news/stories/RUW33CT0AFB4>
  
- New Zealand Budget Won't Fuel Rate Hikes, Robertson Says (1)  
Finance minister defends fiscal policy, says inflation to fall  
Dismisses concerns that NZ credit rating could be downgraded  
<https://blinks.bloomberg.com/news/stories/RUVY34T0AFB4>
- NZ Bonds Trim Fall On Solid Auction Demand: Inside Australia/NZ  
<https://blinks.bloomberg.com/news/stories/RUW1LRT1UM0W>
- NZ April Trade Swings to Surplus, Exports to China +10.4% M/m  
<https://blinks.bloomberg.com/news/stories/RUVM0IGFLIIO>
- ASB Bank Expects RBNZ Will Raise Cash Rate to 5.75% Next Week  
<https://blinks.bloomberg.com/news/stories/RUVRLJT1UM0W>
- New Zealand Treasury Now Sees House Prices Declining Into 2024  
<https://blinks.bloomberg.com/news/stories/RUVJT4T1UM0W>
- Housing Doubt Could Return With RBA Hike: April Housing Tracker  
<https://blinks.bloomberg.com/news/stories/RUVH5CDWLU6A>
  
- Japan's Inflation Quickens Again, Putting Pressure on BOJ View  
BOJ may have to revise up its price outlook in July meeting  
Underlying inflation also quickens to fastest pace since 1981  
<https://blinks.bloomberg.com/news/stories/RUVOOXT0G1KW>
- Netflix Addiction Turning Into a Structural Drag on Yen in Japan  
Deficit from payments for video, music streaming has increased  
Digital deficit growth implies mounting yen pressure: Barclays  
<https://blinks.bloomberg.com/news/stories/RUVM1CT1UM0W>
- Yen Falls to Fresh Low for the Year Amid a Paring of BOJ Bets  
<https://blinks.bloomberg.com/news/stories/RUTVKDT0G1KX>
- (Japan) April Natl CPI YoY, actual 3.5%, est. 3.5%, prior 3.2%
- Yen Rebounds From Year-to-Date Low, Bonds Decline: Inside Japan  
<https://blinks.bloomberg.com/news/stories/RUW4LOT1UM0W>

## EM Headlines

- China Mulls Moving Bad Bank Stakes to Sovereign Wealth Fund (1)  
Move would improve management, CreditSights analyst says  
Yield spread on China Great Wall bond narrows most since April  
<https://blinks.bloomberg.com/news/stories/RUVWRCT0AFB4>
- Yuan Falls Post Weakest PBOC Fixing Since December: Inside China  
<https://blinks.bloomberg.com/news/stories/RUVXMYT0AFB4>
- Yuan's Biggest Weekly Loss in Three Months Tests PBOC Tolerance  
PBOC set yuan fix below 7 for first time since December  
Traders saw heavy dollar sales onshore to trim yuan's losses  
<https://blinks.bloomberg.com/news/stories/RUVYSBT1UM0W>
- Yuan's Depreciation is 'Controllable' as Economy Recovers: Paper  
<https://blinks.bloomberg.com/news/stories/RUVMJJT0AFB4>
- China Faces 'Confidence Trap' as Economic Recovery Falters (1)  
Data and surveys show business confidence yet to fully recover  
Low confidence limits impact of traditional stimulus: Nomura  
<https://blinks.bloomberg.com/news/stories/RUVTQIT0AFB4>
- China Mulls Moving Bad Bank Stakes to Sovereign Wealth Fund (1)  
Move would improve management, CreditSights analyst says  
Yield spread on China Great Wall bond narrows most since April  
<https://blinks.bloomberg.com/news/stories/RUVWRCT0AFB4>
- Korea Yields Rise to 2-Month High Before BOK Week: Inside Korea  
<https://blinks.bloomberg.com/news/stories/RUVQA4T0G1KW>
- South Korea Seeks High-Level Economic Talks With China (1)  
Korea finance chief, China ambassador to SKorea meet in Seoul  
Korea wants China's help for meeting with economy ministers  
<https://blinks.bloomberg.com/news/stories/RUVSNVT0G1KW>
- Rupiah Set for Worst Week in Three Months: Inside Indonesia  
<https://blinks.bloomberg.com/news/stories/RUVXCET0AFB4>
- Indonesia Yield Curve to Steepen If Operation Twist Ends: SocGen  
<https://blinks.bloomberg.com/news/stories/RUVKSLT0AFB4>
- Bonds Steady as Traders Await RBI Dividend Payout: Inside India  
<https://blinks.bloomberg.com/news/stories/RUW23DT0G1KW>
- RBI Dividends to Modi's Government May Double, Aiding Fiscal Gap  
Dollar sales likely boosted RBI earnings, according to survey  
Central bank board will meet on Friday to discuss payout  
<https://blinks.bloomberg.com/news/stories/RUW507T0G1KW>
- India Considers Borrowing Cut on Hopes of Bumper RBI Dividend  
Government sees higher-than-budgeted payout from central bank  
Surplus transfer may be announced after RBI board meet Friday  
<https://blinks.bloomberg.com/news/stories/RUUEZ6T0G1KW>
- Currencies Weaken Amid Commodity Declines: Inside Andes  
<https://blinks.bloomberg.com/news/stories/RUUX7KT0AFB5>
- Mexico Pledges to Keep Key Rate Steady for Extended Period (2)  
Central bank leaves benchmark rate unchanged at 11.25%



- Brazil, Chile and Peru have also halted interest rate rises  
<https://blinks.bloomberg.com/news/stories/RUVBX5T0G1KW>
- Ecuador Weighs August Election After Dissolution of Congress (2)  
Electoral authority tentatively sets Aug. 20 for new election  
Army and police chiefs call on the public to remain calm  
<https://blinks.bloomberg.com/news/stories/RUUXU5T1UM0W>
  - Mexico's AMLO Defies Top Court With Decree on His Flagship Works  
The decree says key projects have national security interest  
Government decision escalates dispute with the Supreme Court  
<https://blinks.bloomberg.com/news/stories/RUVW9JT0AFB4>
  - Banxico Needs More Time to Evaluate Monetary Policy: Rodriguez  
<https://blinks.bloomberg.com/news/stories/RUVSALT0G1KW>
  - Brazil Finance Ministry Sees 2023 Inflation at 5.6%, Haddad Says  
<https://blinks.bloomberg.com/news/stories/RUV4YJT0G1KW>
  - Chile's Economy Bounces Back, Driven by Service Industries (1)  
First quarter GDP rose 0.8% on quarter, fell 0.6% on year  
Central Bank, Finance Ministry have boosted 2023 outlook  
<https://blinks.bloomberg.com/news/stories/RUUUUVT0AFB4>
  - Hungarian Committee Cuts Anti-LGBTQ Measure From Law, HVG Says  
<https://blinks.bloomberg.com/news/stories/RUV0UOT0AFB4>
  - Forint Drops Most in Month as Hungary Opposes EU Ukraine Aid (1)  
<https://blinks.bloomberg.com/news/stories/RUUSTYT0AFB4>
  - Forint's March Stalls, Complicating Hungary's Policy Path  
<https://blinks.bloomberg.com/news/stories/RUUORAT1UM0W>
  - Forint Plunges After Ukraine Aid Threat; Leu Drops: Inside CEE  
<https://blinks.bloomberg.com/news/stories/RUUSIT1UM0W>
  - Poland's Kotecki: New Social Spending Makes Rate Cut Less Likely  
<https://blinks.bloomberg.com/news/stories/RUUEI6T1UM0W>
  - Hungary's Gas Consumption Drops 25% in 2022-2023 Heating Season  
<https://blinks.bloomberg.com/news/stories/RUUDOGT0G1KW>
  - Czech April Industrial PPI Falls 1.2% M/m, Est. -0.2%  
<https://blinks.bloomberg.com/news/stories/RUUE4N6RV5DS>
  - South Africa's Ties With US 'Uninterrupted' by Diplomatic Row  
Pretoria can rely on US, Deputy Finance Minister Masondo Says  
'Urgent' resolution of spat needed to create market certainty  
<https://blinks.bloomberg.com/news/stories/RUUXHVT1UM0W>
  - Eskom Warns South Africa Faces Record Power Cuts This Winter (1)  
Utility confident it will stave off collapse of national grid  
Government efforts to bolster power supply have foundered  
<https://blinks.bloomberg.com/news/stories/RUUHK2T0AFB4>
  - South Africa Stops Sasol Hiking Natural Gas Price for Six Months  
<https://blinks.bloomberg.com/news/stories/RUUNDRT0G1KW>
  - Xi Vows to Boost Central Asia Security Ties as War Weakens Putin  
Xi stresses 'sovereignty' of nations as China courts influence  
Summit in Xi'an among leaders comes as G-7 meets in Japan  
<https://blinks.bloomberg.com/news/stories/RUVXIOT1UM0W>