

DM Headlines

- Powell Steers Policy Debate With Clear Signal on June Rate Pause
Fed chair says officials can 'afford to look at the data'
Rate peak could be lower than otherwise due to tighter credit
<https://blinks.bloomberg.com/news/stories/RUX1UTT0G1KW>
- Biden, McCarthy Set to Discuss Debt Limit as Talks Restart
Negotiators from both sides continued talks Sunday evening
President says his call with House speaker 'went well'
<https://blinks.bloomberg.com/news/stories/RV1H5DT0G1KW>
- Yellen Doubts US Could Still Pay All of Its Bills by June 15
Treasury chief says the odds of reaching mid-June 'quite low'
Clock ticking on potential US default with talks deadlocked
<https://blinks.bloomberg.com/news/stories/RVOITRDWRGG0>
- Biden Says US-China Relations Set to Improve 'Very Shortly'
US president says 'silly balloon' derailed ties with China
Biden considering lifting sanctions on China defense minister
<https://blinks.bloomberg.com/news/stories/RV14B8DWLU68>
- G-7 Seeks Stable China Ties While 'De-risking,' Communique Says
G-7 leaders say policies 'are not designed to harm China'
Xi has accused the US of leading campaign to contain Beijing
<https://blinks.bloomberg.com/news/stories/RUY5P0TOG1KW>
- Fed's Kashkari Open to Skipping Rate Hike in June, DJ Reports
<https://blinks.bloomberg.com/news/stories/RV0KP1DWX2PS>

- Greek Premier Set to Consolidate Power in New Election (1)
Mitsotakis defeated his opposition by a historic margin
There will likely be another election in about a month
<https://blinks.bloomberg.com/news/stories/RV183EDWRGG0>
- ECB INSIGHT: Balance Sheet Needs to Be Trimmed by €4 Trillion
<https://blinks.bloomberg.com/news/stories/RV1MZ6T0G1KW>
- ECB Has More Ground to Cover to Tame Inflation, Lagarde Says
<https://blinks.bloomberg.com/news/stories/RV06PPDWX2PS>
- French Minister Calls for Equal Treatment for Nuclear in EU Laws
Pannier-Runacher seeks technological neutrality in EU texts
Nuclear, renewable energies must be treated the same, she says
<https://blinks.bloomberg.com/news/stories/RV04Q6DWX2PS>
- Euro Hoping to Benefit From Record-Breaking Dax
<https://blinks.bloomberg.com/news/stories/RV1MY8DWRGG0>
- Ireland Upgraded to AA by S&P, Outlook Stable (1)
<https://blinks.bloomberg.com/news/stories/RUX9MBT0G1KW>
- Italy Avoids Moody's Junk Downgrade for Now in Boost for Meloni
No new announcement on Baa3 rating with negative outlook
Recent S&P and Fitch assessments kept Italy one notch higher
<https://blinks.bloomberg.com/news/stories/RUWA6YT0AFB4>



- (UK) May Rightmove House Prices YoY, actual 1.5%, prior 1.7%
- UK Home Asking Prices Climb at Fastest Pace in a Year (1)
Rightmove survey suggests predicted downturn not materializing
Prices in London jump, national demand above 2019 levels
<https://blinks.bloomberg.com/news/stories/RV1SD8DWX2PS>
- Sunak Keeps Options Open on UK Home Secretary's Future (3)
Braverman sought help with speeding ticket, newspaper says
Opposition calls on Sunak to refer the case to ethics review
<https://blinks.bloomberg.com/news/stories/RV0USKDWRRGG0>
- UK House Price Correction Finally Done? Model Says 'No'
<https://blinks.bloomberg.com/news/stories/RV1T10T0AFB4>

- NZ Households Expect 7.4% Inflation in Year's Time: RBNZ Survey
<https://blinks.bloomberg.com/news/stories/RV1IT6DWX2PS>
- AUD, NZD Hold Powell Driven Gains, RBNZ Due: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RV1PWVDWLU68>
- Australia's Minimum Wage Gain Must Match Inflation, Burke Says
Burke: lowest paid workers can't afford to fall back further
Minister dismisses the risk of wage-price spiral in Australia
<https://blinks.bloomberg.com/news/stories/RUZJABT0AFB4>
- Australia to Regulate Buy Now, Pay Later as Credit Firms (1)
Finance minister cites 'growing dangers' for consumers
Brings buy now, pay later in line with other credit providers
<https://blinks.bloomberg.com/news/stories/RV19XETOG1KW>
- NZIER Says RBNZ Shadow Board Divided Over May Rate Hike
<https://blinks.bloomberg.com/news/stories/RV146HT1UM0W>

- (Japan) March Core Machine Orders YoY, actual -3.5%, est. 1.3%, prior 9.8%
- (Japan) March Core Machine Orders MoM, actual -3.9%, est. 0.4%, prior -4.5%
- Bonds Rise as Powell Signals Possible Fed Pause: Inside Japan
<https://blinks.bloomberg.com/news/stories/RV1O50T0AFB4>
- Ueda Warns Against Early BOJ Policy Change Even After Price Jump
<https://blinks.bloomberg.com/news/stories/RUW6J7T1UM0W>
- Super-Long Japan Bonds See Biggest Foreign Buying Since October
<https://blinks.bloomberg.com/news/stories/RV19PWT0G1KW>
- Hedge Funds Pushing for Japan Returns Get Help From Tokyo Bourse
Activist investors set to make record AGM proposals this year
They're emboldened by exchange's campaign to boost valuations
<https://blinks.bloomberg.com/news/stories/RU0TN8T0AFBA>
- Zelenskiy's G-7 Visit Bolsters Chances of Early Japan Election
Ukrainian president met warm welcome from Japan's public
Support for Prime Minister Kishida shot up during visit
<https://blinks.bloomberg.com/news/stories/RUYB3BT0G1KW>

EM Headlines

- China Central Bank Faces More Rate-Cut Calls to Spur Growth (1)
Loan prime rates kept unchanged on Monday, as expected
Some economists say rate cuts, RRR reductions needed
<https://blinks.bloomberg.com/news/stories/RV1IUXT1UM0W>
- Goldman Cuts Yuan Forecast on Debt Ceiling, China Growth Worries
<https://blinks.bloomberg.com/news/stories/RV1BHMT0AFB4>
- China's \$23 Trillion Local Debt Mess Is About to Get a Lot Worse
What happened in cash-strapped Hegang points to a long economic slog for the rest of the country.
<https://blinks.bloomberg.com/news/stories/RV16K9DWRGG0>
- Yuan Falls as Bearish Bets Mount, Fixing in Line: Inside China
<https://blinks.bloomberg.com/news/stories/RV1G53DWRGG0>
- CHINA REACT: It's Only a Matter of Time Before Prime Rates Fall
<https://blinks.bloomberg.com/news/stories/RV1DR9T0AFB4>
- China's Budget Deficit Improves for the First Time in a Year (1)
Augmented deficit was 1.66 trillion yuan in first four months
That's 19% smaller than for the same period last year
<https://blinks.bloomberg.com/news/stories/RUU837T1UM0W>
- Fizzling Housing Rebound at Odds With PBOC Calmness: China Today
<https://blinks.bloomberg.com/news/stories/RUOP6MDWRGG0>
- Won Gains for Fourth Day on US Rate-Pause Bets: Inside Korea
<https://blinks.bloomberg.com/news/stories/RV1A0CTOG1KW>
- BOK May Lower 2023 GDP Growth Forecast to 1.4-1.5%: DongA Ilbo
<https://blinks.bloomberg.com/news/stories/RV19BWDWLU68>
- South Korea May First 20 Days Exports Fall 16.1% Y/y
<https://blinks.bloomberg.com/news/stories/RV198YMRXLVO>
- Short Bonds Surge on RBI Currency Withdrawal Move: Inside India
<https://blinks.bloomberg.com/news/stories/RV1JBTT0G1KW>
- India Withdraws Highest Value Bank Notes Months Before Polls (1)
Have until Sept. 30 to deposit or exchange 2,000 rupee notes
Denomination accounts for about 11% of cash in circulation
<https://blinks.bloomberg.com/news/stories/RUWSZNT1UM0X>
- Rupiah Ends Worst Losing Streak in Five Months: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RV1ETEDWLU68>
- Indonesia Sees Having Its Own CPO Benchmark Pricing by Yearend
<https://blinks.bloomberg.com/news/stories/RUWA8MT0G1KW>
- INDIA INSIGHT: CPI to Blindside RBI - So Long Hawkish Stance (1)
<https://blinks.bloomberg.com/news/stories/RV1521DWRGG0>

- BRL Drops as Traders See Outflows Tied to Petrobras Dividends
<https://blinks.bloomberg.com/news/stories/RUWRZZT1UM0W>
- Pemex Bonds Under Pressure Amid First Cracks in State Support
Spread to similar sovereign bonds near highest since pandemic
AMLO has scaled back support for the state-owned oil major
<https://blinks.bloomberg.com/news/stories/RU9BYADWLU68>



- Ecuador Presidential Candidate Says He'd Honor 'Legitimate' Debt
Environmentalism Yaku Perez speaks in interview in Quito
Perez says oil and mining bring more costs than benefits
<https://blinks.bloomberg.com/news/stories/RUWYE5T1UM0W>
- Latin American Central Banks Fight Back Against Easing Calls (2)
Inflation falling back from peaks toward central banker goals
Peru, Brazil, Chile, Colombia policymakers met in Sao Paulo
<https://blinks.bloomberg.com/news/stories/RUXEWKT0AFB4>
- Lula to Send Finance Minister to China in Push for Argentina Aid
Brazil leader has pledged to help Argentina ease economic woes
Haddad to attend BRICS bank meeting in Shanghai at end of May
<https://blinks.bloomberg.com/news/stories/RUWRRLDWRGG0>
- Colombia's Inflation Hit 'Turning Point' in April, Villar Says
Colombia central bank governor Villar speaks in interview
Nation's most aggressive tightening cycle ever is working
<https://blinks.bloomberg.com/news/stories/RUWR3WT1UM0W>
- Brazil's Campos Neto Says Local Core Inflation Is Very High
<https://blinks.bloomberg.com/news/stories/RUXEJTT1UM0W>
- Chile's Costa: Core Inflation Has Remained High and Stable
<https://blinks.bloomberg.com/news/stories/RUXAW2TOG1KW>

- Polish Inflation Momentum Hasn't Eased: MPC member Tyrowicz
<https://blinks.bloomberg.com/news/stories/RV1P4RDWX2PS>
- Polish Ruling Party Slips in Opinion Polls Despite Spending Plan
<https://blinks.bloomberg.com/news/stories/RUY99LDWRGG0>
- Hungary's Ukraine Comments Backfire on Forint, Rate-Cut Plan
Currency set for worst week in two months before rate decision
Hungary spooks markets by pledging to block EU aid to Ukraine
<https://blinks.bloomberg.com/news/stories/RUW576T0G1KW>
- Hungary Central Bank Chief, Finance Minister Meet as HUF Drops
<https://blinks.bloomberg.com/news/stories/RUWCT9T0G1KW>
- Czechs to Hold Rates Elevated for Longer, Prochazka Tells Lidove
<https://blinks.bloomberg.com/news/stories/RUX7ZZT1UM0W>
- Frait Says He Considered Backing Czech Rate Hike at Last Meeting
<https://blinks.bloomberg.com/news/stories/RUY70EDWX2PS>
- SocGen Recommends Buying Koruna as Forint, Leu Slump: Inside CEE
<https://blinks.bloomberg.com/news/stories/RUWAUCT1UM0W>
- Rand-Wrecking Row Puts South Africa's IMF-Beating Record at Risk
Weak currency adds to debt burden, loan-service costs
IMF expected to publish report on South Africa this week
<https://blinks.bloomberg.com/news/stories/RUJEA3DWX2PS>
- South African Rand's Troubles Run Deeper Than Russia: Macro View
<https://blinks.bloomberg.com/news/stories/RUWRTWT0AFB4>
- Ramaphosa Is Abandoned by His Key Support Base Over Missteps (1)
South African executives say they've lost faith in government
Foreign investors are dumping the nation's bonds and currency
<https://blinks.bloomberg.com/news/stories/RUX8YPT0AFB4>