

DM Headlines

- Treasury Bills Climb as Traders Bet Congress Will Pass Debt Deal
Yields on bills maturing in June fall back in Asia trading
Longer-dated Treasuries also rally as investors parse deal
<https://blinks.bloomberg.com/news/stories/RVGC1KT0G1KW>
- Biden, McCarthy Work Lawmakers to Pass Deal as Time Runs Short
Environmentalists, defense hawks, GOP hard-liners oppose pact
Early endorsements made by prominent moderate lawmakers
<https://blinks.bloomberg.com/news/stories/RVFQ2OT1UM0W>
- Debt Deal to Hit a US Economy Already Facing Recession Risk
Fed policy makers have fresh consideration for rate outlook
Federal government has been support for GDP in recent quarters
<https://blinks.bloomberg.com/news/stories/RVFCO2T1UM0W>
- 'Domestic Offshoring' Sends Low-Wage Jobs Out of Key US Cities
Orlando, Phoenix, Las Vegas saw increase in call-center roles
Denver, Austin among cities with big uptick in top executives
<https://blinks.bloomberg.com/news/stories/RV49NJDWX2PT>
- Morgan Stanley: 'Long' 5-Year, Warming Up for Duration
<https://blinks.bloomberg.com/news/stories/RVG6O8DWX2PS>
- China Spurns US Defense Chiefs Talks Showing Limits to Ties (1)
US had requested meeting between Austin and Li in Singapore
Relations strained by tech and Taiwan, spying allegations
<https://blinks.bloomberg.com/news/stories/RVG2GHT0AFB4>

- Spain's Embattled Prime Minister Gambles Again on Snap Election
Spanish Premier Pedro Sanchez called a snap ballot for July 23
His Socialist party suffered a major defeat in regional vote
<https://blinks.bloomberg.com/news/stories/RVET08DWLU68>
- ECB Tightening Cycle Closer to End, Still Way to Go, De Cos Says
<https://blinks.bloomberg.com/news/stories/RVFB0CDWRGG0>
- ECB INSIGHT: New Framework Will Shun Bond Holdings, Make Loans
<https://blinks.bloomberg.com/news/stories/RVGG13T0G1KW>
- Spain's Snap Election Risks Derailing the EU's Top Priorities
Prime Minister Sanchez has called general vote on July 23
Spain will take over presidency of Council of the EU on July 1
<https://blinks.bloomberg.com/news/stories/RVF3HYT0AFB4>
- Euro Area Systemic Stress Composite Indicator Rises
<https://blinks.bloomberg.com/news/stories/RVF0NUGFWR28>
- Germany's Solar Power Generation Hit Record High at Weekend
<https://blinks.bloomberg.com/news/stories/RVEMSET1UM0W>
- France Just Got Another Warning Over Its Credit Rating
Scope sees risks to finances and Macron's reform agenda
Fitch cut France rating last month, S&P decision due June 2
<https://blinks.bloomberg.com/news/stories/RV5OWNT0AFB4>



- Inflation in UK Shops Hits Record With Little Sign of Relief
Prices in British stores jumped by 9% in the year to May
Food inflation eased slightly driven by basics like milk, fish
<https://blinks.bloomberg.com/news/stories/RV9N62DWX2PS>
- (UK) May BRC Shop Price Index YoY, actual 9.0%, prior 8.8%
- UK shop price inflation rises to record high, industry data shows
<https://blinks.bloomberg.com/news/stories/RVFZYN8JRZLS>

- Australia's Building Approvals Slump to Lowest Level in 11 Years
<https://blinks.bloomberg.com/news/stories/RVG73QT0G1KW>
- (AU) April Building Approvals MoM, actual -8.1%, est. 2.0%, prior -0.1%, revised -1.0%
- (AU) April Private Sector Houses MoM, actual -3.8%, prior -2.8%, revised -3.7%
- (NZ) April Building Permits MoM, actual -2.6%, prior 7.0%, revised 6.6%
- Bonds Follow Gains in US Treasury Futures: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RVFXQ1DWX2PS>
- *Australia Treasury Secretary: Risk of Stagflation In Economy Is Low
<https://blinks.bloomberg.com/news/stories/RVG73E073NCW>
- AUSTRALIA PREVIEW: CPI Inflation Likely Eased to 6.2% in April
<https://blinks.bloomberg.com/news/stories/RVG7IZT1UM0X>

- Japan Jobless Rate Falls in Potential Future Boost for BOJ Goal
Labor shortage could drive up pay in a positive for BOJ, Govt
Jobs-to-applicant ratio also shows labor market remains tight
<https://blinks.bloomberg.com/news/stories/RVG259T1UM0W>
- USD/JPY Drop May Draw Bargain-Hunting Investors: NBC Financial
<https://blinks.bloomberg.com/news/stories/RVG7NWT0G1KW>
- BOJ to Build Case for Big Move in Latter Half of 2024, BE Says
Ueda seen re-embracing OCR, scrapping YCC in main scenario
BOJ to widen yield band or shorten maturity in risk view
<https://blinks.bloomberg.com/news/stories/RVEJDUT0G1KW>
- (Japan) April Job-To-Applicant Ratio, actual 1.32, est. 1.32, prior 1.32
- (Japan) April Japan Unemployment (SA), actual 2.6%, est. 2.7%, prior 2.8%
- A Very Japanese Scandal Complicates Decision on Early Election
Kishida fires son from aide's position after photos of a party
Criticism stalls poll momentum in support of prime minister
<https://blinks.bloomberg.com/news/stories/RVG610T0G1KW>
- Yen Range Bound as US and UK Markets Set to Return: Inside Japan
<https://blinks.bloomberg.com/news/stories/RVFXQST0AFB4>
- BOJ Reports Record Net Income After Bond Earnings Jump
<https://blinks.bloomberg.com/news/stories/RV6V3ZT1UM0W>

EM Headlines

- China Rejects US Claims Over 'De-Risking' Not 'Decoupling' (1)
State media accuses US of 'stepping up its siege' of China
Shift in terminology reflected at G-7 summit in Japan
<https://blinks.bloomberg.com/news/stories/RVG3UIT0AFB4>
- China's Manufacturing Sector Improved in May, Surveys Show (1)
China Beige Book says factory activity gained in the month
Goldman says emerging market PMI shows stabilization
<https://blinks.bloomberg.com/news/stories/RVG81VT0G1KW>
- Bear Market Looms for Chinese Equities as Investors Lose Faith
Chinese equities underperform in Asia once again on Monday
Slow recovery, geopolitical tensions are among top concerns
<https://blinks.bloomberg.com/news/stories/RVESWXT0G1KW>
- Taiwan Rushes to Prevent China From Cutting Internet, Phones (1)
Audrey Tang says island needs to bolster defenses by 2024
Matsu Islands lost internet after ships cut subsea cables
<https://blinks.bloomberg.com/news/stories/RVGC6YT0AFB4>
- Offshore Yuan Passes 7.1 for First Time Since Nov: Inside China
<https://blinks.bloomberg.com/news/stories/RVGBPHT0G1KW>
- CHINA PREVIEW: PMIs to Show Post-Covid Recovery Losing Momentum
<https://blinks.bloomberg.com/news/stories/RVfy2JT1UM0W>
- Niche Commodities Sound Alarm in Every Corner of China's Economy
Glass futures have plunged when demand should be picking up
Corn starch is an important ingredient in baby formula
<https://blinks.bloomberg.com/news/stories/RVGDA5T1UM0W>
- Won Gains Most in a Week as Risk Appetite Improves: Inside Korea
<https://blinks.bloomberg.com/news/stories/RVG5C6T0G1KW>
- Japan Orders to Destroy N.Korea Missiles if Threat to Japan
<https://blinks.bloomberg.com/news/stories/RVEBFSDWX2PS>
- South Korea Financial Watchdog Vows to Uproot Stock Manipulation
<https://blinks.bloomberg.com/news/stories/RVG4RRT1UM0W>
- China to Strengthen Semiconductor Cooperation With South Korea
<https://blinks.bloomberg.com/news/stories/RVB1OET0AFB4>
- Rupiah Strengthens for First Time in a Week: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RVGA2DT0G1KW>
- Rupee Bonds Higher as Traders Await \$3B Debt Sale: Inside India
<https://blinks.bloomberg.com/news/stories/RVGGC0T0AFB4>
- Banks in India Hang Onto Cash as Transfer Boom Shrinks Liquidity
Banks are keeping cushion for any unanticipated demand: ICICI
Citigroup says neutral liquidity in system has been rising
<https://blinks.bloomberg.com/news/stories/RV952TDWX2PT>
- Chile's Central Bank Says Local Inflation Woes Remain Unresolved
Policymakers release minutes of May 12 interest rate meeting
Investors looking for clues regarding start of easing cycle
<https://blinks.bloomberg.com/news/stories/RV9ZNET1UM0W>



- Brazil Politics: Lula Faces Decisive Week in Congress
<https://blinks.bloomberg.com/news/stories/RVF6A5DWX2PS>
- Maduro Visits Brazil in a Blow to US Strategy of Isolation (1)
Leader makes rare trip abroad to attend Lula's summit
Region dominated by leftists is re-engaging with Caracas
<https://blinks.bloomberg.com/news/stories/RVFNOTDWRGG0>
- Mexican Peso Leads Currency Gains on US Debt Optimism: Inside EM
<https://blinks.bloomberg.com/news/stories/RVFEBIDWX2PS>
- Brazil Analysts Cut Inflation Calls and Reaffirm High Rate Bets
Central bank said inflation outlook shows signs of improvement
Analysts see inflation at 5.71%, rates at 12.50% by year-end
<https://blinks.bloomberg.com/news/stories/RUS47ATOG1KW>
- Brazil's Core CPI Will Probably Continue to Ease: Campos Neto
<https://blinks.bloomberg.com/news/stories/RVG3ABT1UM0W>
- Chile Tightens Credit Conditions Then Tells Market to Calm Down
Central bank unexpectedly raised the reserve requirements
Swaps rates fell, then rose as central bank played down impact
<https://blinks.bloomberg.com/news/stories/RV4NOIDWRGG0>
- Swap Rates Dip as Hawkish Minutes Fail to Impress: Chile Close
<https://blinks.bloomberg.com/news/stories/RVFLT1T1UM0W>
- COP Leads Regional Gains With Eyes on 4,407/USD: Inside Andes
<https://blinks.bloomberg.com/news/stories/RVFBL3DWLU68>

- South Africa Paves Way for Immunity for BRICS Summit Attendees
<https://blinks.bloomberg.com/news/stories/RVGFXNDWRGG1>
- US Chides Poland Over Law to Probe Opposition Before Ballot
New parliamentary panel can effectively bar politicians
The new law comes five months before a general election
<https://blinks.bloomberg.com/news/stories/RVFEI4T1UM0W>
- Polish Jan. 2024 CPI Will Probably Be at 8%-10%: Kotecki
<https://blinks.bloomberg.com/news/stories/RVES59T0AFB4>
- Hungary 10-Year Yield Premium Over Germany Rises 2.4 bps
<https://blinks.bloomberg.com/news/stories/RVEVM8GQD79C>
- Reuters: Czech central banker Holub: raising rates more would still makes sense
<https://t.co/C2IEdk9X53>
- South African Central Bank Sounds Alarm on Threat of Sanctions
Country could be censured over stance on Ukraine invasion
Power cuts remain biggest threat to the financial system
<https://blinks.bloomberg.com/news/stories/RVF5Z4T1UM0W>
- S. African Energy Regulator Agrees to Eskom Power Purchase Plans
<https://blinks.bloomberg.com/news/stories/RVFGCPDWX2PS>
- South African Finance Chief Sees Outages Weighing on Tax Revenue
<https://blinks.bloomberg.com/news/stories/RVELIQDWX2PS>
- Cape Town's Demand for Home Solar Panels Surges on Power Outages
<https://blinks.bloomberg.com/news/stories/RVF4UDDWLU68>