

DM Headlines

- World Bank Says Global Economy in Precarious State as Rates Rise
Lender raises 2023 growth forecast but cuts 2024 prediction
Growth seen slowing significantly in second half of 2023
<https://blinks.bloomberg.com/news/stories/RVRREUDWX2PS>
- Bond Buyers Are Betting Fed Can Bring Back a Low-Rate World
Fed officials' long-run neutral rate median forecast is 2.5%
Investors see a Fed inflation win driving Treasury yields down
<https://blinks.bloomberg.com/news/stories/RVU6Y4TOG1KW>
- Goldman Lowers US Recession Probability to 25% After Debt Deal
It had boosted the probability to 35% after March bank crisis
Bank stress still expected to subtract from US GDP in 2023
<https://blinks.bloomberg.com/news/stories/RVTXQ1DWRGG0>
- Oil Extends Drop as Demand Concerns Overshadow Saudi Output Cut
Chinese trade data on Wednesday reflects weaker global demand
WTI falls toward \$71 after declining 0.6% in previous session
<https://blinks.bloomberg.com/news/stories/RVV4VRDWLU68>
- Blinken Plans to Travel to Beijing for Talks in Coming Weeks
Visit would come as fresh tensions flare between US, China
Exact timing of Blinken's trip to Beijing remains fluid
<https://blinks.bloomberg.com/news/stories/RVV2ZSTOG1KW>
- US INSIGHT: Rent-Price Persistence Is Keeping Inflation Sticky
<https://blinks.bloomberg.com/news/stories/RVUO8AT1UM0W>
- Reuters: Dollar adrift as traders assess Fed options; Aussie buoyant <https://t.co/7c9kOkrlCv>

- TLTRO, QT, Deposit Run a Perfect Trifecta for Wider BTP Spreads
<https://blinks.bloomberg.com/news/stories/RVVA19DWX2PW>
- EU Considers Mandatory Ban on Using Huawei to Build 5G: FT
<https://blinks.bloomberg.com/news/stories/RVUWALT0G1KW>
- Lagarde Says Inflation Is Strong, ECB to Hike Further (Correct)
Financial stability has proved robust so far, Lagarde says
Remarks come less than two weeks before next policy meeting
<https://blinks.bloomberg.com/news/stories/RVTYZCDWLU68>
- GERMANY PREVIEW: Industry Output Likely Remained Weak in April
<https://blinks.bloomberg.com/news/stories/RVV9EATOAFB4>
- Germany Is Running Out of Workers, Putting Growth in Jeopardy
Europe's largest economy may see growth limited to 1% a year for decades
<https://blinks.bloomberg.com/news/stories/RVV74STOAFB4>
- French Pension Protest Turnout Slumps as Macron Seeks to Move On
Opposition lawmakers group wants vote to overturn law Thursday
President's popularity has recovered slightly, surveys show
<https://blinks.bloomberg.com/news/stories/RVTVLADWLU69>
- Giorgia Meloni Looks to Cement Power by Remaking Corporate Italy
The right-wing leader must decide whether to opt out of China deal as she looks to drive change in the economy through state-owned companies
<https://blinks.bloomberg.com/news/stories/RVSYKKDWLU68>



- UK Construction Firms Slash Housebuilding as Loan Rates Jump (1)
Soaring mortgage rates make property less affordable to buyers
Downturn threatens government efforts to boost housing supply
<https://blinks.bloomberg.com/news/stories/RVTUCXDWLU68>
- Halifax Says UK House Prices Post First Annual Drop Since 2012
<https://blinks.bloomberg.com/news/stories/RVV9SFT0AFB4>
- Sunak to Seek Closer Economic Ties in First White House Trip (1)
UK premier to meet Biden for fourth time in as many months
His office talks up trade ties but downplays push for an FTA
<https://blinks.bloomberg.com/news/stories/RVUY0KDWRGG0>
- BOE Ends Active Corporate Bond Sales Program as QE Fades (1)
Remaining notes are all due to mature by April next year
Wider QE program is expected to cost at least £100 billion
<https://blinks.bloomberg.com/news/stories/RVU2JZDWLU68>

- Australia's Persistent Inflation Tests RBA's Patience, Lowe Says
Lowe reiterates some further policy tightening may be needed
Recent data suggest upside risks to bank's inflation outlook
<https://blinks.bloomberg.com/news/stories/RVUXL5T0AFB4>
- AUSTRALIA REACT: Rate Hikes Hit Growth, More Pain to Come (1)
<https://blinks.bloomberg.com/news/stories/RVV7QUT0AFB4>
- Australia's Economy Cools as Aggressive Rate Hikes Take Toll (2)
Labor costs rose further last quarter amid inflation challenge
Weakest quarterly economic growth since third quarter of 2021
<https://blinks.bloomberg.com/news/stories/RVV1WTT0G1KW>
- Goldman Sachs Now Sees RBA Peak Rate at 4.85% in September
<https://blinks.bloomberg.com/news/stories/RVV47OT0AFB4>
- Morgan Stanley's Australia Head Sees Just One More RBA Rate Hike
Richard Wagner says the 'consumer is hurting,' dealmaking hit
RBA lifted rates to 4.1% on Tuesday, the highest since 2012
<https://blinks.bloomberg.com/news/stories/RVUQKPT0G1KW>
- (AU) 1Q GDP YoY, actual 2.3%, est. 2.4%, prior revised 2.6%
- Aussie Steadies While Bonds Fall After RBA: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RVV4N5T1UM0W>

- BOJ Policy Tweak Pressure Eases as JGB Market Liquidity Improves
<https://blinks.bloomberg.com/news/stories/RVT5FWT1UM0X>
- Japan's Kishida Set to Unveil Policy Wish List, Documents Show
<https://blinks.bloomberg.com/news/stories/RVUVSQT0AFB4>
- Super-Long Debt Rises, Yen Up Before a Busy Week: Inside Japan
<https://blinks.bloomberg.com/news/stories/RVV64TT0G1KW>
- Dollar-Yen May Be Tuned More Into Fed Than BOJ Next Week
<https://blinks.bloomberg.com/news/stories/RVTIZYDWLU68>
- Yen Gets a Boost From Energy and Manufacturing: FX Macro Ranking
<https://blinks.bloomberg.com/news/stories/RVV32VT0AFB4>
- Japan Targets Chip Sector, Dementia Treatments in Economic Plan
<https://blinks.bloomberg.com/news/stories/RVTLMBDWRGG0>

EM Headlines

- China Exports Drop More Than Expected, Fueling Growth Risks (1)
Exports decline 7.5% in May vs median estimate for 1.8% drop
Trade figures add to concerns about weakening recovery
<https://blinks.bloomberg.com/news/stories/RVV4TVT1UM0W>
- State Street Says Volatility Threatens Returns From EM Debt (1)
<https://blinks.bloomberg.com/news/stories/RVULCRDWRGG0>
- (China) May Exports YoY, actual -7.5%, est. -1.8%, prior 8.5%
- (China) May Imports YoY, actual -4.5%, est. -8.0%, prior -7.9%
- (China) May Trade Balance, actual \$65.8b, est. \$95.5b, prior \$90.2b
- China's Missing Politburo Statements Fan Fears of Data Gaps (1)
Body skipped as many readouts in Xi's third term as his second
Omissions come as Beijing limits data access amid US tensions
<https://blinks.bloomberg.com/news/stories/RVV2VKT0G1KW>
- Overnight Repo Trades Surge to Record \$1.1 Billion: Inside China
<https://blinks.bloomberg.com/news/stories/RVV5OAT0G1KW>
- China Banks Rise on Report Authorities Request Deposit Rate Cuts
<https://blinks.bloomberg.com/news/stories/RVV3ABT0G1KW>
- China Big Banks Cut Rates on USD Deposits: Securities Times
<https://blinks.bloomberg.com/news/stories/RVTW5AT0AFB4>
- Won Rises to Two-Month High as Trading Resumes: Inside Korea
<https://blinks.bloomberg.com/news/stories/RVV1GAT0G1KW>
- Bonds Slip After Strong Sukuk Auction Demand: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RVUX5FT1UM0W>
- Bids for Indonesia's Bonds Soar to Two-Year High With Peak Rates
Fourth straight auction below target as issuance cut
Foreign flows could moderate on risk of Federal Reserve hikes
<https://blinks.bloomberg.com/news/stories/RVUPR7T1UM0W>
- T-Bill Auction of INR320 Billion, RBI Meeting: Inside India
<https://blinks.bloomberg.com/news/stories/RVV0JODWX2PS>
- RBI Draining Liquidity Signals Its Intent to Quash Inflation (1)
RBI drains 323.8 billion rupees from system on Tuesday
FX buying, withdrawal of high-currency notes boosted liquidity
<https://blinks.bloomberg.com/news/stories/RVTRH7DWRGG2>

- COP Rises on Commodities Amid Local Political Woes: Inside Andes
<https://blinks.bloomberg.com/news/stories/RVS9SYDWRGG0>
- Lula's Minister Seeks to Develop Amazon to Boost Brazil's Growth
'Protection and production' possible at once, Renan Filho says
Disputes over oil exploration have divided Lula's government
<https://blinks.bloomberg.com/news/stories/RVKQLKT1UM0W>
- MEXICO INSIGHT: Rate Cut in 2023 in Play Despite Banxico Posture
<https://blinks.bloomberg.com/news/stories/RVU4S3DWX2PT>
- Mexico, Pemex Hedges Should Mostly Cover Low Oil Price: FinMin
<https://blinks.bloomberg.com/news/stories/RVUELTDWRGG0>
- COP Outperforms Peers on Continuous USD Inflows: Inside Andes



- <https://blinks.bloomberg.com/news/stories/RVU3CADWLU68>
- Brazil Farmers Get \$1.55 Billion in Extra Government Funding
<https://blinks.bloomberg.com/news/stories/RVUFPMDWLU68>
- Brazil House to Vote On Tax Reform in the 1st Week of July
<https://blinks.bloomberg.com/news/stories/RVUOCEDWRGG0>
- Reuters Business: Brazil's cenbank did not participate in govt's consumer debt renegotiation program design <http://reut.rs/42sZLRp>
- COLOMBIA PREVIEW: Inflation to Continue Its Slow Descent in May
<https://blinks.bloomberg.com/news/stories/RVUBVIDWRGG0>
- Chile Lower House Committee Rejects Pension Withdrawal Proposals
The constitution committee voted overwhelmingly against bills
Text heads to the chamber's plenary for potential final vote
<https://blinks.bloomberg.com/news/stories/RVUEYZDWLU68>
- Poland Leaves Interest Rates Steady as Inflation Risks Ease (1)
Key interest rate remains at 6.75% for ninth straight month
Governor Glapinski to comment on rate decision on Wednesday
<https://blinks.bloomberg.com/news/stories/RVTZK3TOG1KW>
- South Africa Skirts Recession as Mining, Manufacturing Rally (1)
GDP grew 0.4% quarter-on-quarter in period through March
Africa's most-industrialized economy faces challenging outlook
<https://blinks.bloomberg.com/news/stories/RVTRZCDWX2PS>
- Polish Pro-EU Opposition Overtakes Ruling Party in Opinion Poll
<https://blinks.bloomberg.com/news/stories/RVUBXFDWRGG0>
- Zloty's Rally Faces Challenge From Dovish Central Bank
<https://blinks.bloomberg.com/news/stories/RVTX8EDWX2PS>
- Poland Urges Severe Sanctions Against Russia After Dam Blast
<https://blinks.bloomberg.com/news/stories/RVTTBFDWRGG0>
- Hungary Plans Excise Tax Hikes to Boost Budget Revenue
<https://blinks.bloomberg.com/news/stories/RVTZJZDWX2PS>
- Hungary Retail Sales Drop Shows Little Sign of Economic Recovery
<https://blinks.bloomberg.com/news/stories/RVTI9WDWRGG0>
- Czech April Industrial Production NSA Fell 1.8% on Year
<https://blinks.bloomberg.com/news/stories/RVTKYRGENSW0>
- Czech April Construction Output Falls 6.4% Y/y
<https://blinks.bloomberg.com/news/stories/RVTKYOMRXLVY>
- South Africa Being Treated as If Sanctions Are Coming, BD Says
Nation's stance on war in Ukraine has drawn negative attention
Bonds, rand selloff suggest investors concerned about censure
<https://blinks.bloomberg.com/news/stories/RVU0UODWLU68>
- South Africa Seeks Water Investment With Procurement Office (1)
Water Partnership Office is being established by the DBSA
Plan is for it to emulate independent power producer office
<https://blinks.bloomberg.com/news/stories/RVU10EDWX2PS>
- Yields Drop to Pre-Russia Arms Row Levels: Inside South Africa
<https://blinks.bloomberg.com/news/stories/RVTJPCDWLU68>