

DM Headlines

- Fed to Pause and Keep Option to Hike in July: Decision-Day Guide
The dot plot could give FOMC sentiment on additional hikes
The press conference will be tricky for Chair Powell
<https://blinks.bloomberg.com/news/stories/RW03GBDWLU68>
- US Inflation Slows, Giving Room for Fed to Pause Rate Hikes
Annual CPI decelerated to 4% in May, slowest since March 2021
Core inflation is still hot, highlighting lingering pressures
<https://blinks.bloomberg.com/news/stories/RW73ZBT0G1KW>
- Bond Traders Shred Bets on Path of US Interest Rates Before Fed
Bond market convinced inflation read will let Fed skip June
A July rate increase is still seen as more likely than not
<https://blinks.bloomberg.com/news/stories/RW7HW7T0AFB4>
- US CPI Report's Details Suggest Fed Pause Will Become Full Stop
Annual CPI decelerated to 4% in May, slowest since March 2021
Fed likely done hiking, but 'it will be close,' economist says
<https://blinks.bloomberg.com/news/stories/RW728MT0G1KW>
- Invesco's Brignac Says Money Funds Scrambling for Treasury Bills
'We have been waiting with bated breath for supply': Brignac
Debt limit deal, end of Fed cycle spurring T-bill buying
<https://blinks.bloomberg.com/news/stories/RW7INET0G1KW>
- Oil Holds Advance as Broad China Stimulus Plan Aids Sentiment
US says it will replenish strategic crude reserves this year
WTI rises above \$69 a barrel after adding 3.4% on Tuesday
<https://blinks.bloomberg.com/news/stories/RW8D8QT0G1KW>
- US PREVIEW: 'Hawkish Skip' to Leave Fed Room for Final Hike (2)
<https://blinks.bloomberg.com/news/stories/RW7B7MT0AFB4>

- ECB's €500 Billion Payoff Puts Italian Banks in the Firing Line
Some officials have concerns about looming TLTRO repayments
Lenders from Greece and other states could feel the pinch, too
<https://blinks.bloomberg.com/news/stories/RW4LK2DWRGG0>
- France Gains Ground in Bid for Renewable Energy Carve-Out (1)
EU nations to examine re-opening of deal made with Parliament
France has been pushing for more leeway for its nuclear sector
<https://blinks.bloomberg.com/news/stories/RW8E3FT1UM0W>
- Euro-Area Credit Impulse Fades Fast, Fueling Hard Landing Risk
<https://blinks.bloomberg.com/news/stories/RW88K7T0G1KX>
- ECB Unlikely to Give Strong Guidance for Future Policy -- Market Talk
<https://blinks.bloomberg.com/news/stories/RW8CFW073NCX>
- German Investor Outlook Improves Slightly After Winter Recession
ZEW expectations rose to -8.5 in June; economist est. -13.5
Economic situation not seen improving this year, Wambach says
<https://blinks.bloomberg.com/news/stories/RW575UT0G1KW>



- UK Economy Bounces Back in April With Gains for Retailers (3)
Consumer services rebound from wet weather and strikes
Strong start for the quarter may embolden BOE to raise rates
<https://blinks.bloomberg.com/news/stories/RW8DE7T0G1KW>
- Surging Mortgage Costs Push UK Housing Market to Breaking Point
Inflation and the BOE are increasing strains on the market
<https://blinks.bloomberg.com/news/stories/RW85SKT0AFB4>
- UK Economy Can't Relax Despite April Growth -- Market Talk
<https://blinks.bloomberg.com/news/stories/RW8EFB073NCW>
- UK REACT: GDP Is Holding Up. Big Test Will Be BOE's CPI Fight
<https://blinks.bloomberg.com/news/stories/RW8D4GT1UM0W>
- UK Yields Jump to Highest Since 2008 With 6% Peak Rate in Play
Two-year government yield surges 25 basis points, pound gains
Market sees a one-in-two chance of a 6% BOE rate by February
<https://blinks.bloomberg.com/news/stories/RW76K3T0G1KW>

- New Zealand May Have Entered Recession Sooner Than RBNZ Expected
Economy may contract for second straight quarter, survey shows
Higher interest rates damp demand but immigration is surging
<https://blinks.bloomberg.com/news/stories/RW5T1GT0AFB4>
- New Zealand Shouldn't Cut Rates for 'Prolonged Period,' IMF Says
Fund warns 're-ignition of demand' would need more tightening
IMF says inflation won't return to RBNZ target band until 2025
<https://blinks.bloomberg.com/news/stories/RW7V5FT0AFB4>
- (NZ) 1Q Current Account GDP Ratio YTD, actual -8.5%, est. -9.0%, prior -8.9%, revised -9.0%
- Bonds Decline Ahead of Fed Policy Outlook: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RW8725T0G1KW>
- New Zealand 1Q Current Account Balance -NZ\$5.215B Est: -6.85B
<https://blinks.bloomberg.com/news/stories/RW7R8LGENSW0>

- Goldman Bumps Up Japan Price Forecasts to Widen Gap With BOJ
Economist inflation estimate well above central bank outlook
BOJ expected to raise its own price forecasts in July
<https://blinks.bloomberg.com/news/stories/RW7V9CT0G1KW>
- Yen Carry Traders Cheer on Ueda's Softly-Softly Approach to BOJ
Japanese yen is the only negative yielder among 31 currencies
No change to BOJ's negative-rate policy expected in 2023
<https://blinks.bloomberg.com/news/stories/RVYTNMT0G1KW>
- Yen Steady as BOJ Expected to Keep Policy on Hold: Inside Japan
<https://blinks.bloomberg.com/news/stories/RW88SRDWLU68>
- Japan PM Mulls Election If No-Confidence Motion Filed, FNN Says
<https://blinks.bloomberg.com/news/stories/RW82UWT1UM0W>
- Upstart Japan Party Sees Coalition 'Cold War' Delaying Election
Leader Baba says he wants to build two-party system in Japan
Expects policy of making education free to appeal in cities
<https://blinks.bloomberg.com/news/stories/RW4UYJT0AFB5>

EM Headlines

- China Rate-Cut Calls Mount as Recovery Slows: Data Guide (1)
Retail sales, industrial output growth ease in May: survey
Central bank expected to reduce rate on one-year policy loan
<https://blinks.bloomberg.com/news/stories/RW86OFT1UM0W>
- China May Cut Key Policy Rate and LPR, Buoying Bonds: Newspaper
<https://blinks.bloomberg.com/news/stories/RW7SUIT0AFB4>
- Citadel's Ken Griffin Optimistic on Growth in China, FT Says
<https://blinks.bloomberg.com/news/stories/RW817RT0G1KW>
- China's Yuan Looks 'Cheap' on Tactical Basis, Macquarie Says
<https://blinks.bloomberg.com/news/stories/RW8246T0AFB4>
- China Considers Developing Domestic High-Yield Bond Market (1)
PBOC, CSRC have been seeking advice from market participants
Regulators aim to promote the market to serve the economy
<https://blinks.bloomberg.com/news/stories/RW6NONT1UM0X>
- China's Offshore Green Bond Market Evaporates on Default Worries
China dollar bond market yet to recover from builder defaults
Only three green dollar bonds issued by Chinese firms in 2023
<https://blinks.bloomberg.com/news/stories/RVH94UT0AFB4>
- China Bond Yields Inch Lower on PBOC Easing Hopes: Inside China
<https://blinks.bloomberg.com/news/stories/RW82RFT0G1KW>
- Barclays Sees China Rate Cuts Every Quarter Through Early 2024
<https://blinks.bloomberg.com/news/stories/RW852PT0AFB4>
- China Rate Cut Gives Investors Reason to Buy Yuan Bonds Again
Valuations are attractive given recent yuan slide: HSBC Asset
Global funds cut China sovereign bonds holdings for 4 months
<https://blinks.bloomberg.com/news/stories/RW8A8FT0G1KW>
- Won Snaps Three-Day Gain Before Fed Decision: Inside Korea
<https://blinks.bloomberg.com/news/stories/RW7WWRT0AFB4>
- KOREA REACT: Tighter Jobs Market Backs BOK's Hawkish Stance (1)
<https://blinks.bloomberg.com/news/stories/RW80HWDWX2PS>
- Won Jumps as AI Optimism Lures Inflows to Asia Tech, OCBC Says
<https://blinks.bloomberg.com/news/stories/RW6BOATOG1KW>
- Won to See More Gains Amid Signs Tech Has Bottomed Out: DB Fin
<https://blinks.bloomberg.com/news/stories/RW6CVSTOG1KW>
- Bonds Rise Following Strong Demand at Auction: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RW8AJ9T0G1KW>
- Indonesian 10-Year Yields May Test 6% on Supply Dynamics: DBS
<https://blinks.bloomberg.com/news/stories/RW84ATT0AFB4>
- Rupee Bonds Slip After Das' Comments on Inflation: Inside India
<https://blinks.bloomberg.com/news/stories/RW8A1ZT0AFB4>
- India's Inflation to Cool Gradually, Central Bank Chief Says
<https://blinks.bloomberg.com/news/stories/RW6TS8T0G1KW>
- CLP Leads Latam FX Gains as BCCh Impact Fades: Inside Andes
<https://blinks.bloomberg.com/news/stories/RW7438T1UM0W>



- Chile Risks Short-Term Turbulence to Replenish Foreign Reserves
Bank wants to add \$10 billion to \$39.6 billion in reserves
Reserves as percent of gross domestic product have fallen
<https://blinks.bloomberg.com/news/stories/RW6ZAIT1UM0W>
- Barcena to Become Mexico's New Foreign Minister, AMLO Says
Diplomat Alicia Barcena was previously chief of the UN's ECLAC
Barcena now holds the post of Mexico's ambassador to Chile
<https://blinks.bloomberg.com/news/stories/RW73HDT0AFB4>
- MXN Eyes 17.05/USD After US Inflation Data: Inside Mexico
<https://blinks.bloomberg.com/news/stories/RW6ZKOT0G1KW>
- Brazil's Green Coffee Exports Declined 20% in May: Cecafe
<https://blinks.bloomberg.com/news/stories/RW7GJ2T1UM0W>
- BRL Rate Has Changed, Long Interest Rates Falling: Galipolo
<https://blinks.bloomberg.com/news/stories/RW7M5ZT0G1KW>
- BRAZIL INSIGHT: Markets Welcome New Fiscal Rule, Analysts Wary
<https://blinks.bloomberg.com/news/stories/RW7K5HT1UM0W>
- Brazil Senate May Vote on Fiscal Rule Next Week: Rapporteur
<https://blinks.bloomberg.com/news/stories/RW7SMNT1UM0W>
- Chile's Boric Said Top Health Official Quit Amid Flu Crisis
<https://blinks.bloomberg.com/news/stories/RW7F8QT1UM0W>
- Colombia Plans to Add 16.9 Trillion Pesos to 2023 Budget
<https://blinks.bloomberg.com/news/stories/RW7B92T0AFB4>
- Colombia May Consumer Confidence Rises to -22.8
<https://blinks.bloomberg.com/news/stories/RW78HB6JLCZK>

- Romania Bonds in Demand as Erste Sees Rally Fading: Inside CEE
<https://blinks.bloomberg.com/news/stories/RW6KT3T0AFB4>
- Polish Government Assumes 3% GDP Growth in 2024 Budget Draft
<https://blinks.bloomberg.com/news/stories/RW6QL7T1UM0W>
- Poland Posts Current Account Surplus of EU359 Million in April
<https://blinks.bloomberg.com/news/stories/RW6WYUGF4NPC>
- Hungary Mulls Intervention in Corporate Energy Prices, VG Says
<https://blinks.bloomberg.com/news/stories/RW6HHOT1UM0W>
- Czech Republic Posts CZK16.71Bn Current Account Surplus in April
<https://blinks.bloomberg.com/news/stories/RW6L3WGFR4SG>
- Lawmakers Pass Contentious South African Health Insurance Law
Critics argued that the plan is unaffordable and unsustainable
NHI was first mooted in 2007 to broaden access to treatment
<https://blinks.bloomberg.com/news/stories/RW72DET0G1KW>
- African Leaders Head to Russia in Latest Bid to End Ukraine War
Talks on how to end fighting planned with Putin, Zelenskiy
Africa adversely affected by rise in food, fertilizer costs
<https://blinks.bloomberg.com/news/stories/RW6GQ7T1UM0W>
- South Africa Says It Has US Support to Host AGOA Forum This Year
<https://blinks.bloomberg.com/news/stories/RW6T6ST1UM0W>