

DM Headlines

- Bond Traders Shift Thinking to a 5% Yield, No-Rate-Cut World (2)
Schroders is shorting 2, 5, 10-year Treasuries on higher rates
Ten-year yield has topped 4.5% for first time since November
<https://blinks.bloomberg.com/news/stories/SBS324T1UM0W>
- Fed's Main Inflation Gauge to 'Calm Some Nerves' After CPI (1)
PPI report offered relief in key categories that feed into PCE
Gauge is set for a 0.2% or 0.3% advance in March, analysts say
<https://blinks.bloomberg.com/news/stories/SBS94KT0G1KW>
- Tax Deadline Is Pivotal for Funding Markets, Fed's Balance Sheet
High tax bill could pull hundreds of billions from banks
Potential liquidity squeeze rekindles memories of 2019
<https://blinks.bloomberg.com/news/stories/SBSPSZT0G1KW>
- Fed's Collins Says Data May Warrant Later, Fewer Cuts This Year
Boston Fed chief expects rate cuts to begin 'later this year'
Recent reports have eased concerns around urgency to move
<https://blinks.bloomberg.com/news/stories/SBSFAST1UM0W>
- Fed's Williams Says No Need to Adjust Rates in 'Very Near Term'
New York Fed chief says objectives are in 'better balance'
Inflation still has 'a ways' to go to get to 2%, Williams says
<https://blinks.bloomberg.com/news/stories/SBS6RXT0G1KX>
- Bank of America, Deutsche Bank Say Fed Won't Cut Until December
Banks join chorus of strategists slashing Fed easing calls
Wednesday's CPI report triggered steep jump in Treasury yields
<https://blinks.bloomberg.com/news/stories/SBSE5XT0AFB4>
- Samsung to Unveil \$44 Billion US Chip Push as Soon as Next Week
Top memory-chip maker is set to win \$6 billion in US grants
Expanded plan marks another win for the Biden administration
<https://blinks.bloomberg.com/news/stories/SAZB1IT0G1KW>
- Money-Market Assets Fall From Record High on Cusp of Tax Day
Total assets fell to \$6.08 trillion in week to April 10: ICI
Retail government funds saw biggest drop since April 2023
<https://blinks.bloomberg.com/news/stories/SBSNHSTOG1KW>
- Oil Resumes Gain as Israel Prepares for Potential Iran Attack
US said strike is imminent after attack on Syrian compound
OPEC maintains robust demand outlook for oil demand growth
<https://blinks.bloomberg.com/news/stories/SBTETCDWLU68>

- ECB Holds Interest Rates and Points to First Cut in June (4)
Deposit rate kept at 4%, as all but one economist predicted
Officials say easing can begin if new outlook signals scope
<https://blinks.bloomberg.com/news/stories/SBS4ZBT0G1KW>
- Global Rates Repricing Puts ECB on Track to Cut Rates Before Fed
Analysts say ECB still on track to deliver rate cut in June
Meanwhile, hot US inflation will keep Fed on hold for longer
<https://blinks.bloomberg.com/news/stories/SBS47ZT0AFB4>



- Lagarde Feels Pull of Fed's Tractor Beam as ECB Plans Rate Cut
Her remarks on US policy offer more nuance than those in March
US is 'a very large market, a very sizable economy,' she says
<https://blinks.bloomberg.com/news/stories/SBS65MT0G1KW>
- Handful of ECB Officials Needed Extra Convincing to Back Hold
<https://blinks.bloomberg.com/news/stories/SBSD5GT0G1KW>
- ECB REACT: Lagarde Confirms June Cut, Commits to Little Else (1)
<https://blinks.bloomberg.com/news/stories/SBS6JRT0AFB4>
- France's Attal Says EU-Canada Trade Deal Is a 'Win-Win' For All
<https://blinks.bloomberg.com/news/stories/SBSCZ7T0G1KW>

- UK Economy Grows for a Second Month After Mild Recession (2)
Manufacturing and services both stronger than expected
January's reading also revised up from first estimate
<https://blinks.bloomberg.com/news/stories/SBTGUDT1UM0W>
- UK REACT: GDP Gain Shows Recovery Taking Hold, More to Come (1)
<https://blinks.bloomberg.com/news/stories/SBTI31T0G1KW>
- Traders Trim BOE Easing Bets to See Less Than Two Cuts in 2024
<https://blinks.bloomberg.com/news/stories/SBROV2T1UM0W>
- UK Banks Boost Mortgage Supply at Fastest Pace Since 2021
Demand rises for home loans economic outlook brightens
BOE figures suggest housing market rebound has further to run
<https://blinks.bloomberg.com/news/stories/SBRTL6T1UM0W>

- Sluggish New Zealand Card Spending Adds to Signs of Weak Economy
<https://blinks.bloomberg.com/news/stories/SBSZMBT0AFB4>
- New Zealand Manufacturing Suffers Longest Contraction Since 2009
<https://blinks.bloomberg.com/news/stories/SBSTTBT1UM0W>
- New Zealand Household Debt-Servicing Costs Near Six-Year High
<https://blinks.bloomberg.com/news/stories/SBRAMFDWLU68>

- Yen Drop Deepens After US Data, Raising Intervention Risk (3)
Dollar-yen blows past 153 on Wednesday afternoon in New York
Japan officials have ramped up warnings about yen weakness
<https://blinks.bloomberg.com/news/stories/SBQUUFT0G1KW>
- Japan's Five-Year Yield Rises to Highest Since 2011 on BOJ Bets
<https://blinks.bloomberg.com/news/stories/SBSJTT0G1KW>
- BOJ Cavalry Will Be Slow to Save Japanese Bonds This Year
<https://blinks.bloomberg.com/news/stories/SBT0PUT1UM0W>
- Global Banks Ramp Up Roadshows for Clients to Bet on Japan (1)
Bank analysts have stepped up travel to meet clients
Japan jobs in bonds, stocks, research may get exciting again
<https://blinks.bloomberg.com/news/stories/SBT95ZT1UM0W>
- Biden Vows to Back Japan, Philippines as China Jolts Allies (2)
President hosts first trilateral summit with Kishida, Marcos
Biden says commitment 'ironclad' amid clashes in disputed seas
<https://blinks.bloomberg.com/news/stories/SBSZY1T0AFB4>

EM Headlines

- Dollar Gets Costlier to Borrow in China in New Sign of Yuan Woes
Gap between onshore funding rate, SOFR hit widest since July
Beijing may cut FX requirements to boost liquidity, says ANZ
<https://blinks.bloomberg.com/news/stories/SBT4I6T0G1KW>
- China's Rural Banks Warned About Ultra-Long Bond Investments
Some rural lenders are said to have received trading guidance
Yields on 30-year sovereign debt hit a two-decade low in March
<https://blinks.bloomberg.com/news/stories/SBRICDDWLU68>
- PBOC's Yuan Policy Leaves Historic Gap in Forwards: China Today
<https://blinks.bloomberg.com/news/stories/SBSEKXT0AFB4>
- US Airlines Urge Officials to Block Additional China Flights (1)
Letter cites 'anti-competitive policies' in the Asian nation
Unions for pilots, flight attendants also sign onto request
<https://blinks.bloomberg.com/news/stories/SBSJHYDWRGG0>
- US Blacklists Four Chinese Firms for Helping Boost Military
<https://blinks.bloomberg.com/news/stories/SBRCE7T1UM0W>
- Biden Surpasses Trump's Record for Blacklisting Chinese Entities
US president has curbed 319 firms, people since taking office
Trade tensions are rising between world's biggest economies
<https://blinks.bloomberg.com/news/stories/SBT4H1T0AFB4>
- BOK's Rhee Flags Potential Rate Cut, Inching Toward Neutral
Bank keeps restrictive stance as inflation stays sticky
Policy statement tweak seen opening path to a later move
<https://blinks.bloomberg.com/news/stories/SBT875T0G1KW>
- KOREA INSIGHT: Opposition's Win Means Status Quo for Economy (1)
<https://blinks.bloomberg.com/news/stories/SBT244T1UM0W>
- Rate Cut Odds Wane in Emerging Asia as US Inflation Speeds
Indonesia seen as 'most sensitive' to possible US Fed pivot
RBA, RBNZ seen among last of major banks to begin rate cuts
<https://blinks.bloomberg.com/news/stories/SBRM6ZT0AFB4>
- FX Derivatives Fiasco Puts Spotlight on Regulatory Risk in India
Open interest in rupee futures has plummeted after RBI's move
New RBI rules on forex hedging will now take effect on May 3
<https://blinks.bloomberg.com/news/stories/SBTOW1T1UM0W>
- Most of India's Voters Fret Over Jobs, Inflation Ahead of Polls
Some 62% said it was harder to get employment opportunities
About 71% found prices have increased over the past five years
<https://blinks.bloomberg.com/news/stories/SBT9Q8T1UM0W>



- Argentina Cuts Rates to 70% as Markets See Inflation Easing (1)
Move is third reduction since Milei's government took office
Central bank wants to lower debt costs as price pressures cool
<https://blinks.bloomberg.com/news/stories/SBSDIIT1UM0W>
 - Brazil Retail Sales Blow Past All Forecasts for Second Month (1)
February sales rise 1% on month, 8.2% from year prior
Pharmaceuticals, personal goods among monthly sale drivers
<https://blinks.bloomberg.com/news/stories/SBS1TIT0AFB4>
 - Petrobras Chairman Suspended, Complicating Leadership Debate
<https://blinks.bloomberg.com/news/stories/SBT55AT0G1KX>
 - Peru Delivers Shock Rate Cut as Pension Withdrawal Approved (2)
Central bank cut benchmark interest rate to 6% from 6.25%
Congress later Thursday passed pension withdrawal legislation
<https://blinks.bloomberg.com/news/stories/SBT2OJT0AFB4>
 - Peru Passes Bill Allowing for \$7 Billion in Pension Withdrawals
Bill passed with overwhelming support from lawmakers
Government opposed bill, but congress can override a veto
<https://blinks.bloomberg.com/news/stories/SBSYK4T1UM0W>
 - Chile Congress Passes Tax Compliance Bill, Sending It to Senate
<https://blinks.bloomberg.com/news/stories/SBSOUFDWRGG0>
 - Petro Says He Will Renegotiate Colombia's Debt With IMF
In 2020 Colombia withdrew \$5.4b from flexible credit line
Petro spoke from a rally in Northwest department of Antioquia
<https://blinks.bloomberg.com/news/stories/SBSRQJT0AFB4>
 - Colombia's Inflation Is Well Above Central Bank Target: Villar
<https://blinks.bloomberg.com/news/stories/SBS7JNT0G1KW>
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- Polish Rate-Setter Says Tightening Scenario He Floated Unlikely
MPC's Dabrowski says Polish rates seen staying on hold in 2024
Other central bankers criticized Dabrowski's past QT comments
<https://blinks.bloomberg.com/news/stories/SBQH8XT0AFB4>
 - Poland's Turnaround Shows Price of Populism as Hungary Trails
Zloty hit multi-year highs as Poland pivots to EU mainstream
Orban's Hungary is lagging behind in economy, market metrics
<https://blinks.bloomberg.com/news/stories/SBRXW6T0G1KW>
 - Hungary to Delay \$1.9 Billion in Investments to Control Deficit
<https://blinks.bloomberg.com/news/stories/SBRUOAT1UM0W>
 - South Africa's Looming Political Shakeup Has Investors on Edge
Rand slumps after polls shows support for ANC dipping to 37%
Leftist Economic Freedom Fighters eyes role in government
<https://blinks.bloomberg.com/news/stories/SBRP12T0G1KW>