

DM Headlines

- Bond Traders Boldly Bet on 300 Basis Points of Fed Cuts by March
Standout play in options targets policy rate as low as 2.25%
Fed officials forecast just one quarter-point cut this year
<https://blinks.bloomberg.com/news/stories/SFN3U6T0G1KW>
- US Consumer Confidence Declines on Weaker Outlook for Economy
Conference Board's index slid in May after downward revision
Expectations for business conditions, incomes were weaker
<https://blinks.bloomberg.com/news/stories/SFN3SPT1UM0W>
- Fed's Cook Says Rate Cut Needed at Some Point But Timing Unclear
Inflation expected to slow more sharply next year, Cook says
Official says policy moves will depend on how economy evolves
<https://blinks.bloomberg.com/news/stories/SFNB4YT0AFB4>
- Fed's Bowman Warns of Upside Risks to Inflation, Not Time to Cut
Flagged risks of immigration policy on labor market, rents
Bowman outlines why Fed was slow to hike rates post-Covid
<https://blinks.bloomberg.com/news/stories/SFMZOJT0G1KW>
- Asset-Backed Bond Market Is Helping to Fuel the Global AI Boom
Sales of bonds backed by data centers, fiber-optic cables soar
Asset-backed bond sales have come from Frontier, Zply
<https://blinks.bloomberg.com/news/stories/SFN5THT0AFB4>
- Oil Edges Higher Before US Data on Crude Stockpiles and Demand
Measures of inflation and other economic data due this week
Brent futures trade above \$85 a barrel after slipping Tuesday
<https://blinks.bloomberg.com/news/stories/SFOCE3T1UM0W>
- ECB's Rehn Sees Bets for Two More Cuts in 2024 as Reasonable (1)
Deposit rate could be reduced to as low as 2.25% next year
Finnish central-bank governor speaks in interview in Helsinki
<https://blinks.bloomberg.com/news/stories/SFOCUPT1UM0W>
- ECB Sets Stricter Climate Targets for Its Bond Portfolio (2)
ECB expands scope of assets under review to €4.5 trillion
'Remedial actions' may be taken if climate goals are missed
<https://blinks.bloomberg.com/news/stories/SFN3GLT0AFB4>
- French Companies Are Rushing to Sell Junk Debt Ahead of Election
Some investors worry about more losses in adverse scenarios
Junk bonds, risky bank debt on offer shortly before the vote
<https://blinks.bloomberg.com/news/stories/SFLD6GDWX2PS>
- Italy Set to Get Key EU Role in Leaders' Top Jobs Deal (1)
Key EU parties agree on posts for von der Leyen, Costa, Kallas
EU leaders will hold second summit on key posts Thursday
<https://blinks.bloomberg.com/news/stories/SFN9TJDWX2PS>
- Main French Parties Clash on Economy, Immigration in Debate (1)
First round of legislative election will take place on June 30
Far-right National Rally leads in polls of voting intentions
<https://blinks.bloomberg.com/news/stories/SFOBEIT1UM0W>



- France's 2017 Elections Provided a Very Different Market Stress Investor worries then were concentrated in bond markets Now, stocks and bonds are pricing in unfriendly outcome <https://blinks.bloomberg.com/news/stories/SFNBXFT0AFB4>
- JPMorgan Offers Euro Outlooks Before First Round of French Vote <https://blinks.bloomberg.com/news/stories/SFNG6LT0AFB4>
- With Macron Distracted, Germany Shuts Down Push for EU Debt (1) Turmoil at home has undermined French influence, officials say European officials say prep for joint bonds hasn't been done <https://blinks.bloomberg.com/news/stories/SFN0SKT1UM0W>
- UK Labour to Seek Economic Growth of at Least 2.5%, Starmer Says Labour leader Keir Starmer makes comments in ITV interview Starmer on course to be next prime minister after July 4 vote <https://blinks.bloomberg.com/news/stories/SFN92UT0AFB4>
- European Job Seekers Are Turning Away From the UK After Brexit UK sees seismic shift in top nationalities searching for jobs Right-wing Reform UK capitalizes on anger over migration <https://blinks.bloomberg.com/news/stories/SFFR45DWX2PS>
- Australia's Faster Inflation Raises Risk of RBA Rate Hike (3) Currency climbed as monthly inflation rose more than expected Rents were a major driver of inflation due to housing shortage <https://blinks.bloomberg.com/news/stories/SFO0OUT0G1KW>
- AUSTRALIA REACT: May CPI Is Bad, June Matters More for RBA (1) <https://blinks.bloomberg.com/news/stories/SFO5MET1UM0W>
- High RBA Rates Driving Some Home Borrowers to Sell, Kent Says <https://blinks.bloomberg.com/news/stories/SFO332TOG1KW>
- Deutsche Bank Now Sees RBA Raising Rates 25bps to 4.6% in August <https://blinks.bloomberg.com/news/stories/SFO5OLT1UM0W>
- New Zealand Treasury Eyes More Spending Cuts, Revenue Options Treasury Secretary Caralee McLiesh comments in interview Says weak economic data pose risk for revenue forecasts <https://blinks.bloomberg.com/news/stories/SFNS1YT1UM0W>
- 'Crazy' for Japan to Intervene on Yen Before Friday, Traders Say US PCE data seen as potential catalyst to force Japan's hand Japanese yen has fallen around 12% against dollar this year <https://blinks.bloomberg.com/news/stories/SFO47AT1UM0W>
- One in Three BOJ Watchers Expects July Hike Along With QT Plan <https://blinks.bloomberg.com/news/stories/SFNTMYT1UM0W>
- Citi Sees 'Almost Unlimited Possibilities' for Yen Intervention <https://blinks.bloomberg.com/news/stories/SFNAS1TOG1KW>
- Viability Test Looms for Japan's Sustainability-Linked Bonds Issues has environmental goals coming up as pipeline swells Such niche bonds have grown in Japan, but floundered globally <https://blinks.bloomberg.com/news/stories/SEWJCGT0AFB4>

EM Headlines

- A \$100 Billion Bet on China's Economy Sours as Warehouses Empty
Vacancies are climbing at many logistics and industrial parks
E-commerce slowdown, company offshoring slams landlords
<https://blinks.bloomberg.com/news/stories/SCDYPET1UM0W>
- China's 10-Year Yield Down to Lowest Since 2002 on Growth Worry
Benchmark yield slips to two-decade low amid bond bull run
Traders pile into local safe-haven bets amid mixed recovery
<https://blinks.bloomberg.com/news/stories/SFODAHT0G1KW>
- Economists Raise China Growth Forecasts as Exports Improve
Economists upgrade forecasts for 2024 exports and GDP growth
Risks remain including weak domestic spending, trade tensions
<https://blinks.bloomberg.com/news/stories/SFM3YUT0AFB4>
- Man Group Fund Expects China Market Rebound With Policy Boost
Hedge fund's unit holds an overweight exposure to the nation
Likely policy shift at third plenum to lift consumption: Swan
<https://blinks.bloomberg.com/news/stories/SFKNT2T0AFB4>
- China Sets Yuan Fixing Weaker for Sixth Straight Session
<https://blinks.bloomberg.com/news/stories/SFNY2ZT1UM0W>
- 'Father' of China EV Industry Calls for Investment Talks With EU
Wan Gang says European tariffs on China EVs are 'political'
China has signaled it may impose retaliatory measures
<https://blinks.bloomberg.com/news/stories/SFNYHFT0AFB4>
- Bank of Korea Warns of Developers' Debt Risks as Profits Shrink
Property sector under pressure from elevated interest rates
Central bank eyes potential rate cut later this year
<https://blinks.bloomberg.com/news/stories/SFNYZ6T0AFB4>
- Korean Block Trades Gather Pace Before Disclosure Rules Tighten
Additional share sales rose this year to more than \$5 billion
New framework for block sales will take effect July 24
<https://blinks.bloomberg.com/news/stories/SFMIMET1UM0W>
- Emerging-Market Governments Rush to Bond Market as Yields Dip
Dominican Republic, UAE, Indonesia and South Korea tap markets
Lithuania and Peru are also looking to sell international debt
<https://blinks.bloomberg.com/news/stories/SFN2BHT1UM0W>
- Gandhi Takes Leader of Opposition Role in India's Parliament (1)
Gandhi will have same ranking as cabinet minister in role
Modi also selected incumbent parliament speaker for role
<https://blinks.bloomberg.com/news/stories/SFOANBT0AFB4>
- India Moving Steadily Toward 8% Annual Growth, RBI Chief Says
RBI must bring down inflation to target 4% to maintain growth
One severe weather event could push inflation to 5%, Das says
<https://blinks.bloomberg.com/news/stories/SFMC7IT0G1KW>



- Brazil Central Bank in No Rush to Cut Again Amid Fiscal Woes (2)
Minutes dispell concern on rate cuts, avoid debate on hikes
Bank now sees neutral interest rate at 4.75%, from 4.5%
<https://blinks.bloomberg.com/news/stories/SFN24FT0AFB4>
- BRAZIL REACT: Three Takeaways From the June Copom Minutes
<https://blinks.bloomberg.com/news/stories/SFMXZSTOAFB4>
- Brazilian Real Leads Emerging FX Lower Amid Greenback's Comeback
Indonesia, South Korea and UAE tap global bond markets
Asia FX gains as high-yielders lose, reversing Monday's move
<https://blinks.bloomberg.com/news/stories/SFNK5UTOG1KX>
- Brazil Unveils Global Billionaire Tax Plan That Has Split G-20
Proposal aims for \$250 billion to address climate, inequality
Wars, elections add to hurdles in front of tax change
<https://blinks.bloomberg.com/news/stories/SF6OF8TOG1KW>
- Sheinbaum Soothes Markets With Slow Drip of Cabinet Picks
Ex-Foreign Chief Ebrard returns to lead negotiations with US
First cabinet picks suggest more centrist policies in Mexico
<https://blinks.bloomberg.com/news/stories/SFLLKNDWLU68>
- Pemex Gets One-Month Tax Reprieve Amid Financial Struggles (1)
<https://blinks.bloomberg.com/news/stories/SFNWUQTOG1KW>
- Peru Resolves Chinese Port Spat as President Prepares to Meet Xi
State-owned Cosco building \$1.3 billion facility near Lima
Boluarte's government drops its challenge to exclusive rights
<https://blinks.bloomberg.com/news/stories/SFNBIAT1UM0W>

- Flows From Bonds Stir Interest in Hungary's Lowly-Valued Stocks
Hungary's retail bond holders may buy equities as yields fall
Regulatory and political risks under Orban hinder valuations
<https://blinks.bloomberg.com/news/stories/SE535CT1UM0W>
- Hungary Targets Graft Watchdog, Investigative Media in Probe (1)
Sovereignty Agency has also investigated an opposition leader
Transparency International calls probe 'baseless' and illegal
<https://blinks.bloomberg.com/news/stories/SFNGF1TOG1KW>
- Turkish Frustration With EU Talks Is Prompting Outreach to BRICS
Foreign minister says Turkey holdings talks with BRICS group
Turkey's accession talks with EU have stalled in recent years
<https://blinks.bloomberg.com/news/stories/SFME51T1UM0W>
- South African Bank Stocks Set for June Record on 'Renewed Hope'
Johannesburg index for sector has rallied 17% this month
Optimism that unity government will spur economic improvement
<https://blinks.bloomberg.com/news/stories/SFMIATT0G1KW>
- South Africa Risks Losing Billions Pledged for Climate Finance
Delaying closing of coal fired power plans imperils JETP Pact
Country pushed back plant decommissioning after power cuts
<https://blinks.bloomberg.com/news/stories/SFL6B4T1UM0W>