

Economics

Fed Rate-Cut Expectations Fade With Warsh Favored as Next Chair

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- Warsh has more credibility in the world of central banking and is perceived as someone who will keep the central bank narrowly focused on its mandate, with a willingness to move toward a less dominant central bank footprint in markets.

Treasuries fell and traders trimmed their expectations for two US interest-rate cuts in 2026 as the market-implied odds ramped up that Kevin Warsh will be nominated to lead the Federal Reserve.