

## DM Headlines

- Democrats Scale Back on Stimulus to Prod McConnell Into Talks  
Pelosi, Schumer say \$908 billion plan a basis for negotiations  
Move is first public retreat from stance on larger relief plan  
<https://blinks.bloomberg.com/news/stories/QKQFUHDWX2QC>
- Biden Offers Transatlantic Embrace to EU's Already Open Arms (2)  
President-elect to consult with allies on matters like trade  
EU proposes strategy for re-uniting to counter China, Russia  
<https://blinks.bloomberg.com/news/stories/QKPP83DWLU6N>
- Powell Says No Rush to Taper Bond Purchases, Mum on Doing More  
An eventual taper in bonds will be slow and careful, he says  
The FOMC meets this month to consider asset purchase guidance  
<https://blinks.bloomberg.com/news/stories/QKQ7EJDWLU6Z>
- Globalization is Alive and Kicking in Trade's Big 2020 Comeback  
Nations rise from protectionist crouch to keep goods flowing  
'I can't find the reshoring,' HSBC's trade-finance chief says  
<https://blinks.bloomberg.com/news/stories/QKPP29DWRGG0>
- Oil Edges Lower Before Pivotal OPEC+ Meeting on Output Policy  
Alliance discussing proposal to taper output curbs over months  
WTI crude futures slid 0.4% after climbing 1.6% on Wednesday  
<https://blinks.bloomberg.com/news/stories/QKR2JHDWLU6F>
- House Backs Curbs on China Stock Listings, Sends Bill to Trump  
Trump expected to sign measure, which Senate previously passed  
Bill would give companies at least three years to comply  
<https://blinks.bloomberg.com/news/stories/QKR3UMDWRGG2>
- Los Angeles Mayor Issues Order for Residents to Stay Home (1)  
Garcetti says city is nearing a 'devastating tipping point'  
Any gatherings of more than one household are prohibited  
<https://blinks.bloomberg.com/news/stories/QKR3W0DWLU6C>
- \*U.S. COVID-19 FATALITIES REACH DAILY RECORD OF 2,638: JHU DATA
  
- France Floats Veto Threat Over Brexit Deal as EU Feels Strains  
EU ambassadors warn Barnier not to give too much away in talks  
Negotiating teams trying to complete deal within next few days  
<https://blinks.bloomberg.com/news/stories/QKQAERDWRGG9>
- EU Won't Offer London Leeway on Derivatives Despite Brexit Pleas  
Groups including ISDA push for U.K. market access after Brexit  
European Commission currently sees no financial stability risk  
<https://blinks.bloomberg.com/news/stories/QKPVEHDWLU6N>
- Germany Extends Partial Lockdown Until Jan. 10 to Curb Virus (1)  
Chancellor Merkel, states to reassess measures early January  
Unclear if Germany can start vaccinations before Christmas  
<https://blinks.bloomberg.com/news/stories/QKQ8Q7T1UM0W>
- Get Ready for a Positive-Yielding 50-Year Bund, Commerzbank Says  
Offering would extend Germany's yield curve by 20 years  
Germany is set to almost double new borrowings next year



- <https://blinks.bloomberg.com/news/stories/QKPCNATOAFB9>
- **Barrier Voices Caution as Brexit Negotiators Race to a Deal (3)**  
EU's chief negotiator warns diplomats no guarantee of a deal  
Some governments are concerned Barnier is giving too much away  
<https://blinks.bloomberg.com/news/stories/QKPVWEDWX2PZ>
- **EU Leaders Poised for Clash Over New Climate Goal at Key Summit**  
Eastern nations want more funds for deeper 2030 emission cuts  
Budget row is set to dominate Dec. 10-11 leaders' meeting  
<https://blinks.bloomberg.com/news/stories/QKQC4MDWX2Q2>
- **Deflation Alarm in Spain Tests Lagarde's Optimism on Prices**  
Madrid officials see threat of price trap in the euro area  
ECB has so far insisted that inflation will recover next year  
<https://blinks.bloomberg.com/news/stories/QKG85ODWX2PS>
- **ECB PREVIEW: Third Time Lucky – New Extension to PEPP, TLTRO**  
<https://blinks.bloomberg.com/news/stories/QKR6K3DWX2PW>
- **ECB's Lane Says Will Continue Investor Calls Despite Controversy**  
<https://blinks.bloomberg.com/news/stories/QKPS9PDWRGG3>
  
- **Investors unwind bets that Bank of England will cut rates below zero**  
<https://www.ft.com/content/72500c20-4a49-4fa9-a3c8-40ce1d26f436>
  
- **Australia Oct. trade surplus A\$7456m vs est. A\$5800m**
- **Australia Oct. home loans value +0.7% m/m vs est. +2.5%**
- **New Zealand Oct. +8.8% m/m vs +3.6% prior**
- **AUD Slides From 2-Year High on Virus Update: Inside Australia/NZ**  
Australia's 3-year bond yield up 1bp at 0.13% while that on 10-year climbs 3bps to 1.02%, highest since September  
<https://blinks.bloomberg.com/news/stories/QKQXEUT1UM0X>
  
- **Japan Nov. Jibun Bank services PMI 47.8 vs 46.7**
- **Japan's Mega-Investors Take Dollar Gamble by Cutting Hedges (1)**  
Share of dollar-hedged securities extends its decline to 45%  
Yen has gained around 4% against dollar so far this year  
<https://blinks.bloomberg.com/news/stories/QKR09EDWLU6Y>
- **BOJ Is Said Likely to Mull Extending Virus Steps This Month (1)**  
Measures include corporate bond buying, lending up to 120T yen  
Move would show coordination with government aid, people say  
<https://blinks.bloomberg.com/news/stories/QKQZNYT1UM0W>
- **The New Virus Wave in Japan Is Older and More Serious, Data Show**  
<https://blinks.bloomberg.com/news/stories/QKNFE8DWLU6K>

## EM Headlines

- China Nov. Caixin services PMI 57.8 vs est. 56.4
- China Punctuates Greater Market Freedoms With Tough Crackdowns  
Scrutiny of the fintech and internet industries is picking up  
Beijing is paring back controls of its stocks, bonds and yuan  
<https://blinks.bloomberg.com/news/stories/QKAEQQT1UM0Y>
- At Least 82 Chinese Companies Face Debt Repayment Pressure  
<https://blinks.bloomberg.com/news/stories/QKQOKMDWRGG7>
- Won Rallies Beyond 1,100 Per Dollar First Time Since 2018  
<https://blinks.bloomberg.com/news/stories/QJZEF5DWLU6H>
- Jump in Korea Reserves Hints at Intervention as Won Nears 1,100  
Stockpile recorded the biggest rise in a decade in November  
More jawboning expected to cap won's gains, HI Investment says  
<https://blinks.bloomberg.com/news/stories/QKPAW4DWLU6Z>
- India's RBI to Hold Rates Amid Inflation: Decision Guide (1)  
Activity and demand are recovering slowly after lockdown  
Headline inflation has stayed above the RBI's target range  
<https://blinks.bloomberg.com/news/stories/QKQZJ8T0AFB4>
- Talks Deadlocked as Protesting Farmers Rebuff Modi's Resolution  
India farm groups are asking that new laws be rolled back  
More talks between government, farmers slated for Thursday  
<https://blinks.bloomberg.com/news/stories/QKPAPHDWLU6P>
- Indonesian Bonds May See Limited Upside in 2021: Deutsche Bank  
<https://blinks.bloomberg.com/news/stories/QKQP29T1UM0W>
  
- U.S. Yield at 1% Is Just Another Tailwind for Emerging Markets  
Developing-nation spreads shrink to narrowest since March  
Money managers say recovery hopes underpin UST yield moves  
<https://blinks.bloomberg.com/news/stories/QKR29QDWLU6V>
- Brazil Joins Dollar Bond Bonanza With \$2.5 Billion Debt Sale (3)  
Nation sold more of bonds due in 2025, 2030 and 2050  
Developing nations are taking advantage of risk-on environment  
<https://blinks.bloomberg.com/news/stories/QKQDQ7DWX2Q8>
- Bolsonaro's Star Is in Decline, Ex-President Cardoso Says (1)  
Next Brazilian leader needs to reinvent nation's path, he says  
Two-term president, Cardoso's plan eradicated hyperinflation  
<https://blinks.bloomberg.com/news/stories/QKQ7Z4T0AFBB>
- BRAZIL REACT: Industrial Output Continues Uptrend, Risks Linger  
<https://blinks.bloomberg.com/news/stories/QKPQXRDLWLU6W>
- Mexican President's Pro-Business Chief of Staff To Step Down (1)  
Alfonso Romo had led the government's infrastructure plans  
He will remain the main link to the private sector, AMLO says  
<https://blinks.bloomberg.com/news/stories/QKQLIVDWLU76>
- Mexico to Recover Formal Jobs Lost in Pandemic by March: AMLO  
<https://blinks.bloomberg.com/news/stories/QKQOPECDWRGG0>



## RUBRICS

- Poland Holds Rates Near Zero as QE Favored to Fuel Recovery (1)  
Benchmark interest rate left at 0.1%, as analysts predicted  
Economy is set for worst year since 1990s as Covid cases spike  
<https://blinks.bloomberg.com/news/stories/QKPY49DWX2Q0>
- Prolonged EU Budget Row May Hit Zloty and Forint, Rabobank Warns  
<https://blinks.bloomberg.com/news/stories/QKPWEDT1UM0X>
- Poland, Hungary Risk \$220 Billion by Digging In on Stimulus (1)  
Diplomats say Polish premier is adamant he will veto EU plan  
Rest of EU determined to not give in to Poland, Hungary  
<https://blinks.bloomberg.com/news/stories/QKQ87XDWRGGA>
- SocGen Bets on Zloty Gains, Short-Term Koruna Correction  
<https://blinks.bloomberg.com/news/stories/QKPMADWRGG7>
- Hungary's Orban Hands Oversight of EU Funds to Top Lieutenant  
<https://blinks.bloomberg.com/news/stories/QKPIL3DWRGG4>
- Czech Tax Cut Plan May Drive Asset Bubbles, Budget Watchdog Says  
Fiscal council says cut in income taxes may not help economy  
Final shape of tax law depends on changes demanded by Senate  
<https://blinks.bloomberg.com/news/stories/QKPET7DWX2PV>
- Recent Koruna Gains Curb Chances of Early Czech Rate Hike: Mora  
<https://blinks.bloomberg.com/news/stories/QKPKQGDWX2QO>
- South Africa Nov. Whole Economy PMI 50.3 vs 51 in Oct.
- Rand Bucks EM Gains as Virus Concern Weighs: Inside South Africa  
<https://blinks.bloomberg.com/news/stories/QKR1DMDWRGG1>
- Virus in South Africa at Bay For Now, Risk of Second Wave  
<https://blinks.bloomberg.com/news/stories/QKQG3JT0AFBD>