

## DM Headlines

- Biden aides told congressional allies to expect Covid relief package with roughly \$2 trillion price tag  
<https://edition.cnn.com/2021/01/13/politics/biden-covid-relief-package/index.html?>
- Treasuries Slide on Report of Biden's \$2 Trillion Aid Proposal  
<https://blinks.bloomberg.com/news/stories/QMWKRXDWX2Q0>
- Fed Talk of Taper Rekindles Specter of Wrenching 2013 Tantrum  
Some Fed officials open to 2021 debate on paring bond buying  
Investors 'won't get fooled again' as yield curve steepens  
<https://blinks.bloomberg.com/news/stories/QMV004DWRGG4>
- Trigger Point Looms for Rising Yields to Upset Risk Asset Run  
JPMAM sees a rapid 30 to 50 bps jump in yields as a risk  
Mizuho says Treasuries above 1.6% could roil some markets  
<https://blinks.bloomberg.com/news/stories/QMWWHPDWLU6E>
- Trump Is Impeached Again, Faces Senate Trial on Capitol Riot (1)  
House action comes a week after mob disrupted electoral count  
Senate conviction all but impossible before Biden inauguration  
<https://blinks.bloomberg.com/news/stories/QMW9LLDWRGG0>
- It's Time to Take Profit on UST Curve Steepeners, JPMorgan Says  
<https://blinks.bloomberg.com/news/stories/QMWDE9DWLU77>
- Primary Dealers Awarded Record Low Share of Treasury Bond Sale  
<https://blinks.bloomberg.com/news/stories/QMVWUIDWLU6G>
- U.S. Is Said to Drop Plan for Alibaba, Tencent Investing Ban (2)  
Officials debated but ultimately dropped the proposal  
Decision removes cloud of doubt over Asia's two biggest firms  
<https://blinks.bloomberg.com/news/stories/QMWJXZDWX2PW>
- Surging Shipping Rates Pose New Headwind for the Global Economy  
Supply chains are getting hit again by curbs to control virus  
Chinese new year holidays, strong demand adding to the crunch  
<https://blinks.bloomberg.com/news/stories/QMWW6YDWX2PS>
- Fed's Beige Book Shows Modest U.S. Recovery as Job Growth Slows  
Retail, leisure, hospitality-services demand fell in period  
Covid-19 resurgence has tempered business optimism for 2021  
<https://blinks.bloomberg.com/news/stories/QMW05QDWLU6S>
- U.S. Business Starts Enjoyed Their Best Year Ever Amid Covid-19  
Online stores are 2020's largest source of business formations  
Little more than a laptop needed to call oneself an e-tailer  
<https://blinks.bloomberg.com/news/stories/QMIUJUSTOG1LH>
- U.S. Bans Xinjiang Cotton Products, Tomatoes on Forced Labor (5)  
U.S. imported \$9 billion of cotton products in past year  
'Made in China' is a 'warning label,' Cuccinelli says  
<https://blinks.bloomberg.com/news/stories/QMWM46DWLU6P>



## RUBRICS

- Italy Government on Verge of Collapse as Renzi Party Quits (1)  
Ex-premier says Conte not doing enough to fix country's issues  
Resignation triggers crisis with no clear solution in sight  
<https://blinks.bloomberg.com/news/stories/QMW0XFDWLU6E>
- ECB's Hint at Considering Inflation Overshoot May Cap Euro: CIBC  
<https://blinks.bloomberg.com/news/stories/QMVU2HDWX2PV>
- ECB to Keep Monetary Stance Loose as Long as Needed: Villeroy  
<https://blinks.bloomberg.com/news/stories/QMV778DWRGG2>
- The ECB Is No Longer a Reliable Cash Machine for Governments  
Lower earnings are tangible evidence of subsidy to lenders  
Central banks from Estonia to Austria anticipate squeeze  
<https://blinks.bloomberg.com/news/stories/QMRLJ6T1UM0W>
- ECB PREVIEW: How New Covid Strain Could Front-Load PEPP Buying  
<https://blinks.bloomberg.com/news/stories/QMWV9ZDWX2PS>
- Lagarde Defends ECB Economic Outlook Even as Banks Cut Forecasts  
Projections for rebound of 3.9% in 2021 still seen plausible  
Banks are increasingly predicting a double-dip recession  
<https://blinks.bloomberg.com/news/stories/QMV9HXT0G1L1>
  
- London Landlords Pessimistic on Rent as U.K. Housing Loses Steam  
RICS says house prices were growing more slowly in December  
Homebuyers seeking to move out of the capital after pandemic  
<https://blinks.bloomberg.com/news/stories/QMWZMNDWRGG7>
- BOE Vows to Improve its Public Explanation for \$1.2 Trillion QE  
Central bank faulted for 'important knowledge gaps' on policy  
Officials accept findings of report for bank's governing court  
<https://blinks.bloomberg.com/news/stories/QMW7V7DWRGG1>
  
- Aussie 3-, 6-Month Note Auctions Print Negative Yields Again  
<https://blinks.bloomberg.com/news/stories/QMWCFDWDLU6F>
- Aussie, Kiwi Rise on Biden Stimulus Clues: Inside Australia/NZ  
<https://blinks.bloomberg.com/news/stories/QMWQ1RDWX2PT>
  
- BOJ to Keep Main Policy on Hold as Emergency Area Widens: Survey  
<https://blinks.bloomberg.com/news/stories/QMUM1XDWRGG1>
- Japan Nov. core machine orders +1.5% m/m vs est. -6.5%
- Japan Dec. PPI -2.0% y/y vs est. -2.2%
- Yen Dips as Haven Demand Wanes on U.S. Aid Report: Inside Japan  
<https://blinks.bloomberg.com/news/stories/QMWPOTDWX2PS>

## EM Headlines

- China Ends 2020 With Record Trade Surplus as Pandemic Goods Soar Exports, imports grew faster than expected in December Demand for medical supplies, electronic goods surged last year <https://blinks.bloomberg.com/news/stories/QMWOLQT0AFBB>
- China Dec. trade surplus \$78.17b vs est. \$72.0b
- China Dec. exports +18.1% y/y vs est. +15.0%
- China Dec. imports +6.5% y/y vs est. +5.7%
- PBOC Official Calls for Matching M2 Growth with Nominal GDP <https://blinks.bloomberg.com/news/stories/QMWGKJT0G1KY>
- Man Group Sounds Alarm on Emerging Markets as Debt Loads Soar Firm is cautious on EM amid debt burdens, deterioration: Osse 'Difficult to be optimistic' on low-quality hard-currency debt <https://blinks.bloomberg.com/news/stories/QMU05KDWRGG0>
- Won Slides as U.S. Stimulus Plan Boosts Dollar: Inside Korea <https://blinks.bloomberg.com/news/stories/QMWFA9T0G1PS>
- S. Korea May Extend Current Social Distancing Level: Yonhap <https://blinks.bloomberg.com/news/stories/QMWL84T0AFB5>
- Rupee Bonds Gain Ahead of INR100b Operation Twist: Inside India <https://blinks.bloomberg.com/news/stories/QMWTHKDWLU6F>
- Record Valuations Raise Alarm in Frenzied India Stock Market (1) Rising inflation, over estimating growth are key risks: Nomura Rollback in stimulus steps may erode sentiment: Mahesh Patil <https://blinks.bloomberg.com/news/stories/QMWEPADWLU6F>
- Indian Economy to Suffer Lasting Damage From Coronavirus: Fitch <https://blinks.bloomberg.com/news/stories/QMWJFLDWX2Q1>
- Rupiah Drops on U.S. Stimulus, Bond Outflows: Inside Indonesia <https://blinks.bloomberg.com/news/stories/QMWMXNDWLU68>
  
- Mexico Two Days Away From Approving Sputnik Vaccine: FinMin <https://blinks.bloomberg.com/news/stories/QMW99NDWRGG0>
- Bank of America Raises Mexico 2021 GDP Growth Forecast to 3% <https://blinks.bloomberg.com/news/stories/QMVSYNDWLU6U>
- MXN Holds Steady After Biggest Rally in a Month: Inside Mexico <https://blinks.bloomberg.com/news/stories/QMVOHODWX2PW>
- Brazil Central Bank Officials Fear for Autonomy Bill in Congress Candidates for house speaker uncommitted, people familiar say February election for heads of congress key for reform agenda <https://blinks.bloomberg.com/news/stories/QMMP7BT0AFBC>
- Brazil's Health Ministry Aims to Start Vaccination in Capitals <https://blinks.bloomberg.com/news/stories/QMWAEOT0G1KW>



## RUBRICS

- Turkey's State-Owned Banks Cut FX Risks as Backdoor Policies End  
Lenders slow dollar sales and buy small amounts of greenbacks  
New central bank governor has pledged increased transparency  
<https://blinks.bloomberg.com/news/stories/QMWOTLDWX2Q0>
- Poland Eyes More Zloty Interventions to Fuel Economic Recovery  
Central bank leaves benchmark at 0.1%, as analysts predicted  
Rabobank says plans to restrain zloty shouldn't be doubted  
<https://blinks.bloomberg.com/news/stories/QMVPBFT1UM0W>
- PFR's Borys Sees Polish 2021 GDP Growth at 5%: Business Insider  
<https://blinks.bloomberg.com/news/stories/QMWY5CT0AFB4>
- U.K. Covid Variant 'Certainly' Already in Poland: PM Adviser  
<https://blinks.bloomberg.com/news/stories/QMVZCWDWX2PS>
- Hungary Inflation Steadies, Unlikely to Prompt Interest Rate Cut  
Consumer prices rise an annual 2.7% in Dec. versus 2.8% est.  
Central bank warns of volatile inflation path amid pandemic  
<https://blinks.bloomberg.com/news/stories/QMVP18DWLU84>
- Hungary to Maintain 'Cautious' Rate Policy: Virag to Portfolio  
<https://blinks.bloomberg.com/news/stories/QMWWIBDWX2PU>
- Hungary Registers First Cases of U.K. -Variant of Covid-19  
<https://blinks.bloomberg.com/news/stories/QMVJ8ST0AFBJ>
- Czech Debt Costs Rise as Expanded Stimulus Comes Without QE Help  
State raises 13.1 billion koruna in oversubscribed bond sale  
Tax cut to fan inflation, may boost debt issuance for years  
<https://blinks.bloomberg.com/news/stories/QMTGWKT0G1KX>
- Czech Republic Inflation Decrease Extends Real Yields Rise to Third Month  
<https://blinks.bloomberg.com/news/stories/QMV4X6T0AFBB>
- Sharp Inflation Slowdown Supports Delay of Czech Rate Hikes (1)  
Country hit by one of the world's worst coronavirus outbreaks  
Ceska Sportelna sees fresh price pressure from second quarter  
<https://blinks.bloomberg.com/news/stories/QMV6YKDWLU6C>
- South Africa Extends National State of Disaster to Feb. 15  
<https://blinks.bloomberg.com/news/stories/QMWU6CDWLU6C>
- Rand Little Changed as Rate-Cut Bets Rise: Inside South Africa  
<https://blinks.bloomberg.com/news/stories/QMWTB6DWLU6E>