

DM Headlines

- Pimco Sees Risk in Premature Calls on Pandemic and Inflation (2)
Price gains not a concern for the next 12 months, says Mead
He favors Australian semi-government debt due in 5-7 years
<https://blinks.bloomberg.com/news/stories/QOAVEST1UM10>
- Fed's Kaplan Expects Temporary Inflation Spikes During Recovery
Dallas Fed chief speaks in Bloomberg Television interview
Watching for excess risk-taking but not seeing systemic threat
<https://blinks.bloomberg.com/news/stories/QO9JYCT0G1KW>
- Surging Inflation May Force Fed to Resort to Yield Curve-Control
Upside CPI surprise may turn out to be 'double-edged sword'
Bond-market gauges of the measure reached highest since 2014
<https://blinks.bloomberg.com/news/stories/QO9HHNDWX2Q4>
- Biden Presidency Starts With a Giant Bet on Run-It-Hot Economics
Aides shrug off warnings \$1.9 trillion stimulus is too much
It's another shift away from regime where inflation fear ruled
<https://blinks.bloomberg.com/news/stories/QO9Q70DWLU6H>
- Fed's Main Street Program Ends With Just \$17.5 Billion in Loans
Final data show a mere 3% of potential \$600 billion tapped
Yellen said the program was ineffective at aiding companies
<https://blinks.bloomberg.com/news/stories/QOA07HT0AFBE>
- Stimulus Inflation Isn't Market Fear – WSJ
<https://blinks.bloomberg.com/news/stories/QOAY9L073NCX>

- Merkel Proposes Gradual Opening of Shops, Hotels From March (2)
Stores, hotels could reopen in areas with low infection rates
Full lockdown set to remain in place until early next month
<https://blinks.bloomberg.com/news/stories/QOAW4ODWLU79>
- Bank of Italy Veteran in Frame to Be Draghi's Finance Minister
The race is wide open, with Draghi yet to reveal who'll be in the cabinet, among contenders are Franco, Reichlin, and Draghi himself.
<https://blinks.bloomberg.com/news/stories/QO9TW1T0AFC3>
- EU Fights to Restore Faith in Leadership After Multiple Blunders
EU chief censured on vaccines, Irish border and Russia trip
Ursula von der Leyen will appear before parliament Wednesday
<https://blinks.bloomberg.com/news/stories/QO9BR7T0G1L2>
- ECB INSIGHT: Financial Conditions Focus May Mean TLTRO Tweak (1)
<https://blinks.bloomberg.com/news/stories/QOAY3NDWRGG1>



- Short Sterling Option Trade Targets Negative BOE Interest Rates
<https://blinks.bloomberg.com/news/stories/QO923CDWX2Q0>
- Real-Time Data Say Brexit Dent to Trade Isn't Improving
Transporeon figures show volumes are about 3/4 of 2020 level
Gap in goods trade between 2020 and 2021 is getting bigger
<https://blinks.bloomberg.com/news/stories/QO9TEOT0AFB4>
- Brexit Threatens to Spoil U.K. Hospitality's Post-Covid Recovery
Food and drink imports will face new customs checks from April
Exports from the U.K. have already been caught up in red tape
<https://blinks.bloomberg.com/news/stories/QO2CJVT0G1LA>
- Sunak Urged to Give U.K. Entrepreneurs Budget 'Shot in the Arm'
IoD calls for grants for owner directors, furlough extension
IoD's Geldart says now is not the time to raise taxation
<https://blinks.bloomberg.com/news/stories/QO9VSVT0G1L5>

- RBNZ's Orr Says Many Covid-Related Economic Risks Remain
<https://blinks.bloomberg.com/news/stories/QOA7VQDWRGG9>
- Australia Feb. Westpac consumer confidence 109.1 vs 107.0 prior
- Aussie Holds Near 2-Week High Before Powell: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/QOAS0TT1UM0X>

- BOJ's Nakamura: Current Easing Framework Working Appropriately
<https://blinks.bloomberg.com/news/stories/QOAHHNT0AFBC>
- Reflation Trade Hits Japan as Foreign Flows Boost Swap Rates (1)
Overseas players active in swap markets helping drive up rates
Bonds have outperformed as flows are concentrated in swaps
<https://blinks.bloomberg.com/news/stories/QOATF4T0G1L4>
- Key USD/JPY Level Near 104 as Major FX Turn Neutral: CIBC
<https://blinks.bloomberg.com/news/stories/QOAH08T0AFB8>
- Japan Jan. PPI -1.6% y/y vs est. -1.6%
- Halt in JGB Futures Drop Would Temper Rise in Swap Rates: Nomura
<https://blinks.bloomberg.com/news/stories/QOAFJOT1UM0W>
- JGB Futures Rise for First Time in Eleven Days: Inside Japan
<https://blinks.bloomberg.com/news/stories/QOAP9VT0AFB4>

EM Headlines

- China Jan. CPI -0.3% y/y vs est. 0.0%
- China Jan. PPI +0.3% y/y vs est. 0.3%
- China's Inflation Divergence Shows Unbalanced Economic Recovery
PPI gains for first time in a year while CPI declines
Rising PPI raises prospect of higher global inflation
<https://blinks.bloomberg.com/news/stories/QOAMFVT0G1KX>
- China's Factories Roll on, Upending New Year's Spending Patterns
Covid restrictions mean many choosing to work during holidays
Travel decline set to help exports, hurt consumer spending
<https://blinks.bloomberg.com/news/stories/QO1LOLDWRGG0>
- China's Credit Surges in January With Record Jump in Loans (2)
Bank loans boosted by longer-term debt, household finance
Shadow banking and corporate bonds also bounced back
<https://blinks.bloomberg.com/news/stories/QO9AU3T0G1KX>
- Dollar-Yuan May Stay Below 6.6 Until 2025 our Basket Model Shows
<https://blinks.bloomberg.com/news/stories/QOA7S4DWLU93>
- Korea Unemployment at 21-Year High as a Million Jobs Lost
January jobless rate surge outstrips all survey forecasts
Government says weak figures due to strict virus-related curbs
<https://blinks.bloomberg.com/news/stories/QOADVIT1UM10>
- Won Rises to Two-Week High Ahead of Holidays: Inside Korea
<https://blinks.bloomberg.com/news/stories/QOACMTT0G1KX>
- S. Korea's Jan. Adjusted Jobless Rate Rises to 5.4%; Est. 4.5%
- Rupee Bonds Advance Ahead of RBI's OMO Purchases: Inside India
<https://blinks.bloomberg.com/news/stories/QOARJHT0G1KW>
- India Spending on Growth Later Leaves Little for Vulnerable Now
Spending on welfare programs lags budget for capital projects
India sees economy bouncing back with a \$480 billion budget
<https://blinks.bloomberg.com/news/stories/QO1VWAT0G1LI>
- Rupiah Rises to 1-Month High in Risk-On Trade: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/QOAHSCT0G1L5>
- Jakarta Races to Open Covid Cemeteries Amid Deadliest Months
Indonesia's capital buys 3 hectares of land for burial plots
Vaccination program hasn't led to consistent drop in deaths
<https://blinks.bloomberg.com/news/stories/QNZYOHDX2Q0>

- IMF's Woes in Latin America Set to Grow After Ecuador Vote (1)
Ecuador on path to renegotiate with fund, following Argentina
Likely candidates heading to run-off both criticized the IMF
<https://blinks.bloomberg.com/news/stories/QO9W9ST1UM11>
- Inflation Data Favors Stimulus in Latin America's Top Economies
Brazil's consumer prices rise less than economists forecast
Mexico headline inflation speeds to 3.54%, core slows to 0.36%
<https://blinks.bloomberg.com/news/stories/QO9JJUDWRGGL>
- Investors Should Lower Brazil Reform Hopes, Ex-Policy Maker Says



Government lacks economic policy leadership, focus: Lisboa
Says reform agenda doesn't meet fiscal consolidation needs

<https://blinks.bloomberg.com/news/stories/QOOTPRDWLU6D>

- Brazil's Verde Says Stocks Seem Able to Absorb Rate Hike Cycle
<https://blinks.bloomberg.com/news/stories/QOA682T0G1LH>
- Mexico Inflation Quickens as Economists Predict Rate Cut
Prices rose 3.54% y/y in January, compared with 3.45% forecast
Of 21 economists surveyed, 16 expect a rate cut on Thursday
<https://blinks.bloomberg.com/news/stories/QO7WFBT1UM0Y>
- MEXICO REACT: Higher January Inflation, No New Significant Risk
<https://blinks.bloomberg.com/news/stories/QO9LUKT0G1LV>

- No Change in Polish Rates Is Core Scenario: Kochalski Tells PAP
<https://blinks.bloomberg.com/news/stories/QOAUMUT0G1KX>
- Polish Central Bank May Help Convert FX Loans, If Conditions Met
<https://blinks.bloomberg.com/news/stories/QO9XCOT0AFB5>
- Polish GDP Growth May Top 4% in 2021, Premier Morawiecki Says
<https://blinks.bloomberg.com/news/stories/QO9J56T1UM12>
- Xi: China Open to 'Vaccine Cooperation' With Eastern Europe
<https://blinks.bloomberg.com/news/stories/QO9W9Z3V2800>
- Hungary to Get First Sinopharm Vaccine Doses Next Week: Minister
<https://blinks.bloomberg.com/news/stories/QO9BAQT0G1MB>
- Lawmakers who refuse to wear masks cause uproar in Czech parliament
<https://blinks.bloomberg.com/news/stories/QO9Y976QRTHC>
- South Africa Allocates 13b Rand for Job Stimulus Plan in 2021
<https://blinks.bloomberg.com/news/stories/QO9SGFDWLU6M>
- Global Mood Outweighs Local Risks for Rand: Inside South Africa
<https://blinks.bloomberg.com/news/stories/QOASNRDWX2Q0>