

DM Headlines

- U.S. Treasury Market Is Most Treacherous Since Pandemic's Onset
Bond market liquidity, volatility gauges signal distress
Fed's credibility as inflation-fighter is dented, analyst says
<https://blinks.bloomberg.com/news/stories/R2FE2NDWX2PS>
- Treasuries Resume Slide on Concern Inflation to Force Fed's Hand
Five-year notes lead drop as cash markets reopen after holiday
Markets still unsure if inflation spike will last: Mitsubishi
<https://blinks.bloomberg.com/news/stories/R2FPITT0G1KW>
- White House Team Weighing Fed Sees No Issue With Powell Trades
Some Brainard advocates have questioned a stock fund sale
Biden decision expected soon on Powell or Brainard for chair
<https://blinks.bloomberg.com/news/stories/R2EW8ODWLU6I>
- Oil Heads for the Worst Run Since March as Biden May Intervene
President under pressure as gasoline in California near record
WTI set for third weekly loss as traders eye White House move
<https://blinks.bloomberg.com/news/stories/R2FZZUT0G1KW>
- U.S. Curve Is Flattening Due to Slow Growth Outlook: MUFJ-MS
<https://blinks.bloomberg.com/news/stories/R2FR14T1UM0W>
- GLOBAL INSIGHT: COP26 Miss Risks '70s Style Stagflation Replay
<https://blinks.bloomberg.com/news/stories/R2FHGODWRGG0>
- 30% of U.S. CPI Showing +1% Monthly Gains = Problem for Fed
<https://blinks.bloomberg.com/news/stories/R2FHABDWX2PT>

- EU's Climate Chief Signals Gas Will Be Included in Transition
Timmermans says exiting coal will require gas infrastructure
Some nations oppose inclusion of nuclear in EU taxonomy
<https://blinks.bloomberg.com/news/stories/R2F11ZDWLU6A>
- Belarus Threatens EU Gas as Merkel Pushes Putin in Migrant Spat
About 20% of Russia's EU gas flows crossed Belarus this year
German leader calls Putin twice in two days over refugee issue
<https://blinks.bloomberg.com/news/stories/R2EZL1T1UM0W>
- U.S. Warns Europe That Russia May Plan Ukraine Invasion (4)
Officials briefed EU, didn't share information, people say
U.S. says it's watching Russian military buildup near Ukraine
<https://blinks.bloomberg.com/news/stories/R2FN7MDWRGG3>
- Euro-Area Inflation Is Diverging the Most Since the Debt Crisis
EU sees Greek prices rising 0.1% in 2021; Estonia's jumping 4%
Germany is particularly sensitive to surging consumer prices
<https://blinks.bloomberg.com/news/stories/R2EJ02T1UM0W>
- EU Sees More Trade Unity With U.S. After Trump-Era 'Irritant'
Steel-aluminum truce is step toward full lifting of tariffs
EU, U.S. to work to ensure successful WTO summit: Dombrovskis
<https://blinks.bloomberg.com/news/stories/R2F2GXT0G1KW>
- ECB INSIGHT: Modeling the Great Inflation Shock, Policy Response
<https://blinks.bloomberg.com/news/stories/R2G220DWX2PS>



- Turkey Agrees to Curb Migrant Flows to Belarus Under EU Pressure
<https://blinks.bloomberg.com/news/stories/R2F7Y5DWLU6G>
- EU Sees Euro-Area Inflation Below the ECB's Target in 2023 (1)
Consumer prices to rise 2.4% in '21, 2.2% in '22, 1.4% in '23
Projections come as ECB looks to revamp post-pandemic toolkit
<https://blinks.bloomberg.com/news/stories/R2EL6GT0G1KZ>
- Britain Adds Over 220,000 Job Openings as Labor Market Tightens
<https://blinks.bloomberg.com/news/stories/R2F1C5T1UM0W>
- Inflation is Hurting 80% of British Businesses, Survey Says
British Chambers of Commerce finds shortages across economy
Inflation concerns are starting to ring alarm bells at BOE
<https://blinks.bloomberg.com/news/stories/R2F07JT0AFB4>
- U.K. Growth Data Leave December BOE Rate Rise in the Balance
Third quarter growth weaker than BOE expected after revisions
Trade deficit widened with sharper decline in exports
<https://blinks.bloomberg.com/news/stories/R2EG4UT1UM0W>
- Hybrid Working Creates Two-Track Office, BOE Official Says (1)
Catherine Mann hints trend may contribute to gender gap
Central bank is polling staff on how well hybrid meetings work
<https://blinks.bloomberg.com/news/stories/R2EW2PT1UM0W>
- (NZ) Oct. Business NZ Manufacturing PMI, actual 54.3, prior 51.4, revised 51.6
- Sliding Iron Ore Price to Weigh on Australia's Fiscal Recovery
<https://blinks.bloomberg.com/news/stories/R2FJHHT0G1KW>
- Japan's Economy Likely Shrank Ahead of Kishida's Stimulus Plan
GDP estimated to have slipped for fifth quarter in two years
Prime Minister Kishida to decide on economic package next week
<https://blinks.bloomberg.com/news/stories/R2FN7MDWRGG3>
- Japan 10-Year Breakeven Inflation Rate Rises to 3-Year High
<https://blinks.bloomberg.com/news/stories/R2FQ5CGFFW8W>

EM Headlines

- China Elite Hand Xi Big Win, Paving Way for Indefinite Rule (1)
Xi clears final major hurdle before 2022 leadership conference
Document says Xi central to meeting goals set through 2049
<https://blinks.bloomberg.com/news/stories/R2FK31DWX2PU>
- China Hails New 'Historical Starting Point' After Xi Resolution
Senior Communist Party officials brief after summit wraps
Past wrongs have been dealt with, party is looking to future
<https://blinks.bloomberg.com/news/stories/R2FTEYDWRGG0>
- China's Economic Data Expected to Show Further Signs of Weakness
Industrial output and retail sales both seen slowing
Investment also expected to drop lower after property turmoil
<https://blinks.bloomberg.com/news/stories/R2DTOBT0AFB5>
- Onshore Yuan Weakens; Traders Await MLF Maturities: Inside China
<https://blinks.bloomberg.com/news/stories/R2FOYWDWRGG0>
- CHINA PREVIEW: No Turnaround in Activity Data as Risks Persist
<https://blinks.bloomberg.com/news/stories/R2FMWCDWLU6D>
- Won Set for Weekly Gain as Risk Appetite Improves: Inside Korea
<https://blinks.bloomberg.com/news/stories/R2FLWYDWRGG0>
- Won, Taiwan Dollar to Gain as Vaccinations Pick Up: Kiwoom Asset
<https://blinks.bloomberg.com/news/stories/R2E7QOT0G1KW>
- Korea Import Prices Soar 36% in Sign of Building Price Pressure
<https://blinks.bloomberg.com/news/stories/R2FNV2DWX2PS>
- INR Bonds in Narrow Range Ahead of \$3.2b Debt Sale: Inside India
<https://blinks.bloomberg.com/news/stories/R2G1P5DWX2PU>
- Inflation Problem of Indian Companies to Test RBI's Easy Policy
Several companies have raised concerns on margin pressures
October data may show a reversal of downtrend in retail prices
<https://blinks.bloomberg.com/news/stories/R2EVYST0AFB9>
- IDR Rises on Stock Inflows, Recovery Outlook: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/R2FNC0TOG1KY>
- Local Demand to Keep Driving Indonesia Bond Outperformance: Citi
<https://blinks.bloomberg.com/news/stories/R2E964T0AFB6>

- Mexico Boosts Rate for Fourth Straight Time as Prices Surge (2)
Banxico hikes rate a quarter point as forecast by most experts
Central bank avoided a more aggressive hike amid price jump
<https://blinks.bloomberg.com/news/stories/R2F9EYDWLU68>
- Argentina Posts Faster-Than-Expected Inflation Before Vote (1)
Consumer prices in Argentina rose 3.5% m/m in Oct.; 52.1% y/y
Government froze prices on 1,400 items in inflation fight
<https://blinks.bloomberg.com/news/stories/R2F95DT0G1KW>
- Peru Lifts Its Key Rate to Curb Fastest Inflation Since 2009 (1)
Central bank chief Velarde sees 2021 GDP growth of 13.2%
Annual inflation rate has more than doubled since May to 5.83%
<https://blinks.bloomberg.com/news/stories/R2FKYSDWLU6C>



- Brazil and Mexico Stung by Worse-Than-Expected Economic Data
Brazil retail sales, Mexico industrial output miss estimates
Policy makers in both countries are raising interest rates
<https://blinks.bloomberg.com/news/stories/R2ER5ADWRGG4>
- Banxico's Next Rate Moves to Depend on Price Data, Governor Says
Central bank chief Alejandro Diaz de Leon speaks in interview
Bank's growth forecast will likely change after 3Q contraction
<https://blinks.bloomberg.com/news/stories/R2FN9BDWX2PY>
- Brazil's Guedes Says He's Confident of Precatorios Bill Approval
<https://blinks.bloomberg.com/news/stories/R2FGXGT0AFB5>
- Brazil's Guardado Sees 150bps Hike Pace as Still Appropriate
<https://blinks.bloomberg.com/news/stories/R2F24DDWLU6E>

- EU Ready to Turn Up the Financial Pressure on Poland and Hungary
Commission ready to seek clarification on use of its funds
Letters to be sent under EU's new conditionality mechanism
<https://blinks.bloomberg.com/news/stories/R2EQYWT0G1L1>
- Hungary To Follow Regional Peers With 70 bps Rate Hike: HSBC
<https://blinks.bloomberg.com/news/stories/R2ERBTT1UM0W>
- Orban Caps Fuel Prices Months Before Hungarian Elections
Price cap on diesel, gasoline to last an initial three months
Mol shares drop most in 19 months after price-cap announcement
<https://blinks.bloomberg.com/news/stories/R2EPX6T1UM0W>
- Central Bank Boss Rebukes Czech Premier's Attacks on Rate Hikes
<https://blinks.bloomberg.com/news/stories/R2EH7OT0AFB4>
- Czech Cabinet Plans Tighter Rules for Non-Vaccinated People: CTK
<https://blinks.bloomberg.com/news/stories/R2EQ01T0AFB4>
- South Africa Seeks to Rein In Debt, Hold Off Welfare Boost (2)
Government committed to fiscal sustainability: minister
Debt, deficit metrics show improvement from February
<https://blinks.bloomberg.com/news/stories/R2EX7ADWX2PU>
- SOUTH AFRICA REACT: Same Fiscal Strategy, Same Underlying Risks
<https://blinks.bloomberg.com/news/stories/R2EQYXT0AFBC>
- South Africa Resurrects Plan to Sell Coal-Fired Power Plants
Finance minister says sale would enable Eskom to pay down debt
Plan for sales may get resistance from the utility: minister
<https://blinks.bloomberg.com/news/stories/R2F0E8T0G1L0>
- South Africa Warns of State Job Cuts if Court Backs Pay Deal
Labour Appeals Court ruled state could renege on pay increase
Wages makes up almost a third of state's consolidated spending
<https://blinks.bloomberg.com/news/stories/R2ENTNDWX2PU>