

## DM Headlines

- A Global Savings Glut Is Set to Anchor Treasury Yields Below 2%  
Consensus is rate hikes will still leave real yields negative  
Weaker inflation outlook means ECB, BOJ remain accommodative  
<https://blinks.bloomberg.com/news/stories/R4HNGUDWRGG4>
- Dollar Funding Market Is Feeling the Strains of Too Much Cash  
Benchmark for repo rates falls for first time since October  
Short-end rates are still plagued by a lack of collateral  
<https://blinks.bloomberg.com/news/stories/R4H0OQDWRGG4>
- Biden Sees Path for Economic Plan Despite Manchin Rebuff (3)  
President notes Goldman Sachs revision of economic forecast  
'Going to get something done' with Manchin, Biden says  
<https://blinks.bloomberg.com/news/stories/R4HZ1YDWRGG0>
- Oil Futures Rise With Equities in Volatile Year-End Trading  
Market still assessing how omicron strain will impact demand  
WTI climbed 3.7% after falling for past the two sessions  
<https://blinks.bloomberg.com/news/stories/R4HJ2TDWX2PS>
- Biden Falter in Push to Reframe Debt Debate, Thwarting Agenda  
Treasury chief Yellen had highlighted low interest burden  
Manchin aligns with GOP in voicing concerns on enlarged debt  
<https://blinks.bloomberg.com/news/stories/R4HAF5DWLU6P>
- Fed's Reverse Repo Usage Snaps Streak of Fresh All-Time Highs  
<https://blinks.bloomberg.com/news/stories/R4HENCDWLU6R>
- Treasury Investors Finally Find a Bit of Love for 20-Year Bonds  
<https://blinks.bloomberg.com/news/stories/R4H9GADWRGG1>
- Hawkish Fed Bets Are Stacking Up; Focus on Early 2023 Contracts  
<https://blinks.bloomberg.com/news/stories/R4H222DWX2PS>
  
- Europe's Energy Crunch Threatens Recovery as Prices Hit Records  
Soaring prices threaten to shut down industries across Europe  
France, a power exporter, is burning oil to keep lights on  
<https://blinks.bloomberg.com/news/stories/R4H5BCDWX2PV>
- Dombrovskis Urges EU to Cut Debt Amid Green Investments: FT  
<https://blinks.bloomberg.com/news/stories/R4I3TDDWX2PS>
- Omicron Could Send Inflation Either Way, ECB's Muller Says  
Longer supply problems could lead to more price pressure  
Estonian central bank chief speaks in interview in Tallinn  
<https://blinks.bloomberg.com/news/stories/R4GQK9DWLU6C>
- Kazimir: Last Week Started Long Path to ECB Policy Normalization  
<https://blinks.bloomberg.com/news/stories/R4GKH6DWRGG0>



- Johnson Rules Out Tighter U.K. Covid Rules Before Christmas (1)  
But prime minister says tougher curbs possible after Dec. 25  
Johnson says insufficient evidence to justify new regulations  
<https://blinks.bloomberg.com/news/stories/R4H5XTDWLU6M>
- \*UK 3Q GDP +1.1% on Quarter; vs 1st Estimate +1.3%
- Just a Year of Brexit Has Thumped U.K.'s Economy and Businesses  
Boris Johnson's trade deal has proved to be a drag on growth  
A majority of voters now favor re-joining the European Union  
<https://blinks.bloomberg.com/news/stories/R3C88PDWX2PS>
- For BOE's Quantitative Tightening Plan, More Surprises Beckon  
QT strategy could kick off if central bank hikes in February  
Threat of further Covid-19 restrictions complicates approach  
<https://blinks.bloomberg.com/news/stories/R4EZY2DWLU69>
- U.K. Debt Costs See Fastest Spike Since 2010 as Inflation Bites  
Budget deficit so far in 2021-22 is down almost 50% on year  
Public sector pay bill jumps almost 10%, official data show  
<https://blinks.bloomberg.com/news/stories/R4GF2ZDWRGG1>
  
- Omicron Surge Pressures Australia Reopening as Leaders Urge Calm  
Negative-test demands causing havoc at Covid-19 testing sites  
Some governments reject mask mandates, stricter density limits  
<https://blinks.bloomberg.com/news/stories/R4HJI6DWX2PS>
- Omicron Fuels Aussie Bond Rally as It Rips Into Rate-Hike Bets  
Three-year sovereign bond yields touch one-week low of 0.87%  
Thin liquidity is exaggerating moves amid surging infections  
<https://blinks.bloomberg.com/news/stories/R4HQRMDWRGG8>
- Australia's QE Call Is Shaping Up to Be a Cliffhanger (1)  
Eight economists say QE will end in February, six see tapering  
Omicron variant of coronavirus adds to uncertainty of outlook  
<https://blinks.bloomberg.com/news/stories/R4HQ9CDWRGG7>
- (NZ) Dec. ANZ Consumer Confidence MoM, actual 1.8%, prior -1.4%
- (NZ) Dec. ANZ Consumer Confidence Index, actual 98.3, prior 96.6
- (AU) Nov. Westpac Leading Index MoM, actual 0.12%, prior 0.16%, revised 0.27%
- Aussie, Kiwi Slide as Omicron Concerns Grow: Inside Australia/NZ  
<https://blinks.bloomberg.com/news/stories/R4I3MTDWRGG1>
  
- China, Japan Bonds Poised to Beat Treasuries for a Second Year  
<https://blinks.bloomberg.com/news/stories/R4HY4DDWLU6D>
- BOJ to Maintain Jan.-March Bond-Buying Plan: Sumitomo Mitsui  
<https://blinks.bloomberg.com/news/stories/R4HSMIDWRGG1>
- Japan Pressed to Spend Billions, Cut Tax to Revive Chip Industry  
Government support is key to competitiveness, top adviser says  
Country must aim for 2-nanometer mass production within decade  
<https://blinks.bloomberg.com/news/stories/R4EGQGDRGG4>
- Yen Underpinned by Fragile Market Sentiment: Inside Japan  
<https://blinks.bloomberg.com/news/stories/R4HP6DDWX2PS>

## EM Headlines

- China Tightens Rules for Use of Messaging Tools in Bond Trading  
Watchdog now requires traders to use real-name authentication  
Traders have used apps including WeChat in local credit market  
<https://blinks.bloomberg.com/news/stories/R4HSDPT1UM0W>
- China Crackdown on Taiwan Inc. Pressures Firms to Look Elsewhere  
Two-way investment across the Strait has slowed this year  
Beijing penalized firm which donated to Taiwan's ruling party  
<https://blinks.bloomberg.com/news/stories/R33XT6T1UM0W>
- China Repo Rates at 2-Month Low on Net Injections: Inside China  
<https://blinks.bloomberg.com/news/stories/R4HY30DWLU69>
- Won Snaps Two-Day Fall on Risk Appetite, USD Sales: Inside Korea  
<https://blinks.bloomberg.com/news/stories/R4HTE8DWX2PS>
- Growing Army of Hackers Helps Keep Kim Jong Un in Power  
North Korea relies on cybercrime to fund its nuclear arms program and prop up the ailing economy.  
<https://blinks.bloomberg.com/news/stories/R4HJSBT0AFBH>
- Rupiah Rises to One-Month High on Risk Bounce: Inside Indonesia  
<https://blinks.bloomberg.com/news/stories/R4HRQ7DWRGG0>
- Indonesia Detects 11 More Probable Omicron Variant Cases  
<https://blinks.bloomberg.com/news/stories/R4GGJQDWRGG2>
- Rupee 10-Year Bond Yield Approaches Key 6.5% Level: Inside India  
<https://blinks.bloomberg.com/news/stories/R4I4KFDWLU69>
- India Is Said to Work on \$1.9 Billion Economic Aid for Sri Lanka  
Loans for essential items such as food expected by next month  
Sri Lanka forex reserve enough to cover only a month's import  
<https://blinks.bloomberg.com/news/stories/R4GC78DWRGG2>
  
- Banxico Uncommitted to More Half-Point Hikes, Governor Says (1)  
Inflation set to peak in fourth quarter, Diaz de Leon says  
Outgoing Governor Alejandro Diaz de Leon speaks in interview  
<https://blinks.bloomberg.com/news/stories/R4HH1WDWRGGF>
- Pemex Gets Strong Participation From Creditors in Debt Swap (1)  
Oil company announced early results of tender and buyback deal  
Firm's outstanding dollar notes due 2032 rose after statement  
<https://blinks.bloomberg.com/news/stories/R4H5ZIDWRGGD>
- Aurelius Lawsuit Revives Near-Dead Argentine GDP Warrants (1)  
Judge says nation must show calculations for 2013 GDP figures  
Notes tied to growth doubled in price after court decision  
<https://blinks.bloomberg.com/news/stories/R4H2OZDWRGG4>
- Mexico Analysts Raise 2021 CPI Est. to 7.66% Vs. 7.30%: Citi  
<https://blinks.bloomberg.com/news/stories/R4HJ1MGENSW0>
- Brazil Congressional Panel Passes Main-Text of 2022 Budget Bill  
<https://blinks.bloomberg.com/news/stories/R4HDWCDWRGG4>
- Brazil Police Wage Hike Has No Pay-Fors, Budget Cmte Head Says  
<https://blinks.bloomberg.com/news/stories/R4H2RTDWLU6B>



## RUBRICS

- New President at 35 Thrusts Chile Back Into Exceptionalism Role  
Millennial Gabriel Boric, 35, rejects Cuba, embraces feminism  
Chile has often punched above its weight through history  
<https://blinks.bloomberg.com/news/stories/R4G849DWX2PT>
- Boric's Victory May Add to Chile's Economic Risks Ahead  
<https://blinks.bloomberg.com/news/stories/R4FH2ADWRGG0>
  
- Polish Government Accused of Spying on Opposition Leader's Aide  
Lawyer, prosecutor say they're targeted with Pegasus spyware  
Security services not acting for political reasons: spokesman  
<https://blinks.bloomberg.com/news/stories/R4GQ62DWRGG1>
- Orban Taps Conservative Minister as First Woman President (1)  
Family Minister Novak has urged traditional roles for women  
Orban locks allies into institutional roles before 2022 ballot  
<https://blinks.bloomberg.com/news/stories/R4H39MDWX2PV>
- Hungary Current Account Deficit Widens to Largest Since 2008 (1)  
<https://blinks.bloomberg.com/news/stories/R4GJYGDWLU6C>
- Inflation Is Set to Force Another Big Czech Hike: Decision Guide  
Central bank is expected to lift main rate by 75 basis points  
Policy makers see borrowing costs peaking around 4% next year  
<https://blinks.bloomberg.com/news/stories/R4GNZCDWRGGT>
- South Africa Covid-19 Cases Drop as Testing Plunges (1)  
New infections declined by 44% from day earlier, data show  
Figures come as South Africans travel country for holidays  
<https://blinks.bloomberg.com/news/stories/R4GQBNWX2PS>
- South African Court Permits Zuma to Appeal Return-to-Jail Order  
Ex-president served less than two months of 15-month term  
Senior court may decide Zuma should get medical parole: judge  
<https://blinks.bloomberg.com/news/stories/R4GOLSDWX2PW>
- One in Four Unvaccinated S. Africans Insist Shots Are Unsafe (1)  
Main reason given is a belief the shot will harm or kill them  
About 34% said difficulty getting to a site is biggest problem  
<https://blinks.bloomberg.com/news/stories/R4I3XVDWLU6P>