

DM Headlines

- Powell Says Omicron Adds Economic Risks, Inflation Uncertainty
Senate testimony doesn't discuss tapering of bond purchases
Fed chair has been picked for second term by President Biden
<https://blinks.bloomberg.com/news/stories/R3CUICDWRGG0>
- Omicron Risks New Inflation Headache for Global Central Bankers
New lockdowns would threaten to aggravate supply shortages
Central banks face complex challenge on policy decisions
<https://blinks.bloomberg.com/news/stories/R3CS1PDWLU6S>
- Traders Scrapped \$100 Billion of Fed Bets in Friday's Epic Move
Open interest in CME Group's eurodollar futures collapsed
Popular steepening wagers turned sour as hikes got priced out
<https://blinks.bloomberg.com/news/stories/R3C3HHTOG1KY>
- Europe's Cash Glut Is Spilling Into Already Stuffed U.S. Markets
Cost of swapping euros into dollars around highest since 2020
Pozsar suggests ECB needs its own reverse repo facility
<https://blinks.bloomberg.com/news/stories/R32Y9GT0AFB4>
- Speculators 10-Year Futures Short Biggest Since Feb. 2020: CFTC
<https://blinks.bloomberg.com/news/stories/R3CQVET0G1KW>
- Moderna chief predicts existing vaccines will struggle with Omicron
<https://blinks.bloomberg.com/news/stories/R3DCLY8JMDC1>
- Oil Heads for the Worst Monthly Loss This Year on Omicron Scare
U.S. benchmark set for biggest monthly drop since March 2020
Moderna CEO says world may need new vaccines to fight variant
<https://blinks.bloomberg.com/news/stories/R3DFQEDWRGG6>
- Manchin Holds Off on Committing to Moving Biden Agenda This Year
West Virginia Democrat again raises concerns about inflation
Schumer has set 'goal' of finishing legislation before holiday
<https://blinks.bloomberg.com/news/stories/R3CU4IT1UM0Y>
- Dollar May Retain Traction, Mizuho's Varathan Says
<https://blinks.bloomberg.com/news/stories/R3CZHODWRGG0>
- Moderna Vaccine Is 'Old News', Impact in Treasuries to Fade: TD
<https://blinks.bloomberg.com/news/stories/R3DF01T1UM0W>
- U.S. INSIGHT: Why the Fed Will Double Taper Pace at Next Meeting
<https://blinks.bloomberg.com/news/stories/R3CS9KDWX2PV>

- EU Calls Restarted Iran Nuclear Talks 'Positive' on Day One (1)
EU envoy Mora said Iran wants to engage seriously in talks
U.S. says it remains committed to 'mutual' return to accord
<https://blinks.bloomberg.com/news/stories/R3CKMBT0G1KW>
- European Gas Prices Jump Ahead of Auctions for More Russian Fuel
Dutch month-ahead extends Monday's advance in early trade
Russian flows to Europe remain below last year's level
<https://blinks.bloomberg.com/news/stories/R3DH1VDWLU6O>
- ECB's Guindos: Risk of Prices Not Falling as Fast as Predicted
<https://blinks.bloomberg.com/news/stories/R3DEWSDWX2PS>



RUBRICS

- German Inflation Surges to 6% as ECB Insists Spike Will Pass (2)
Annual consumer-price gains in November exceed 5.5% estimate
Schnabel highlighted pandemic as cost driver in TV interview
<https://blinks.bloomberg.com/news/stories/R3C5KHTOG1KW>
- Risk-Reward Seen Attractive in Five-Year Italian Bonds -- Market Talk
<https://blinks.bloomberg.com/news/stories/R3DJFR073NCX>
- Bundesbank Chief Shortlist Down to Nagel, Schnabel, Two Others
SPD won right to nominate Weidmann successor in coalition deal
Winning candidate will also become ECB Governing Council member
<https://blinks.bloomberg.com/news/stories/R3C6WZT0AFB9>
- Germany's New Budget Reality Clouds Outlook for Investment Plans
Plans of new administration will increase room for investments
Finance minister Lindner is expected to keep spending in check
<https://blinks.bloomberg.com/news/stories/R34L9FT0AFB7>

- (UK) Nov. Lloyds Business Barometer, actual 40, prior 43
- U.K. Consumers Step Up Unsecured Borrowing to 15-Month High (1)
Figures suggest households are easier about taking on risk
Mortgage costs at record low despite expectations of BOE hike
<https://blinks.bloomberg.com/news/stories/R3BY3OT1UM0W>
- Market Likely Overestimating the Pace of BOE Tightening in 2022
<https://blinks.bloomberg.com/news/stories/R3DIKNDWX2PT>

- Australia's Economy Likely Recorded Second-Biggest Slump (1)
Households income-savings likely resumed climbing on stimulus
Services spending probably ground to a halt due to lockdowns
<https://blinks.bloomberg.com/news/stories/R3D9SEDWRGG3>
- RBNZ's Ha Says Risks Would Be to Upside Without Market Moves (1)
Omicron unlikely to change picture of rising price pressures
Central bank deciding how best to reduce its QE bond holdings
<https://blinks.bloomberg.com/news/stories/R3D89XT0G1KX>
- (NZ) Nov. ANZ Activity Outlook, actual 15.0, prior 15.6
- (NZ) Nov. ANZ Business Confidence, actual -16.4, prior -18.1
- (AU) 3Q Net Exports of GDP, actual 1.0, est. 1.0, prior -1.0
- (AU) Oct. Private Sector Credit YoY, actual 5.7%, est. 5.8%, prior 5.3%
- (AU) 3Q BoP Current Account Balance, actual A\$23.9b, est. A\$29.2b, prior A\$20.5b, revised A\$22.9b
- AUD Falls as Moderna Report Spurs Risk-Off: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/R3DC71DWLU69>
- RBA Aims to Boost Job Outcomes for Indigenous Australians (1)
Seeks better understanding of First Nations people in economy
But RBA can boost employment and procurement in the community
<https://blinks.bloomberg.com/news/stories/R3D76ADWLU6X>

- Some Japan Investors Seek Higher 40-Year Bond Supply, MOF Says
<https://blinks.bloomberg.com/news/stories/R3CRY1T0AFB4>



RUBRICS

- (Japan) Oct. Job-To-Applicant Ratio, actual 1.15, est. 1.17, prior 1.16 (Japan) Oct. Japan Unemployment (SA), actual 2.7%, est. 2.8%, prior 2.8%
- (Japan) Oct. Industrial Production YoY, actual -4.7%, est. -4.4%, prior -2.3%
- Yen Gains With Bonds as Virus Fears Fan Haven Bids: Inside Japan
<https://blinks.bloomberg.com/news/stories/R3DGAST0G1KW>
- Japan Finds Its First Omicron Case, Kyodo Says
<https://blinks.bloomberg.com/news/stories/R3DGY1T0AFBA>
- Japan Factory Production Edges Up as Asia's Supply Snags Ease
Car output helped lift production for first time in 4 months
Manufacturers said they plan to up output this month and next
<https://blinks.bloomberg.com/news/stories/R3CZ05DWRGG2>

EM Headlines

- China's Manufacturing Rebounds With Signs Inflation Easing (2)
Non-manufacturing index slows slightly on weaker services
Construction gauge picks up to strongest in three months
<https://blinks.bloomberg.com/news/stories/R3D3SKDWX2PS>
- (China) Nov. Manufacturing PMI, actual 50.1, est. 49.7, prior 49.2
- (China) Nov. Non-manufacturing PMI, actual 52.3, est. 51.5, prior 52.4
- Overnight Repo Rate Rises on Month-End Cash Demand: Inside China
<https://blinks.bloomberg.com/news/stories/R3D1YLDWLU68>
- Xi Pledges a Billion More Vaccines for Africa in Wake of Omicron
Pledge comes as continent grapples with new virus strain
Xi prioritized pandemic assistance over controversial lending
<https://blinks.bloomberg.com/news/stories/R3CXKPTOG1KZ>
- Traders Flee Largest Emerging-Debt ETF on Omicron, Fed-Hike Bets
EMB lost \$709.5 million last week, worst outflow in two months
Most withdrawals came a day after Powell's Fed renomination
<https://blinks.bloomberg.com/news/stories/R3C4R1DWRGG2>
- INR Erase Gains With Stocks on Virus-Led Risk-Off: Inside India
<https://blinks.bloomberg.com/news/stories/R3DBNNDWLU68>
- Spending Helps Fuel India's Growth as Risks From New Strain Loom
GDP seen expanding 9.3% this year, faster than earlier outlook
September quarter data likely to show economy expanded 8.3%
<https://blinks.bloomberg.com/news/stories/R3BHU9DWX2PS>
- India RBI Seizes Ex-Billionaire Anil Ambani's Shadow Bank (1)
Regulator to initiate bankruptcy proceedings for lender
Serious governance issues not addressed effectively: RBI
<https://blinks.bloomberg.com/news/stories/R3C6JADWLU6G>
- Won Gains Most in 5 Weeks as Output Beats Forecast: Inside Korea
<https://blinks.bloomberg.com/news/stories/R3CYZFDWX2PU>
- South Korea Oct. Industrial Output Rises 4.5% Y/y, Est. +2.0%
<https://blinks.bloomberg.com/news/stories/R3CVG5T1UM0Z>
- IDR Set to Gain for First Time in Eight Days: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/R3D15SDWRGG0>
- Bank Indonesia Leans on Monetary Transmission to Aid Growth
<https://blinks.bloomberg.com/news/stories/R3CV78DWX2PS>

- Leftist Boric Tops Polls for Chile Presidential Runoff Vote (1)
Local assets including peso, stock market dropped after polls
Voters will cast their ballots in Dec. 19 runoff vote
<https://blinks.bloomberg.com/news/stories/R3CEJ8DWRGG4>
- MEXICO INSIGHT: Policy Constraints Tie Outlook to the U.S. (1)
<https://blinks.bloomberg.com/news/stories/R3CG9GDWX2PS>
- MXN Rebounds With Risk Assets After 7-Day Slump: Inside Mexico
<https://blinks.bloomberg.com/news/stories/R3C723T0AFB4>
- Brazil Investors Guard Against Inflation While Growth Slumps
Breakeven rates on linkers climbed to fresh multi-year highs



- Market pricing in bigger hikes by BCB, but may be disappointed
<https://blinks.bloomberg.com/news/stories/R3765TT0AFB4>
- Brazil Economists See Inflation Reaching 2022 Target Ceiling
Analysts raised 2022 consumer price forecast for 19th week
This week senate may vote bill to help pay for social program
<https://blinks.bloomberg.com/news/stories/R34PJPT0AFB5>
 - Chile Election Lifts Mood of a Battered Fixed Income Market (1)
More traders see bank bond spreads tightening next month
Survey shows presidential runoff outweighing pensions bill
<https://blinks.bloomberg.com/news/stories/R3C34RT1UM0Z>
 - Colombia's Government Redeemed 5T Pesos of Local Bonds Due 2022
<https://blinks.bloomberg.com/news/stories/R3C3MTDWLU6M>
 - Zloty to Shake Off Weakness Next Year, Polish State Fund Says
PFR chief says strong economy, higher rates will help currency
Borys said weaker zloty added 1.5 percentage points to CPI
<https://blinks.bloomberg.com/news/stories/R3BUHEDWRGG1>
 - Polish Finance Minister Sees CPI Peaking in Jan., Feb.
<https://blinks.bloomberg.com/news/stories/R3DHVADWX2PS>
 - Polish Central Bank to Buy Bonds When Warranted By Market
<https://blinks.bloomberg.com/news/stories/R3C7UBDWRGG1>
 - Poland's New Covid Capacity Limits Will Also Apply to Stores
<https://blinks.bloomberg.com/news/stories/R3C8DWDWRGG4>
 - Poland Should Consider Keeping Rates on Hold in Dec.: MPC's Lon
<https://blinks.bloomberg.com/news/stories/R3BPL2T1UM0X>
 - Hungary Oct. Unemployment Rate Falls to 3.9%
<https://blinks.bloomberg.com/news/stories/R3BP9MGFFW8W>
 - Czech Rate Hawks Strike Back After Omicron Selloff: Inside CEE
<https://blinks.bloomberg.com/news/stories/R3BSL2DWX2PV>
 - Czech Government Resumes Paycheck Subsidies Amid Covid-19 Surge
<https://blinks.bloomberg.com/news/stories/R3C6FTDWRGG5>
 - South Africa Seeks to End Policy Ambiguity Delaying Eskom Rescue
State-owned power utility 'will look a lot different' in 2024
Company still needs to address its \$25 billion debt burden
<https://blinks.bloomberg.com/news/stories/R36LOFT0AFB4>
 - Doctor Who Saw Omicron Early Says Symptoms Milder Than Delta (2)
South African doctor Coetzee started seeing symptoms Nov. 18
Coetzee says currently believes it will be a mild disease
<https://blinks.bloomberg.com/news/stories/R3CBG6TOG1KW>
 - Toddlers Make Up 10% of Hospital Cases in Omicron Epicenter
More children under 2 admitted in South African region
Young children are unvaccinated, have immature immune system
<https://blinks.bloomberg.com/news/stories/R3BPJ1DWRGG0>