



## DM Headlines

- Traders Are Pricing Risk of First Half-Point Fed Hike Since 2000  
Eurodollars slide as Fed hike premium ramps-up in front-end  
In options, traders hedge potential 50bp hike at March meeting  
<https://blinks.bloomberg.com/news/stories/R5XH1VDWRGG0>
- Treasury 10-Year at 2% Looks a 'Done Deal' on March Fed Bets  
Yields rising at fastest pace since after 2016 U.S. election  
Traders see chance Fed raises 50 basis points in March  
<https://blinks.bloomberg.com/news/stories/R5XWJJDWX2PT>
- Dollar Comeback May Cut Short Rally in Emerging Currencies  
Domestic risks are set to hit EMFX, Wells Fargo's McKenna says  
Dollar will gain the most versus emerging peers, he says  
<https://blinks.bloomberg.com/news/stories/R5XTVWT1UM0W>
- Oil Extends Rally as Pipe Blast Squeezes Already-Tight Market  
Conduit running from Iraq to Turkey knocked out by explosion  
WTI rises near \$87 after closing at highest since October 2014  
<https://blinks.bloomberg.com/news/stories/R5XTC1T1UM0W>
- Fed Unlikely to Tolerate Continued Sharp Rise in Yields: Resona  
<https://blinks.bloomberg.com/news/stories/R5XSG3DWX2PS>
- Eurodollar Plays Show Half-Point March Rate Hike: Open Interest  
<https://blinks.bloomberg.com/news/stories/R5WMP7DWRGG4>
- Still Loose Financial Conditions Could Raise Pressure on Fed  
<https://blinks.bloomberg.com/news/stories/R5XBWMDWRGG3>
- Money-Market Rates Begin to Unmoor as More Hawkish Fed Path Seen  
<https://blinks.bloomberg.com/news/stories/R5WSIZDWLU6A>
- U.S. INSIGHT: Fed Call for 2022 -- March Liftoff, Five Hikes  
<https://blinks.bloomberg.com/news/stories/R5XDTZDWX2PT>
- Germany's New Daily Covid-19 Cases Top 100,000 For First Time  
Omicron strain spreads fast across Europe's largest economy  
German parliament to discuss introducing mandatory vaccination  
<https://blinks.bloomberg.com/news/stories/R5OYZZDWRGG2>
- Draghi-Macron Rule Suggestions May Ease EU Fiscal Policy: Chart  
<https://blinks.bloomberg.com/news/stories/R5XY21T0G1L1>
- ECB Would Act If Inflation Proved More Persistent, Villeroy Says  
<https://blinks.bloomberg.com/news/stories/R5WW5MDWLU6H>
- Dropping Euro Exit Plans, Le Pen Wants Credit for ECB Action  
Marine Le Pen once wanted to leave Euro, Schengen Area  
The nationalist praises the bloc, calls idea "beautiful"  
<https://blinks.bloomberg.com/news/stories/R5WEJXT0G1KW>
- German Investor Confidence Surges Amid Hopes for 2022 Recovery  
ZEW expectations gauge jumps to 51.7; analysts saw 32.0  
'The economic outlook has improved considerably,' ZEW says  
<https://blinks.bloomberg.com/news/stories/R5WATZT0AFB4>
- France's Villeroy Warns Presidential Hopefuls of Economic Limits  
Central bank governor slams 'ephemeral' pledges to fix economy



Priority is to raise GDP outlook, labor supply, Villeroy says

<https://blinks.bloomberg.com/news/stories/R5WYZXDWLU6M>

- Tory Rookies Push for Johnson's Ouster With Westminster on Edge  
Government whips seek to isolate rebels after Tuesday meeting  
Rebels seek to trigger no-confidence vote against Johnson  
<https://blinks.bloomberg.com/news/stories/R5XGHADWX2PS>
- U.K. Real Wages Are Falling Even Before Inflation Truly Bites  
Average earnings are growing more slowly than inflation  
Figures may cool Bank of England concerns about surging prices  
<https://blinks.bloomberg.com/news/stories/R5WEODDWX2PY>
- Worker Absences in U.K. Fall in Sign of Omicron Wave Ebbing Away  
Declining case numbers mean fewer workers sick than in 2021  
Covid-19 absences fall in healthcare sector: GoodShape  
<https://blinks.bloomberg.com/news/stories/R5WU8GDWLU6I>
- Kiwi Bonds Under Pressure After ANZ Changes Rate Call: Harbour  
<https://blinks.bloomberg.com/news/stories/R5XSSKT0AFB4>
- ANZ Bank Now Sees RBNZ Raising Cash Rate to 3% by April 2023  
<https://blinks.bloomberg.com/news/stories/R5XQGADWRGG0>
- (NZ) Dec. Card Spending Retail MoM, actual 0.4%, prior 9.6%, revised 9.5%
- (NZ) Dec. Card Spending Total MoM, actual 1.9%, prior 9.1%, revised 8.9%
- (AU) Jan. Westpac Consumer Conf Index, actual 102.2, prior 104.3
- Kiwi Dollar, Yields Jump on ANZ Rate View: Inside Australia/NZ  
<https://blinks.bloomberg.com/news/stories/R5XUQST0G1KX>
- Australia Consumer Sentiment Slips in January on Omicron Surge  
<https://blinks.bloomberg.com/news/stories/R5XH40DWRGGE>
- JGB Yields Likely to Rise as Fed Impact Outweighs BOJ: Analysts  
<https://blinks.bloomberg.com/news/stories/R5XNQ1DWX2PT>
- BOJ's Kuroda Looks to Extinguish Speculation of Normalization  
Raised projections still leave price growth far from 2% target  
Kuroda says no debate at bank about possibly raising rates  
<https://blinks.bloomberg.com/news/stories/R5WAE1DWX2PS>
- Hold Off On Buying Overseas Bonds For Now: Sumitomo Mitsui DS  
<https://blinks.bloomberg.com/news/stories/R5XJFIDWLU6N>
- Yen Rises on Risk-Off as UST Rout Hurts Shares: Inside Japan  
<https://blinks.bloomberg.com/news/stories/R5XJF8DWLU6H>

## EM Headlines

- PBOC Gives Clear Easing Signal With Promise to Boost Growth  
Central bank to roll out policies to stabilize economy  
Room for RRR cut has narrowed, debt ratio to be stable: Liu  
<https://blinks.bloomberg.com/news/stories/R5XW5TDWRGG0>
- China Bonds Defy Global Rout as PBOC Pledges More Support (2)  
The central bank is traveling in opposite direction to Fed  
Spread between short and long-term notes is set to widen  
<https://blinks.bloomberg.com/news/stories/R5XYBIT0G1KW>
- China-U.S. 50 Bps Yield Gap May Dent Foreign Demand, Says SocGen  
<https://blinks.bloomberg.com/news/stories/R5WDBHT0G1L0>
- Emerging ETFs Lure \$3 Billion With Deluge of China Inflows  
Developing-economy ETFs take in most cash in nine months  
PBOC's rate cut may bolster investor demand for China equities  
<https://blinks.bloomberg.com/news/stories/R5WQRDDWRGG3>
- Xi's Covid Zero Tactics Get Weaker as Omicron Spreads in China (2)  
The highly transmissible new variant is playing havoc with China's Covid Zero policies.  
<https://blinks.bloomberg.com/news/stories/R5Y01LDWX2PX>
- CGBs Extend Rally on PBOC's Easing Signals: Inside China  
<https://blinks.bloomberg.com/news/stories/R5XP79T0G1L0>
- South Korea Bond Yields Ease After Tuesday's Surge: Inside Korea  
<https://blinks.bloomberg.com/news/stories/R5XJ01T0AFB4>
- Rout in South Korean Bonds Deepens on Calls to Boost Spending  
Nation's benchmark three-year yields hit highest since 2018  
Concerns over bond supply come on top of hawkish BOK, Fed  
<https://blinks.bloomberg.com/news/stories/R5N1LBT0G1KZ>
- Indonesia Removes Ban on Foreign Arrivals for Recovery Boost (1)  
President urges people to avoid public places, work from home  
Strict health protocols will be imposed at sports events  
<https://blinks.bloomberg.com/news/stories/R5W43LT1UM0W>
- IDR Falls as Omicron Cases Reach 3-Month High: Inside Indonesia  
<https://blinks.bloomberg.com/news/stories/R5XP69T1UM0W>
- INR Bonds Drop as Higher UST Yields, Oil Weigh: Inside India  
<https://blinks.bloomberg.com/news/stories/R5XXCBT0G1KW>
- Bond Rout in India May Be Poised for a Breather, Technicals Show  
<https://blinks.bloomberg.com/news/stories/R5WFBJDWLU6Q>
- India Gives \$500M Credit to Sri Lanka for Petroleum Products  
<https://blinks.bloomberg.com/news/stories/R5WIB6DWRGG1>
- Mexico City's Hospital Occupancy Rate Has Doubled in Two Weeks  
Hospital occupancy jumped to 58% from 27% since Jan. 3  
Covid-19 related deaths aren't increasing at similar rate  
<https://blinks.bloomberg.com/news/stories/R5NQIGDWLU6C>
- Fitch Likely to Reduce Mexico's 2022 GDP Growth Forecast  
<https://blinks.bloomberg.com/news/stories/R5X1MDT0G1KW>
- Brazil Child Vaccinations Put Spotlight on New Hesitancy (1)



Poll shows 17% of Brazilians don't support vaccination

Bolsonaro bashed booster approval for children aged 5 to 11

<https://blinks.bloomberg.com/news/stories/R5XC7ET1UM0W>

- Eurasia Sees Brazil's Lula Winning Election on Spending Promises`  
<https://blinks.bloomberg.com/news/stories/R5WTXMT1UM0W>
- Brazil Will Have to Boost 2023 Spending, Lula's Adviser Says (1)  
Current spending cap rule is unfeasible: Nelson Barbosa  
Bigger cash transfers to the poor would be temporarily needed  
<https://blinks.bloomberg.com/news/stories/R5VDFMDWX2PS>
- Chile Floats Mining Permit, Luxury Tax Changes to Fund Pensions  
<https://blinks.bloomberg.com/news/stories/R5WV6XDWX2PT>
- Colombia Nov. Economic Activity Rises 9.6% Y/y, Est. +8.6%  
<https://blinks.bloomberg.com/news/stories/R5WZAMDWRGG4>
- Poland Says Offsetting Fines From EU Funds Would Be Illegal  
<https://blinks.bloomberg.com/news/stories/R5W8DZDWLU68>
- Czech Budget Deficit Cuts Will Help Curb Inflation, Premier Says  
<https://blinks.bloomberg.com/news/stories/R5XDJ3DWX2PS>
- Rusnok Expects Czech Rates to Move Above 4%, DenikN Reports (1)  
<https://blinks.bloomberg.com/news/stories/R5WJPUDWLU6A>
- Czechs Seek Changes in EU's Gas and Nuclear Plan, Premier Says  
<https://blinks.bloomberg.com/news/stories/R5WYPIDWRGGI>
- Omicron May Cut Future Severity of Coronavirus, Study Shows (1)  
Omicron can infect those who've had delta, but not vice-versa  
Study led by Alex Sigal of Africa Health Research Institute  
<https://blinks.bloomberg.com/news/stories/R5WQ3ZT0AFB5>
- The Wall Street Journal: South Africa's struggling economy faces another blow from the exit of some of the world's best-known mining companies  
<https://on.wsj.com/3KmgsG3>