



## DM Headlines

- Battered Treasuries Face Added Headwind as Banks Amp Up Lending  
Focus on loans could see less appetite for Treasuries by banks  
Fed hawkishness has already taken a hammer to Treasuries  
<https://blinks.bloomberg.com/news/stories/R60GMHDWRGG5>
- Surging Real Yields Jar Markets Eyeing End of Easy-Money Era  
Inflation-adjusted Treasury yields jump during January selloff  
Markets brace for pullback of massive pandemic-era stimulus  
<https://blinks.bloomberg.com/news/stories/R60UH4DWRGG0>
- Pimco Says Treasuries 'Becoming More Attractive' After Selloff  
Geraldine Sundstrom says bonds are 'closer to fair area'  
'Market probably going over its skis' on rate-hike bets  
<https://blinks.bloomberg.com/news/stories/R60JDSWRGG3>
- Yellen Still Hopes U.S. Inflation Gets Back to 2% by Year-end  
Treasury chief sees joint Fed, administration responsibility  
Yellen says 'buffer' of household savings to support growth  
<https://blinks.bloomberg.com/news/stories/R6120DDWRGG4>
- Oil's Red-Hot Rally Cools After Surge to Highest Since 2014  
Crude inventories climb for the first time in eight weeks: EIA  
March WTI futures fall more than 3% before paring some losses  
<https://blinks.bloomberg.com/news/stories/R61JEIDWX2PS>
- Biden Team Says It's on Alert for China Omicron Disruptions (1)  
State Department mining contacts in China for data on spread  
Beijing has locked down parts of country to stop outbreaks  
<https://blinks.bloomberg.com/news/stories/R614TRT0AFBC>
- Fed Takes Key Step in Deciding on U.S. Digital-Coin Issuance (2)  
Central bank seeks public feedback on government-backed coin  
Issuance seen as having big implications for financial system  
<https://blinks.bloomberg.com/news/stories/R60YLUDWLU6T>
- Biden, Europe Sanctions Caution Cast Doubt on Russia Response  
Joe Biden spoke of possible Ukraine incursion by Russia  
U.S. has pushed for faster agreement on sanctions package  
<https://blinks.bloomberg.com/news/stories/R60GMODWLU9T>
- Powell Needs to Get Into Your Head to Tame Inflation  
The theory that expectations are a key driver of price increases will be tested in 2022.  
<https://blinks.bloomberg.com/news/stories/R603ODT0G1KW>
- U.S. REACT: Jobless Claims Suggest Hiring Slowdown Amid Omicron  
<https://blinks.bloomberg.com/news/stories/R60H3ODWX2PS>
- Fed Officials Argue Higher Immigration Could Ease Labor Shortage  
Barkin: immigration is 'helpful supplement' to grow workforce  
Embracing immigration can feed the economy, Kashkari says  
<https://blinks.bloomberg.com/news/stories/R60UK8DWRGG0>



## RUBRICS

- ECB Policy Risks Being More Potent Than Fed: JPMorgan Asset (1)  
ECB tightening could spur debt investments and strengthen euro  
Firm sees four Fed hikes, U.S. yields can test 2.3%: Hallam  
<https://blinks.bloomberg.com/news/stories/R61RVODWRGG0>
- EU Fractures Dream of Gold Standard for Green Market Investors  
Bloc set to allow some gas and nuclear to be 'sustainable'  
Funds say will undermine standards, create two-tier market  
<https://blinks.bloomberg.com/news/stories/R5VEFUT1UM13>
- ECB Minutes Flag Hawks Skew Risks Toward Early Tightening  
<https://blinks.bloomberg.com/news/stories/R60ZEXDWLU69>
- ECB Has Every Reason Not to Act as Fast as Fed, Lagarde Says (1)  
Inflation is slower in euro area; recovery isn't as advanced  
ECB will respond if needed, Lagarde tells France Inter radio  
<https://blinks.bloomberg.com/news/stories/R60E7XDWRGG1>
- U.K. Tory Says Johnson's Team Blackmailed MPs to Stem Rebellion  
William Wragg urges MPs to report intimidation to the police  
Prime minister is under severe pressure over party allegations  
<https://blinks.bloomberg.com/news/stories/R60FDHDX2PS>
- U.K. Buyout Frenzy Is Loading Household Names With Junk Debt  
Leveraged buyouts add debt to balance sheets of U.K. companies  
Morrisons deal to push sterling high-yield market to record  
<https://blinks.bloomberg.com/news/stories/R60PVZDWRGG0>
- BOE INSIGHT: February Hike? Yes. Four Hikes in 2022? Think Again  
<https://blinks.bloomberg.com/news/stories/R61SWSDWX2PS>
- (NZ) Dec. Business NZ Manufacturing PMI, actual 53.7, prior 50.6, revised 51.2
- AUD, NZD Decline as Risk Routed With Stocks: Inside Australia/NZ  
<https://blinks.bloomberg.com/news/stories/R61KW8T0AFBG>
- Australia's Last Covid-Zero State Scraps Plan to Finally Reopen  
Delay announced over fears of unsustainable omicron outbreak  
Western Australia is the country's last Covid-zero holdout  
<https://blinks.bloomberg.com/news/stories/R611OFDWRGG8>
- N.Z. to Extend Covid-19 Isolation to 14 Days Combat Omicron  
<https://blinks.bloomberg.com/news/stories/R61C9DDWRGJR>
- Japan Pensions May be Turning Net Buyers of Overseas Bonds: BNP  
<https://blinks.bloomberg.com/news/stories/R61AQ4DWLU6D>
- Japan Prices Fail to Make More Progress to Distant BOJ Goal (1)  
Inflation maintains same weak pace of 0.5% in December  
Outcome supports view that central bank far from normalization  
<https://blinks.bloomberg.com/news/stories/R618PNDWRGG3>
- Favorable Basis Swaps to Boost Foreign Demand for JGBs: Nomura  
<https://blinks.bloomberg.com/news/stories/R618M0DWRGG2>
- (Japan) Dec. Natl CPI YoY, actual 0.8%, est. 0.9%, prior 0.6%
- Bonds Rise as Higher Yields Lure Back Investors: Inside Japan  
<https://blinks.bloomberg.com/news/stories/R61ELHDWLU6C>



## EM Headlines

- China Urges Banks to Boost Lending After Slow Start to 2022  
PBOC issued window guidance this month, people familiar say  
Central bank is loosening monetary policy, diverging with Fed  
<https://blinks.bloomberg.com/news/stories/R5ZZNZT0G1L0>
- Bonds Set for Weekly Drop on Further Easing Bets: Inside China  
<https://blinks.bloomberg.com/news/stories/R61CAXDWRGGP>
- China May Adopt More Stimulus Policy After Rate Cut: Newspapers  
<https://blinks.bloomberg.com/news/stories/R616Z3T0AFB4>
- India Hopes for \$30 Billion as Bonds Near Index Inclusion (1)  
Banks expect inclusion to some indexes in the second quarter  
India needs overseas buyers as local demand for bonds dries up  
<https://blinks.bloomberg.com/news/stories/R61OTGDWRGG0>
- Rupee Bonds Gain Ahead of INR240b Weekly Auction: Inside India  
<https://blinks.bloomberg.com/news/stories/R61NGIT0G1KW>
- Korean Bonds Gain on Government Warning; Won Slips: Inside Korea  
<https://blinks.bloomberg.com/news/stories/R6187KT0G1KX>
- S. Korea Plans \$9.5 Billion Bond Sale to Fund Extra Budget (1)  
Govt drafted 14 trillion won extra budget to help small firms  
Yields surged this week amid calls for larger extra budget  
<https://blinks.bloomberg.com/news/stories/R61CSST0AFBC>
- Korea Vows Actions With BOK to Stabilize Bond Markets If Needed  
<https://blinks.bloomberg.com/news/stories/R61EJUT1UM0W>
- Korea's Exports Set to Improve in January, Early Data Shows (1)  
Early exports data in Jan. rises after slowing past two months  
Exports to China jumped 18.8%; chip shipments climbed 29.5%  
<https://blinks.bloomberg.com/news/stories/R619ZGT1UM0W>
- IDR Is Set for Weekly Drop After BI Held Rates: Inside Indonesia  
<https://blinks.bloomberg.com/news/stories/R61HN1T0G1KX>
- Bank Indonesia Sends First Hints of Policy Normalization (2)  
Central bank holds rates, plans to raise reserve requirements  
Bank Negara Malaysia also keeps benchmark rate steady  
<https://blinks.bloomberg.com/news/stories/R6018ZT0G1KW>
- Brazil Selic Rate to Reach 12%, Start Falling Only in 2023: BNP  
<https://blinks.bloomberg.com/news/stories/R60KFPT0AFBF>
- Economists See Increasing Signs Mexico's Economy Is in Recession  
BofA, BBVA, Bloomberg say technical recession "highly likely"  
GDP shrank third quarter, data suggest fourth quarter fall  
<https://blinks.bloomberg.com/news/stories/R60JS4T1UM16>
- Mexico Analysts Raise 2022 CPI Est. to 4.28% Vs. 4.16%: Citi  
<https://blinks.bloomberg.com/news/stories/R614E7GQITJ4>
- Brazil Presidential Hopefuls Growing Moderate, Central Bank Says  
That could mean lower FX volatility, according to Campos Neto  
Central bank ready to intervene in currency market if needed  
<https://blinks.bloomberg.com/news/stories/R60UMDDWRGG0>



- Lula Beats Bolsonaro With 54% of Votes in 2nd Round: Poder360  
<https://blinks.bloomberg.com/news/stories/R6168SDWRGG1>
- Chile Asset Rally Faces Moment of Truth as Boric Builds Cabinet  
Chile peso is the best performing currency in world this year  
Speculation that central bank head will be finance minister  
<https://blinks.bloomberg.com/news/stories/R60E77T1UM0X>
- Colombia Central Bank Rate Outlook Doesn't Match Swaps: Steiner  
<https://blinks.bloomberg.com/news/stories/R613V1T0AFB7>
- Colombia's Economic Model Will Withstand Election, Restrepo Says  
Finance Minister Jose Manuel Restrepo speaks in interview  
Nation's strong institutions will defend its economic model  
<https://blinks.bloomberg.com/news/stories/R60UXMT0AFBA>
- Polish Central Bank Chief Plays Political Tune as Term Nears End  
Adam Glapinski has become a cheerleader for the government's economic policy. The question is whether it will help him stay in the job.  
<https://blinks.bloomberg.com/news/stories/R61N8DT0G1LO>
- Poland May Consider 50bps Rate Hike in Feb.: Kochalski  
<https://blinks.bloomberg.com/news/stories/R61P7YT0AFB4>
- Hungary Keeps Key Rate Unchanged for Third Week on Forint Rally  
<https://blinks.bloomberg.com/news/stories/R5YNZNDWLU68>
- Czech Finance Ministry Lowers GDP Growth Forecast for This Year  
<https://blinks.bloomberg.com/news/stories/R60IMVDWRGGY>
- South African President Says Minister Withdraws Attack on Judges  
Minister rejects statement and says she hasn't apologized  
Spat comes as ruling party prepares to elect new leaders  
<https://blinks.bloomberg.com/news/stories/R60ZGFT0G1KW>
- South Africa Declares National Disaster After Rain, Flood Damage  
<https://blinks.bloomberg.com/news/stories/R5ZVQPDWX2PX>