

DM Headlines

- Hedge Funds' Wrong-Way Bets on Yield Curve Fueled Flattening
Fast-money accounts stopped out steepeners after Fed meeting
Futures positioning showed extended net short in Ultra Bonds
<https://blinks.bloomberg.com/news/stories/R6F8U2TOG1L0>
- Fed Watchers Increase Calls for 2022 Hikes, BoA Sees Seven Moves
Shifts follow Powell signaling March liftoff amid hawkish tone
Inflation is at 40-year high, employment costs advance
<https://blinks.bloomberg.com/news/stories/R6FM5UT0AFB5>
- Bostic Says Fed Could Do Half-Point March Hike If Needed
Atlanta Fed president tells FT all options on table if needed
Chairman Jerome Powell has left door open to tame inflation
<https://blinks.bloomberg.com/news/stories/R6IS61T0AFB4>
- Bond Market Girds for Bumpy Road as Powell Shreds Fed Playbook
'Nimble' approach casts uncertainty on speed, scale of hikes
Sticky inflation challenges market view of short Fed cycle
<https://blinks.bloomberg.com/news/stories/R6FG3YT0G1KW>
- Bond Veteran Haidar Says Market Too Scared to Boost Fed Bets (1)
Haidar sees the Fed rate at 4% by the end of the hiking cycle
But strong tightening bets have wounded traders in the past
<https://blinks.bloomberg.com/news/stories/R6FJ9ODWLUB0>
- Quantitative Tightening Looms For Markets on Hawkish Fed (1)
Central banks shift from crisis support to fighting inflation
Some remain wedded to QE, setting scene for policy divergence
<https://blinks.bloomberg.com/news/stories/R6I3DDDWRGG1>
- Oil Heads for Best January in Decades as Ukrainian Crisis Brews
Security Council to debate on standoff amid invasion concerns
Global benchmark Brent rallies 17% this month as demand booms
<https://blinks.bloomberg.com/news/stories/R6KBK5T0AFB8>
- Dollar to Peak After Fed Kick-Off in March, JPMorgan's Hui Says
U.S. currency hasn't yet fully priced in Fed moves, Hui says
Favors dollar versus euro, yen as their central banks lag
<https://blinks.bloomberg.com/news/stories/R6JT3ODWX2PS>
- U.S. Natural Gas Surges After Snow Storm Hits New England
Boston tied daily snow record over the weekend after blizzard
Front-month futures soar 9% on higher heating demand
<https://blinks.bloomberg.com/news/stories/R6KCY0T0G1KW>

- ECB's Go-Slow Approach Protects Europe From a Gung-Ho Fed
Fed hawkishness has shaken up the outlook for equities, bonds
ECB expects inflation to slow, won't rush to hike rates
<https://blinks.bloomberg.com/news/stories/R6GMWWDWRGG1>
- ECB's Lagarde Sees 2022 Hike Unlikely as Fed Nears Rate Liftoff
<https://blinks.bloomberg.com/news/stories/R6JWIXT1UM0W>
- Portugal's Premier Wins Election, Takes Majority in Parliament
Portugal held early parliamentary elections on Sunday



RUBRICS

- Socialist leader Costa has been prime minister since 2015
<https://blinks.bloomberg.com/news/stories/R6JUINDWX2PS>
- ECB INSIGHT: Three Reasons Why Lagarde Could Hike This Year
<https://blinks.bloomberg.com/news/stories/R6K80JDWX2Q0>
 - ECB's Knot Says Policy Rate Can Start Rising in Early 2023
<https://blinks.bloomberg.com/news/stories/R6JWTSTOG1KX>
 - (UK) Jan. Lloyds Business Barometer, actual 39, prior 40
 - Johnson Plans Brexit Bill, Putin Talks in Pivot From Scandal
U.K. prime minister braced for probe into lockdown parties
Cost-of-living squeeze also rising on political agenda
<https://blinks.bloomberg.com/news/stories/R6JAG7DWX2PS>
 - BOE's First Back-to-Back Hikes in 17 Years May Just Be the Start
Expectations for a rapid tightening grow with surging inflation
Central bank's move may exacerbate a cost of living crisis
<https://blinks.bloomberg.com/news/stories/R6FOC7T1UM16>
 - Johnson, Sunak Vow to Go Ahead With National Insurance Hike (2)
Some Conservatives had called for move to be delayed
Tax increase comes as U.K. faces cost of living squeeze
<https://blinks.bloomberg.com/news/stories/R6IM9YTOAFB4>
 - Australia to Scrap QE, Revise Up Inflation as Rate Debate Builds
Economists bring forward rate-hike forecasts to third quarter
Weak wages growth suggests RBA may be less hawkish than peers
<https://blinks.bloomberg.com/news/stories/R6E9QPTOAFGR>
 - (AU) Dec. Private Sector Credit YoY, actual 7.2%, est. 6.8%, prior 6.6%
 - Aussie Gains on Risk Bump, Month-End Flows: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/R6KOG3T1UM0W>
 - Aussie Rises After Month-End Exporter Flows Kick In, Traders Say
<https://blinks.bloomberg.com/news/stories/R6JNP6TOAFB5>
 - New Zealand Annual Housing Lending Growth Slows: RBNZ Data
<https://blinks.bloomberg.com/news/stories/R6JY1KTOAFB5>
 - (Japan) Dec. Retail Sales YoY, actual 1.4%, est. 2.8%, prior 1.9%
 - (Japan) Dec. Industrial Production YoY, actual 2.7%, est. 2.8%, prior 5.1%
 - Benchmark 10-Year Yield Rises To Six-Year High: Inside Japan
<https://blinks.bloomberg.com/news/stories/R6JQPUDWX2PS>
 - Japan's 10-Year Yield Touches Highest Since Negative-Rate Policy
JGB yields track recent rise in U.S. peers on rate hike bets
Move comes even as BOJ denied any imminent exit move
<https://blinks.bloomberg.com/news/stories/R6K62NDWX2PT>
 - Kuroda Hints No Chance of Switching Yield Target Until Exit
<https://blinks.bloomberg.com/news/stories/R6ESFHDWLU6B>
 - Japan Quarterly Output Gain Signals Growth Return Before Omicron
Auto production led fourth quarter rebound in manufacturing
Supply chain problems persist and omicron now clouds outlook
<https://blinks.bloomberg.com/news/stories/R6JSUCDWLU6A>

EM Headlines

- China Manufacturing Slips in Latest Sign of Slowing Economy
PMI surveys signal slowdown in factories, services sector
Small businesses under pressure, Caixin survey shows
<https://blinks.bloomberg.com/news/stories/R6IW68DWX2PT>
- CHINA REACT: Slowdown Grinds On - No Turnaround in PMIs (2)
<https://blinks.bloomberg.com/news/stories/R6JPCPDWRGG1>
- Stressed China Developers Get Bond Payment Breather in February
Such developers' coupons, due notes far below January's level
Property firms' maturities to rise sharply in following months
<https://blinks.bloomberg.com/news/stories/R6CX9QDWRGG1>
- KOREA PREVIEW: Export Growth May Have Picked Up in January
<https://blinks.bloomberg.com/news/stories/R6K3FADWRGG1>
- U.S. Seeks North Korea Talks After Biggest Missile Test in Years
Kim's regime hails accuracy of first IRBM launch since 2017
U.S. repeats call for dialogue without preconditions
<https://blinks.bloomberg.com/news/stories/R6JMVLDWRGG0>
- India to Boost Spending With Near-Record Debt: Budget Preview
Survey shows government will raise revenue from asset sales
Budget gap likely to be narrowed to 6.1% in fiscal year 2023
<https://blinks.bloomberg.com/news/stories/R6CRDCDWX2PT>
- Rupee Bonds Gain on Lower Gross Borrowing Hopes: Inside India
<https://blinks.bloomberg.com/news/stories/R6K6PGDWLU6A>
- India to Boost Spending With Near-Record Debt: Budget Preview
Survey shows government will raise revenue from asset sales
Budget gap likely to be narrowed to 6.1% in fiscal year 2023
<https://blinks.bloomberg.com/news/stories/R6CRDCDWX2PT>
- IDR Falls to Two-Month Low as Virus Cases Jump: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/R6JSO0DWX2PS>
- Bank Indonesia Est. January CPI at 2.15% Y/y in Weekly Survey
<https://blinks.bloomberg.com/news/stories/R6EPILDWLU6I>

- Mexico Non-Bank Lenders Lead Losses in Emerging Market Bonds (1)
Credito Real debt slumps to record low ahead of bond maturity
Unifin Financiera notes fall in tandem, have worst week ever
<https://blinks.bloomberg.com/news/stories/R6FUDKT0AFB8>
- Brazil's Unemployment Drop Beats Forecasts in Boost to Economy
Jobless rate fell to 11.6% in three months ending in Nov.
Roughly 12.4 million people are unemployed: stats agency
<https://blinks.bloomberg.com/news/stories/R6DT7GT0G1KW>
- Lula leaves clues about plans for Brazil's economy if re-elected
<https://blinks.bloomberg.com/news/stories/R6IRXY8JMDC0>
- Brazil Central Bank Expected to Raise Rates
<https://blinks.bloomberg.com/news/stories/R6JNU6T0AFB6>
- Chile's Boric Appoints Sanhueza as Deputy Finance Minister (1)
<https://blinks.bloomberg.com/news/stories/R6FWEHDWRGG0>



RUBRICS

- Colombia Stuns Analysts With Biggest Rate Rise Since 2003 (1)
Central bank lifts key rate a full percentage point to 4%
Move is the biggest interest rate increase since 2003
<https://blinks.bloomberg.com/news/stories/R6FMA6T0G1KW>
- Colombia Presidential Candidate Petro Slams Rate Hike Decision
<https://blinks.bloomberg.com/news/stories/R6FX37DWX2PS>
- Blame the EU for High Energy Prices, Poland Tells Households
Electricity bills in Poland must specify costs of emissions
Polish campaign risks aggravating tensions with Brussels
<https://blinks.bloomberg.com/news/stories/R6IQ8RDWRGG0>
- Polish President Renominates Glapinski as Central Bank Chief (1)
Parliament needs to approve Glapinski's candidacy in a vote
Governor has come under fire for allowing inflation to surge
<https://blinks.bloomberg.com/news/stories/R6GXF2DWX2PT>
- Omicron Surge May Cripple Poland's Already Stretched Workforce
<https://blinks.bloomberg.com/news/stories/R6DIIZT0G1KY>
- Hungary Affirmed at BBB by Fitch
<https://blinks.bloomberg.com/news/stories/R6FXBXDWLU6E>
- Czech Finance Minister Signals Bigger Deficit Cut This Year
<https://blinks.bloomberg.com/news/stories/R6ITV5DWLU6A>
- South Africa Court Decision Removes Obstacle to Additional Power
DNG's challenge to the program dismissed by High Court
Program seeks to add 2,000 megawatts to national grid
<https://blinks.bloomberg.com/news/stories/R6KA3RDWRGG0>
- Rand Makes Tentative Gains but Risks Remain: Inside South Africa
<https://blinks.bloomberg.com/news/stories/R6K8KWT0G1KW>
- Russia Sanctions Bill Moves Closer in Senate Ahead of Briefings
Lawmakers to hear U.S. military, intelligence leaders Thursday
Most severe sanctions only if Russia invades, Menendez says
<https://blinks.bloomberg.com/news/stories/R6JMFOT0AFB6>