

DM Headlines

- Fed Stresses More Hikes Coming; Williams Sees Higher Peak
Williams says rates could come down in 2024 as inflation falls
Bullard says markets are underpricing chance of higher rates
<https://blinks.bloomberg.com/news/stories/RM34WXT0G1KW>
- Global Yield Curve Inverts in Signal a Recession Is Brewing
Fed speakers this week have pledged more monetary tightening
Germany may already be in recession, Deutsche Bank says
<https://blinks.bloomberg.com/news/stories/RM30V8T1UM0Z>
- Yardeni Says Curve Inversion Shows Bonds, Stocks Have Bottomed
10-Year yield highs, lows in stocks likely set in October
Odds are that the US economy faces a 'growth recession'
<https://blinks.bloomberg.com/news/stories/RM2CRBT0G1KZ>
- Bullard Says Markets Underestimate Odds of Higher Fed Rates
Sees 'heavy degree' of expectations for inflation to dissipate
Reiterates view Fed should raise rates to at least 5%
<https://blinks.bloomberg.com/news/stories/RM2IBJT0AFB4>
- Fed Policy Uncertainty Is Scaring Away Some 3-Month Bill Buyers
<https://blinks.bloomberg.com/news/stories/RM2KXOT0AFB4>
- Oil Leaps as OPEC+ Speculation, China's Covid Briefing Lift Mood
Alliance members set to gather this weekend to decide output
Officials in protest-hit China plan health address on Tuesday
<https://blinks.bloomberg.com/news/stories/RM3GF1T1UM0W>
- Big S&P 500 Bear Case Sees 15% Drop on Fed Balance-Sheet Unwind
Morgan Stanley's trading team calls QT 'elephant in the room'
'The liquidity feast is now a famine,' says Leuthold's Ramsey
<https://blinks.bloomberg.com/news/stories/RJQZR0DWX2PS>
- Oaktree Says Higher Quality Junk Bonds Ready for Bargain Hunting
BB rated bonds look attractive, head of performing credit says
Sees higher default risk in private credit and leveraged loans
<https://blinks.bloomberg.com/news/stories/RM2SD3T1UM0Y>
- Wall Street Rips Up Dollar Playbook as 2022's Top Bet Crumbles
Clearer Fed trajectory will weigh on greenback: JPMorgan Asset
Morgan Stanley predicts US currency will weaken through 2023
<https://blinks.bloomberg.com/news/stories/RM3H26T0G1KW>
- ECB's Knot Says 'Protracted Period' Needed to Tame Inflation (1)
Price risks 'entirely' to upside, Dutch official says in Paris
Any talk of over-tightening at this point is 'a bit of a joke'
<https://blinks.bloomberg.com/news/stories/RM1VZRT0AFB6>
- ECB's Lagarde Would Be 'Surprised' If Inflation Has Peaked (2)
Too much uncertainty to call top for price gains, she says
Knot says 'protracted period' may be needed to meet price goal
<https://blinks.bloomberg.com/news/stories/RM2JOUT0AFB5>
- Lagarde Says ECB Must Hike Even as Economy Weakens Into 2023
Officials committed to bring inflation down in 'timely manner'



Lagarde addresses the European Parliament in Brussels

<https://blinks.bloomberg.com/news/stories/RLWFKDDWRGG0>

- EURO-AREA PREVIEW: Inflation Data Key as ECB Mulls Next Hike (1)
<https://blinks.bloomberg.com/news/stories/RM3HHIT0G1KY>
- Germany Forging Ahead With Effort to Attract Skilled Workers
Scholz's cabinet to approve draft legislation on Wednesday
Half of firms struggling to find skilled labor, study suggests
<https://blinks.bloomberg.com/news/stories/RM28TBT0G1KW>
- Sunak Eyes U-Turn on Onshore Wind as Tory Divisions Grow (1)
Minister hints UK government may lift ban on new wind farms
New prime minister is finding ruling party difficult to manage
<https://blinks.bloomberg.com/news/stories/RM269YT0AFB4>
- BOE to Kick Off Sales of Bonds Bought During UK's Market Mayhem
Sales designed to be 'demand led' to avoid hurting market
Investors already facing heavy supply from BOE, government
<https://blinks.bloomberg.com/news/stories/RM2ASLT1UMOW>
- Forecast for a Milder UK Winter May Soften Blow From Gas Crisis
Met Office sees rising likelihood of warmer temperatures
Outlook is more optimistic than one released last month
<https://blinks.bloomberg.com/news/stories/RM223MT1UMOW>
- Buckling Australia Retail Sales Show Rate-Hikes Bite
<https://blinks.bloomberg.com/news/stories/RM2PY0DWRGG1>
- Aussie, Kiwi Jump Ahead of Beijing Briefing: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RM3EVPT0G1KW>
- NZIER Sees RBNZ Cash Rate Peaking at 5% in 2023
<https://blinks.bloomberg.com/news/stories/RM2Z48T0AFB4>
- BOJ Marks Biggest Paper Loss From Bond Holdings on Higher Yields
<https://blinks.bloomberg.com/news/stories/RM1SDRT0G1KW>
- (Japan) Oct. Job-To-ApPLICANT Ratio, actual 1.35, est. 1.35, prior 1.34
- (Japan) Oct. Japan Unemployment (SA), actual 2.6%, est. 2.5%, prior 2.6%
- (Japan) Oct. Retail Sales YoY, actual 4.3%, est. 5.1%, prior revised 4.8%
- Japan's Job Market Remains Tight, Keeping Pressure on Wages (1)
Labor market tightness may not be enough for BOJ's wage goal
Retail sales maintain gains but are weaker than forecast
<https://blinks.bloomberg.com/news/stories/RM30IGT0G1KW>
- Japan's Kishida Orders Defense Spending Hike to 2% of GDP (1)
Turning point comes as Ukraine, Taiwan spark concern
Heavily indebted country is struggling to find necessary funds
<https://blinks.bloomberg.com/news/stories/RM30Y3T0G1L0>
- Resurgent Yen at Risk of Bigger Moves Still If 1998 Is Any Guide
Currency has recovered more than 10% from its multi-decade low
Concern about Covid situation in China has fueled haven buying
<https://blinks.bloomberg.com/news/stories/RM2PZUT0G1KY>

EM Headlines

- China Plans to Speed Up Vaccination Among People Aged Above 80
<https://blinks.bloomberg.com/news/stories/RM3K62T1UM0W>
- Heavy Police Presence Thwarts Another Night of China Protests
Officers blanketing key protest areas in Beijing and Shanghai
Hong Kong sees dozens protesting in central business district
<https://blinks.bloomberg.com/news/stories/RM39YFT1UM0Y>
- China to Hold Covid Press Briefing at 3pm Tuesday
<https://blinks.bloomberg.com/news/stories/RM39UNDWX2PS>
- China's Covid-Hit Economy Leaves Door Open for PBOC Easing (1)
Economists call for more reductions in RRR, interest rates
Tighter Covid controls have curbed business, consumer activity
<https://blinks.bloomberg.com/news/stories/RM36Z6DWLU6C>
- China Traders Seek Catalysts as Protests Complicate Covid Exit
Investors want clarity over shifting rules, reopening plan
CSI 300 fell 1.1% Monday after demonstrations in major cities
<https://blinks.bloomberg.com/news/stories/RM1TS1DWRGG0>
- CGB Yields Highest in a Year on Property Support: Inside China
<https://blinks.bloomberg.com/news/stories/RM3783T1UM0W>
- China Markets Rally on Reopening Bets, More Property Measures
Hang Seng China gauge jumps more than 5% after Monday slump
China developers' dollar, yuan bonds rise on stronger aid
<https://blinks.bloomberg.com/news/stories/RM3DT3T0G1KW>
- Asia Currencies Set for Best Month in Six Years on Fed Rate Bets
South Korean won and Thailand's baht are leading the advance
China's Covid outbreak remains a risk for regional currencies
<https://blinks.bloomberg.com/news/stories/RM3316T0AFB4>
- Won Gains as Funds Buy Stocks, China Protests Ease: Inside Korea
<https://blinks.bloomberg.com/news/stories/RM394AT0AFB7>
- S. Korea Oct. Retail Sales +7.3% Y/y; Online +8.2% Y/y
<https://blinks.bloomberg.com/news/stories/RM32FBGQITJ4>
- Rupee Bonds Slip Before INR127b State Debt Sale: Inside India
<https://blinks.bloomberg.com/news/stories/RM3E3ZT0AFB4>
- RBI's Sankar Says Europe Securities Regulator Is Overreaching
<https://blinks.bloomberg.com/news/stories/RM21WXT1UM0X>
- Rupiah Lags Asian FX on Less China Exposure: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RM3B6VT0AFB4>
- Indonesia Extends Some Loan Restructuring Relief Policy to 2024
<https://blinks.bloomberg.com/news/stories/RM1BCCT0G1KW>

- Mexico Is Last Latam Economy Back to Pre-Pandemic Level: Chart
<https://blinks.bloomberg.com/news/stories/RM2F6FT0AFB4>
- MXN Rises, Shrugs Off Sour US Equities Sentiment: Inside Mexico
<https://blinks.bloomberg.com/news/stories/RM25AHT0G1LC>
- Lula's Team Files Spending Breach Bill as Brazil Debate Looms
President-elect's first bill seeks to guarantee extra spending



- Proposal requires ample consensus in congress before Dec. 22
<https://blinks.bloomberg.com/news/stories/RM2V8YT0AFB4>
- Lula Seeks at Least \$28 Billion Out of Spending Cap, Ally Says
Deputy-elect Lindbergh Farias Speaks in Bloomberg interview
Team weighs provisional measure if spending amendment stalls
<https://blinks.bloomberg.com/news/stories/RM2C2MT0AFB4>
 - Colombia Girds for Bond Coupon Shock to Cut Refinancing Risk (2)
Paraguay to stay away from markets due to high interest rates
Colombia's bond offering was priced Monday to yield 8.125%
<https://blinks.bloomberg.com/news/stories/RM356VT0G1KW>
 - Peso Is World's Best Currency as Charts Trump China: Chile Close
<https://blinks.bloomberg.com/news/stories/RM2JPGT0AFB4>

 - Polish ING Unit Shuts Most Offices for Winter to Save Power (1)
<https://blinks.bloomberg.com/news/stories/RM2LPNT0AFB4>
 - Polish Central Banker Flags Rate Cuts Even as Inflation Soars
Dabrowski says rates are well-calibrated to lower inflation
'Frantic rate increases' won't help economy, Dabrowski says
<https://blinks.bloomberg.com/news/stories/RM0TIXT0G1KW>
 - Short PLNHUF as Hungary Makes EU Aid Progress: Barclays Analyst
<https://blinks.bloomberg.com/news/stories/RM1SCZT0AFB4>
 - Hungary Nov. GKI Economic Sentiment Falls to -22.5
<https://blinks.bloomberg.com/news/stories/RLWFTYDWRGG0>
 - Dedek Says Czech Central Bank Shouldn't Increase Rates Further
<https://blinks.bloomberg.com/news/stories/RM1WNXT0AFB5>
 - Michl Reiterates Czech Demand Inflation Pressures Are Easing
<https://blinks.bloomberg.com/news/stories/RM1M14TOG1KW>
 - South Africa Faces Decade of Blackouts Without Gas, Study Funds
Wartsila sees gas-engine plants as solution to energy crisis
Investment would cost as much as \$8 billion, company says
<https://blinks.bloomberg.com/news/stories/RLWMNHDWX2PS>
 - South Africa's Banks Struggle Amid Low Growth, Eskom Blackouts
<https://blinks.bloomberg.com/news/stories/RM1KP9T1UM0W>