

DM Headlines

- Fed Long Hold Message at Odds With Market Bets on Rapid Ease (1)
Traders are pricing in Fed rate cuts in second-half of 2023
Economists wary of rising inflation volatility on new scarcity
<https://blinks.bloomberg.com/news/stories/RMR459T0G1KX>
- The 24 Hours of Hikes That End Year of Fighting Inflation
Fed to raise rates on Wednesday before ECB and BOE on Thursday
Hikes also expected in Switzerland, Norway and Mexico
<https://blinks.bloomberg.com/news/stories/RMML4ODWLU6D>
- G-7 Leaders to Meet Virtually After Biden Call With Zelenskiy
Canada's Trudeau to take part in leaders call, his office says
Leaders may discuss topics including support for Ukraine
<https://blinks.bloomberg.com/news/stories/RMR4DST0AFB5>
- Oil Rises After Last Week's Plunge as Key Pipeline Stays Shut
TC Energy says no timeline yet for restart of Keystone conduit
WTI climbs toward \$72 a barrel after tumbling by 11% last week
<https://blinks.bloomberg.com/news/stories/RMRLCPT0AFB4>
- Traders and Consumers Lower Their Expectations for US Inflation
<https://blinks.bloomberg.com/news/stories/RMKTUGDWRGG2>
- Fed Words Hit Treasury Yield and Curve Louder Than Policy Action
<https://blinks.bloomberg.com/news/stories/RMMHW5DWX2PU>
- Charting the Global Economy: Central Banks Start to Pause Hikes
<https://blinks.bloomberg.com/news/stories/RMF61RDWLU68>
- Powell May Flag Growth Risks While Shifting to Smaller Hike: CBA
<https://blinks.bloomberg.com/news/stories/RMRKAST0G1KW>

- EU Nears Deal on Landmark Carbon Levy as Trade Tensions Rise
Parliament, governments differ on scope of emissions levy
Discussion kicks off bumper week for EU on climate policy
<https://blinks.bloomberg.com/news/stories/RMMRKWDWRGG0>
- New Front in ECB's Inflation Battle to Bring Bargaining on Rates
Governing Council to sketch out quantitative-tightening plan
Economists, markets expect smaller, half-point hike this week
<https://blinks.bloomberg.com/news/stories/RMGRSCDWX2PV>
- French Conservatives Pick Ciotti to Lead Bid to Revive Fortunes
New leader takes over after poor showing in election this year
He won with 53.7% of the party members' votes Sunday
<https://blinks.bloomberg.com/news/stories/RMB4JMDWRGG0>
- Germany's First Floating LNG Terminal Flows to Start Dec. 22
<https://blinks.bloomberg.com/news/stories/RMMQUVDWX2PS>



RUBRICS

- UK Economy Bounced Back After Holiday for Queen's Funeral (2)
On a monthly basis, economy overtakes its pre-pandemic level
Quarterly figures show economy may already be in recession
<https://blinks.bloomberg.com/news/stories/RMRNXTT0G1KX>
- BOE Divisions on Rates Set to Deepen With UK Stagflation Outlook
Policy makers may split four ways for first time since 1997
Recession and strikes highlight headwinds for UK economy
<https://blinks.bloomberg.com/news/stories/RMMKNBDWRGG0>
- UK Power Surges to Record as Sub-Zero Chill Sends Demand Surging
<https://blinks.bloomberg.com/news/stories/RMQ5THT0G1L7>
- UK Home Asking Prices Are Falling at Sharpest Pace in Four Years
Buyers wait to see whether next year will bring more stability
Rightmove forecasts a 2% fall in asking prices over next year
<https://blinks.bloomberg.com/news/stories/RMMHKGDWX2PV>
- (UK) Dec. Rightmove House Prices YoY, actual 5.6%, prior 7.2%
- (UK) Dec. Rightmove House Prices MoM, actual -2.1%, prior -1.1%
- UK Steps Up Contingency Plans as Weeks of Strike Chaos Begin
Government to hold emergency meetings on Monday and Wednesday
Workers are demanding pay raises that keep up with inflation
<https://blinks.bloomberg.com/news/stories/RMQC8CT1UM0W>

- Australian Home Loan Arrears Rose in October, S&P Says
<https://blinks.bloomberg.com/news/stories/RMRFHRT0G1KY>
- Kiwi Gains Won't Last as Global Recession Nears, Kiwibank Says
<https://blinks.bloomberg.com/news/stories/RMR418T0AFB7>
- Aussie, Kiwi Fall as Dollar Bounces Pre Fed: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RMRASST0AFB8>
- Ardern's Party Loses New Zealand By-Election as 2023 Vote Looms
Hamilton West electorate is won by opposition National Party
Support for government waning amid crime wave, price surge
<https://blinks.bloomberg.com/news/stories/RMHUGXDWLU68>

- Broken Tokyo Bond Market Needs More Than BOJ Tweaks to Heal (1)
BOJ has bought most bonds since 2017 so far this year
Investor perception of liquidity at record low: BOJ survey
<https://blinks.bloomberg.com/news/stories/RMRIOIT0G1KW>
- BOJ's Takata Says Not Time to End Yield Curve Control: Nikkei
<https://blinks.bloomberg.com/news/stories/RMNDS3T0G1KW>
- (Japan) 4Q BSI Large All Industry QoQ, actual 0.7, prior 0.4
- (Japan) 4Q BSI Large Manufacturing QoQ, actual -3.6, prior 1.7
- (Japan) Nov. PPI MoM, actual 0.6%, est. 0.5%, prior 0.6%, revised 0.8%
- (Japan) Nov. PPI YoY, actual 9.3%, est. 8.8%, prior 9.1%, revised 9.4%
- Yen Falls With Bonds Amid US Inflation Concern: Inside Japan
<https://blinks.bloomberg.com/news/stories/RMRK39T1UM0W>
- US Asks Japan to Help on China Chip Curbs, Kyodo Reports
<https://blinks.bloomberg.com/news/stories/RMP88LT1UM0W>

EM Headlines

- Covid Surge Sparks Turmoil in China's Poorly Prepared Hospitals
Virus suspected to be spreading rapidly after Covid rules ease
Infected doctors asked to return to work if symptoms mild
<https://blinks.bloomberg.com/news/stories/RMRBVPDWX2PS>
- China's Markets Are Primed for Extreme Volatility in 2023 (1)
Market turmoil has accelerated in last quarter of this year
Catalysts for sharp moves abound, from Covid to policy shifts
<https://blinks.bloomberg.com/news/stories/RMRHVCT1UM0W>
- China Scraps Mobile App Used to Track People's Travel History
<https://blinks.bloomberg.com/news/stories/RMR1SODWRGG2>
- China's Top Medical Adviser Says Omicron's Risks Same as Flu (1)
Death rate from omicron variant of Covid 0.1%, Zhong says
Adviser's comment follows new government line on coronavirus
<https://blinks.bloomberg.com/news/stories/RMQ5IZT1UM0W>
- Won Down Most in Week on Strong USD, Weak Exports: Inside Korea
<https://blinks.bloomberg.com/news/stories/RMR65ST0G1KW>
- S. Korea Dec. 1-10 Exports Drop 20.8% Y/y; Trade Deficit \$4.92b
<https://blinks.bloomberg.com/news/stories/RMR3ZOT0G1KW>
- Rupiah Declines as Risk Sentiment Deteriorates: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RMR7YVT0AFBD>
- Indonesian Firms May See Refinancing Headwinds in 2023: Fitch
<https://blinks.bloomberg.com/news/stories/RMM5GST0G1KW>
- Rupee Slides as Traders Weigh US Rate Hike Outlook: Inside India
<https://blinks.bloomberg.com/news/stories/RMREPMT0G1KW>
- Hot Streak of Foreign Buyers for India Bonds Faces CPI Hurdle
Thirteen-day stretch of foreign inflows is longest since 2017
India's bonds may lag in 2023 amid sticky inflation, DBS says
<https://blinks.bloomberg.com/news/stories/RMR581T0G1KW>

- MXN Lags EM Peers as Yields Jump After PPI Beat: Inside Mexico
<https://blinks.bloomberg.com/news/stories/RMMRNNDWX2PS>
- Mexico Central Bank to Slow Tightening Pace
<https://blinks.bloomberg.com/news/stories/RMNB3DDWX2PS>
- Lula Tests Markets, Picking Leftist Ex-Mayor as Finance Boss (2)
Haddad ran in Lula's place in 2018, now seen as his successor
Many hoped for minister more aligned with vice president-elect
<https://blinks.bloomberg.com/news/stories/RMMO89DWLU68>
- Brazil Inflation Undershoots Forecasts on Black Friday Deals (1)
Consumer prices rose 0.41% on month, 5.90% on year in November
Lula administration wants to keep expanded social welfare
<https://blinks.bloomberg.com/news/stories/RMMHSNDWRGG3>
- Brazilian States Move to Raise Taxes, Likely Boosting Inflation
At least four states approved higher taxes on goods, services
Higher state taxes can add 70 basis points to annual inflation
<https://blinks.bloomberg.com/news/stories/RMQ96KT1UM0W>



- Colombia's 2023 Fiscal Deficit Will Fall to 4.3% of GDP: Ocampo
<https://blinks.bloomberg.com/news/stories/RMJ64FDWX2PU>
- Colombia Central Bank Rate Hike Expected, More to Follow
<https://blinks.bloomberg.com/news/stories/RMNB3DDWLU69>
- Chile's Costa Says Worst of Downturn Likely in Early 2023
Process of adjustment in economy to end during 2H 2023
Inflation to give in 'soon,' central bank president says
<https://blinks.bloomberg.com/news/stories/RMQJNMT0AFB4>
- Erdogan Warns Greece That Turkish Missiles Can Hit Athens
Dispute heats up over arming of Greek islands near Turkey
Turkey test fired a short-range ballistic missile in October
<https://blinks.bloomberg.com/news/stories/RMQNOET0G1KW>
- South Africa's ANC Will Consider Scandal Reports at Conference
<https://blinks.bloomberg.com/news/stories/RMM9UXDWX2PS>
- His Economy Battered, Orban Awaits Critical EU Decision on Aid
Forint slides and inflation rises as Hungary seeks EU funds
Ally at central bank blames Orban's policies for turmoil
<https://blinks.bloomberg.com/news/stories/RMKL2JDWX2PS>
- Poland May Hold Extra Parliament Meeting This Year on EU Funds
<https://blinks.bloomberg.com/news/stories/RMRKNDT1UM0X>
- Polish MPC's Tyrowicz: 'Absolutely' No Room to Discuss Rate Cuts
<https://blinks.bloomberg.com/news/stories/RMMU1XT0G1KW>
- Hungarian Inflation Spirals as Orban-Central Bank Rift Deepens
<https://blinks.bloomberg.com/news/stories/RMIZFIDWX2PS>
- Czech President Zeman Prepares to Appoint New Central Bankers
<https://blinks.bloomberg.com/news/stories/RMQG9WT0G1KY>
- Czech Economist Aiming to Be First Female President Takes Lead
<https://blinks.bloomberg.com/news/stories/RM9H70T0AFB4>
- Czech Minister Criticizes Germany for EU Gas-Price Cap Impasse
<https://blinks.bloomberg.com/news/stories/RMQLEDT1UM0Y>
- South Africa Risks Losing Preferential Access to US Market (1)
Thousands of South African products enter America duty-free
US lawmakers say rivals enjoy unfair trade advantage
<https://blinks.bloomberg.com/news/stories/RMM49YDWLU68>
- South Africa's Eskom Ramps up Outages, to Cut 5,000MW
Company says move necessary due to 'unusually high demand'
Total number of days of power cuts now stands at 184 for year
<https://blinks.bloomberg.com/news/stories/RMOA8LT0G1KW>