

DM Headlines

- Investors Pile Into Short-Dated Bills as Fed Signals More Hikes
Bidders were awarded a record 73.4% of the four-week sale
Demand triggers largest stops since 2008 auctions: Jefferies
<https://blinks.bloomberg.com/news/stories/RMXY78T0AFB4>
- Fed Misstep Would Risk US Credit Spread Jump to 200 Basis Points
Raising rates again after a pause would be a 'disaster': PGIM
Soft landing is still possible and IG fundamentals are strong
<https://blinks.bloomberg.com/news/stories/RMY51CDWRGG0>
- US Economy Shows Signs of Cooling Even as Labor Holds Strong
Retail sales, manufacturing data softer at end of year
Low level of jobless claims suggests robust demand for workers
<https://blinks.bloomberg.com/news/stories/RMXSLVDWRGG1>
- US Blacklists Chinese Tech Companies, Escalating Trade Fight (1)
Yangtze Memory, Shanghai Micro added to so-called entity list
More developers of artificial intelligence are also barred
<https://blinks.bloomberg.com/news/stories/RMY0XVDWX2PS>
- Oil Rally Ends as Central Bank Warnings Pummel Markets
Federal Reserve, ECB officials resolved to continue rate hikes
Partial Keystone restart adds to bearish market mood
<https://blinks.bloomberg.com/news/stories/RMY74GT0G1KW>
- Foreign-Holdings of Treasuries Slip as Japan, China Totals Fall
<https://blinks.bloomberg.com/news/stories/RMY3WST1UM0W>
- Recession Isn't Priced Into Markets, UBS's Lovell Says
<https://blinks.bloomberg.com/news/stories/RMY3JWT1UM0W>
- ECB Is Doubling Down on Rate Hiking Just as a Recession Bites
While pace of rate increases slows, Lagarde vows more to come
Aggressive action getting riskier as euro zone faces recession
<https://blinks.bloomberg.com/news/stories/RMXXECDWRGG0>
- ECB Hikes by Half Point as Lagarde Warns of More Such Moves (4)
Deposit rate raised to 2% from 1.5%, as economists expected
Officials unveil key principles for quantitative tightening
<https://blinks.bloomberg.com/news/stories/RMXU9WT0G1KY>
- ECB Extends Liquidity Lines With Non-Euro Area Central Banks
<https://blinks.bloomberg.com/news/stories/RMXZDMT0G1KW>
- Goldman Changes ECB Call, Sees Terminal Rate of 3.25% in May
<https://blinks.bloomberg.com/news/stories/RMZ0QET0AFBX>
- ECB Faced Sizable Push Favoring 75 Basis-Point Rate Increase (1)
More than a third of officials wanted bigger move than outcome
Hawks relented because of overall accord reached at decision
<https://blinks.bloomberg.com/news/stories/RMY1DWT0AFB4>
- ECB's Concrete Details on Quantitative Tightening Surprised -- Market Talk
<https://blinks.bloomberg.com/news/stories/RMZ3WS073NCW>



RUBRICS

- UK Consumer Confidence Lingers Near Record Low for Eighth Month
GfK survey registers worries about cost of living crisis
Personal finances are expected to deteriorate over coming year
<https://blinks.bloomberg.com/news/stories/RMXCKZTOG1KW>
- (UK) Dec. GfK Consumer Confidence, actual -42, est. -42, prior -44
- BOE Says Inflation May Have Peaked as Rates Hit 14-Year High (2)
Two of the nine-member rates committee backed no change
Chancellor appears to drop pressure on BOE for higher rates
<https://blinks.bloomberg.com/news/stories/RMXVHTDWRGG0>
- BOE's Bailey Sees 'Good News' in UK Inflation Figures (1)
<https://blinks.bloomberg.com/news/stories/RMXXWADWLU6C>
- UK Labour Shows Strength Over Tories in Manchester Election Win
Andrew Western widens party's margin in Stretford and Urmston
Result affirms polls showing Sunak's Conservatives trailing
<https://blinks.bloomberg.com/news/stories/RMYRICTOAFB4>
- UK Retail Sales Fall in November as Inflation Crisis Deepens (1)
Black Friday discounts fail to deliver their usual boost
Figures add to concerns that Britain is already in recession
<https://blinks.bloomberg.com/news/stories/RMZ2GPT1UM0Y>

- Australian Bonds Look Vulnerable to RBA's Softer Bias, Auld Says
RBA may find next year it has 'more work to do' on inflation
Auld also sees Aussie dollar struggling to breach 75 US cents
<https://blinks.bloomberg.com/news/stories/RMUWV5T0AFF9>
- Judo Bank Australia Dec. Flash Composite PMI 47.3 vs 48 Prior
<https://blinks.bloomberg.com/news/stories/RMYD21T0AFB6>
- (NZ) Nov. Business NZ Manufacturing PMI, actual 47.4, prior revised 49.1
- (AU) Dec. Judo Bank Australia PMI Mfg, actual 50.4, prior 51.3
- (AU) Dec. Judo Bank Australia PMI Services, actual 46.9, prior 47.6
- (AU) Dec. Judo Bank Australia PMI Composite, actual 47.3, prior 48.0
- AUD Pares Gain as China Moves on Iron Ore: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RMYVPQDWRGG2>
- ANZ Bank Now Sees Four-Quarter New Zealand Recession From 2q
<https://blinks.bloomberg.com/news/stories/RMYBCJTOG1KW>

- (Japan) Dec. Jibun Bank Japan PMI Composite, actual 50.0, prior 48.9
- (Japan) Dec. Jibun Bank Japan PMI Services, actual 51.7, prior 50.3
- (Japan) Dec. Jibun Bank Japan PMI Mfg, actual 48.8, prior 49.0
- Yield Curve Steepens Amid BOJ Policy Review Bets: Inside Japan
<https://blinks.bloomberg.com/news/stories/RMYD21T0AFB6>
- Japan Calls China Unprecedented Challenge in Security Shift (2)
Raytheon Tomahawk missiles included on shopping list
Defense Ministry plans to develop its own hypersonic missiles
<https://blinks.bloomberg.com/news/stories/RMYTNDWX2PS>
- Reuters: As Kuroda bows out, Bank of Japan's rising hawks eye end to unloved yield cap
<https://t.co/88EekuMqHy>

EM Headlines

- Covid Unleashed in Beijing Shows Rest of China What's Next (1)
China's capital has surging infections, shortages of medicine
China abruptly dropped much of Covid Zero about a week ago
<https://blinks.bloomberg.com/news/stories/RMZ12JDWRGG3>
- China-HK Border Will 'Fully Reopen' Next Month, SCMP Reports (2)
Beijing is keen to revive economies of mainland, Hong Kong
Border has been closed for almost three years due to Covid
<https://blinks.bloomberg.com/news/stories/RMYXVXT0AFB4>
- Xi Stays Silent as Covid Zero Strategy He Championed Crumbles
China's leader hasn't commented on Covid since major changes
Lack of clear messaging fuels worries about future U-turns
<https://blinks.bloomberg.com/news/stories/RMYH1BT0AFB4>
- China Credit Markets Show More Cracks Amid Reopening: In Charts
Corporate bond yield is near the highest since April 2021
One bright spot is how its credit impulse is turning positive
<https://blinks.bloomberg.com/news/stories/RMWPQMT0AFB4>
- China's New State-Run Iron Ore Giant Set to Start Purchases (1)
State buyer to take over some contracting for top steelmakers
CMRG aiming for discounts with unprecedented negotiating power
<https://blinks.bloomberg.com/news/stories/RMYSDYT1UM0Y>
- Yuan Gains as Beijing Signals Fresh Property Boost: Inside China
<https://blinks.bloomberg.com/news/stories/RMYN9ST0G1NY>
- Global Fund Exodus From China Bonds Extends Amid Covid Pivot
Foreign funds sell 49 billion yuan China bonds in November
China bond appeal wanes as reopening efforts boost growth view
<https://blinks.bloomberg.com/news/stories/RMTN1VT0AFB4>
- Won Down as Hawkish Central Banks Spur Risk-off: Inside Korea
<https://blinks.bloomberg.com/news/stories/RMYI2HT1UM0W>
- South Korea Yoon's Support Rating Rises to Highest in 5 Months
<https://blinks.bloomberg.com/news/stories/RMYMH9T1UM0W>
- Rupee Bonds Decline Before INR300b Weekly Auction: Inside India
<https://blinks.bloomberg.com/news/stories/RMYTZGT1UM0X>
- India Nov. Goods Exports at \$31.99B
<https://blinks.bloomberg.com/news/stories/RMXZ4JT1UM0W>
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- Colombia Mega-Dam Starts After Years of Delay in Boon to Bonds
Ituango hydroelectric dam started operating this week
Risks remain after 2018 landslide set project back years
<https://blinks.bloomberg.com/news/stories/RMY7C1DWLU68>
- Brazil Central Bank Lifts 2022 Growth Outlook for Third Time (1)
The bank board sees the economy expanding 1% next year
Most analysts see 3.05% growth this year, 0.75% next
<https://blinks.bloomberg.com/news/stories/RMXKLODWLU68>
- Mexico Pledges a Hike at Next Meeting After Raising to 10.5% (1)



Banxico boosts by 50 points after four-straight 75-point hikes
Fed's smaller hike and slower inflation gave bank space

<https://blinks.bloomberg.com/news/stories/RMY7AZT1UM0Y>

- US-Mexico Energy Trade-Dispute Talks Stall Ahead of Biden Visit
US negotiators dealing with complete overhaul of Mexican team
AMLO hasn't conceded on major points regarding energy policies
<https://blinks.bloomberg.com/news/stories/RMX2NHT0AFB4>
- MEXICO REACT: Banxico Sees Tightening Cycle End in February (1)
<https://blinks.bloomberg.com/news/stories/RMYAYXDWRGG0>
- Brazil Electoral Court Probes Bolsonaro, Police Seek Protesters
Lula's coalition says Bolsonaro sought to discredit election
In separate case, police target those seeking to overturn vote
<https://blinks.bloomberg.com/news/stories/RMXKWXDWX2PS>
- Colombia Boosts Minimum Wage by 16%, Pressuring Central Bank
Raise sets monthly minimum wage at 1,160,000 pesos, or \$242
Colombian inflation is at its fastest pace since 1999
<https://blinks.bloomberg.com/news/stories/RMXT86T0AFB7>
- Stocks Tumble to Six-Week Low, Led by Lithium Miner: Chile Close
<https://blinks.bloomberg.com/news/stories/RMY19TDWX2PS>
- Colombia Affirmed at BB+ by Fitch; Warns of High Debt Ratio (1)
<https://blinks.bloomberg.com/news/stories/RMYBOADWRGG0>

- Poland November CPI Rises 17.5% on Year; Flash Estimate +17.4%
<https://blinks.bloomberg.com/news/stories/RMXCOSGFR45G>
- Poland, Lithuania Hold Up New Russian Sanctions, Minister Says
<https://blinks.bloomberg.com/news/stories/RMXJ6FT1UM0W>
- Poland's Plan to Access EU Aid Suffers Blow After Pushback (2)
Parliament won't proceed with court legislation for now
President holds off from supporting the deal to unblock funds
<https://blinks.bloomberg.com/news/stories/RMXUP4DWRGG0>
- Hungary's Nagy Sees Economy Growing 5% in 2022, 1.5% in 2023: VG
<https://blinks.bloomberg.com/news/stories/RMXBL7DWLU68>
- Hungary Says May Need to Amend Gazprom Contract on EU Price Cap
<https://blinks.bloomberg.com/news/stories/RMXCYTDWRGG3>
- Czech Monetary Policy Is Tight Enough, Michl Tells Newstream.cz
<https://blinks.bloomberg.com/news/stories/RMX9UDDWLU68>
- Chicken Off the Table for Poor South Africans After Prices Surge
Low-income earners are being forced to consume a high-carbohydrate diet.
<https://blinks.bloomberg.com/news/stories/RMXNFEDWX2PU>
- Hunt Is on Again for CEO to Fill South Africa's Toughest Job (1)
Power utility Eskom has had 13 chief executives in past decade
Country has been subjected to record power cuts this year
<https://blinks.bloomberg.com/news/stories/RMXPW4T0AFB4>
- What to Watch For at South Africa's Governing Party Conference
<https://blinks.bloomberg.com/news/stories/RMXHU5T0AFB6>