

DM Headlines

- Oil Extends Drop in Thin Trading as Fears Over Covid Wave Mount
US will require airline passengers from China to test negative
WTI crude futures heading for back-to-back quarterly decline
<https://blinks.bloomberg.com/news/stories/RNN2KODWX2PS>
- US, Italy Are Latest to Require Testing for China Travelers
US, Italy join growing list of nations requiring testing
China is reopening borders on Jan. 8 as infections surge
<https://blinks.bloomberg.com/news/stories/RNN5C0DWLU68>
- Stock Hedge Funds Vaporize Billions With Another Year of Losses
Back-to-back declines reach more than 40% at some firms
Whale Rock, Light Street and Perceptive among big losers
<https://blinks.bloomberg.com/news/stories/RNCMYODWLU68>
- Credit Cracks Widen With Distressed Debt Ballooning
Rapid interest-rate increases have dramatically changed the backdrop
<https://blinks.bloomberg.com/news/stories/RNMEENDWLU68>
- Fed's Reverse Repo Facility Usage Flirts With Year-End Record
<https://blinks.bloomberg.com/news/stories/RNMDEBDWX2PS>
- US Headed for Fed-Induced Recession in 2H 2023
<https://blinks.bloomberg.com/news/stories/RNMI40DWRGG0>
- Inflation Takes Biggest Bite From the Middle – WSJ
<https://blinks.bloomberg.com/news/stories/RNN6AC0799MO>
- Richmond Fed's Dec. Manufacturing Survey at 1; Est. -10
<https://blinks.bloomberg.com/news/stories/RNLWEGGFLIO>
- Heard on the Street: Stocks Won't Get a Soft Landing – WSJ
<https://blinks.bloomberg.com/news/stories/RNN69N0799MO>
- Wall Street's Top Stars Got Blindsided by 2022 Market Collapse
The year began with faith that inflation would fade and the Fed would hold rates low. Then came a brutal reckoning.
<https://blinks.bloomberg.com/news/stories/RNMOCODWRGG2>
- EU Commission to Discuss Reaction to China Covid Surge:AFP/Belga
<https://blinks.bloomberg.com/news/stories/RNN2KMDWRGG0>
- Italy to Test China Arrivals for Covid, Wants EU to Do Same
Move follows 50% positive test rate on China flights in Milan
Government says 'no concerns' over new variants in tests
<https://blinks.bloomberg.com/news/stories/RNM9T2T1UM11>
- Exxon Sues EU in Bid to Block Windfall Tax Against Oil Companies
Lawsuit is major response from oil industry against new levy
Exxon says tax would hurt investment, not lower consumer bills
<https://blinks.bloomberg.com/news/stories/RNM243T1UM0W>
- Eurozone Nov. M3 Money Supply Up 4.8% on the Year (Table)
<https://blinks.bloomberg.com/news/stories/RNNAI7GFR4SG>
- ECB's Simkus Says Inflation Peak Is Still to Come, FT Reports
<https://blinks.bloomberg.com/news/stories/RNLIDPDWRGG0>
- ECB Assets Drop 5.8% from Latest Disclosure



<https://blinks.bloomberg.com/news/stories/RNLU0BGFWR28>

- Foreign Grip on London Property Is Easing on a Cocktail of Risks
Foreign deals for London property have slowed in recent years
Brexit and the pandemic contributed to drop-off in money flows
<https://blinks.bloomberg.com/news/stories/RMF1SQDWRGG0>
- Britain Needs Its Youngest Employees But They're Too Ill to Work
Mental health has driven up inactivity in those aged 16-24
Pandemic exacerbated the problem among youngest workers
<https://blinks.bloomberg.com/news/stories/RMRZ94T0AFB4>
- This Is How UK House Prices Could Fall by 30%
If history is a guide, it could really get that bad. Add in an unemployment shock, and the British economy may be in big trouble next year.
<https://blinks.bloomberg.com/news/stories/RNMZ8IDWX2PS>
- How Fast UK Jobs Market Cools Is Key for BOE's Downshift
<https://blinks.bloomberg.com/news/stories/RNN3E7DWRGG8>
- Three Signs That the UK Labor Market Is Cooling
<https://blinks.bloomberg.com/news/stories/RNN3E7DWRGGD>

- Australian Minister Raises Hopes for Trade Thaw With China
China has placed trade sanctions on major Australian exports
Relations between Australia and China have stabilized recently
<https://blinks.bloomberg.com/news/stories/RNMFVDT0G1KX>
- Aussie Holds Gain as Offshore Covid Darkens: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RNMZ0JT0G1KW>
- Returning Risk Aids Kiwi in 2023, But Be Aware of Weaker Economy
<https://blinks.bloomberg.com/news/stories/RNL7W7DWRGG0>
- Finding Little Love at Home, Kiwi Pins Hopes on Dollar Doldrums
<https://blinks.bloomberg.com/news/stories/RNL7W6DWX2PV>

- Bank of Japan Conducts More Unscheduled Bond-Purchase Operations
<https://blinks.bloomberg.com/news/stories/RNL06TT0G1KY>
- BOJ Defends Yield-Curve Target With More Rounds of Bond Buying
BOJ offers to buy unlimited quantity of two- to five-year debt
Some yields rise even after BOJ announces extra purchases
<https://blinks.bloomberg.com/news/stories/RNN3HQTOAFB4>
- Yen Advances, Curve Steepens as Traders Test BOJ: Inside Japan
<https://blinks.bloomberg.com/news/stories/RNN1ATT1UMOW>

EM Headlines

- China Ends Several Covid Restrictions for International Flights
<https://blinks.bloomberg.com/news/stories/RNLOV6TOG1KW>
- US, Italy Are Latest to Require Testing for China Travelers (1)
US, Italy join growing list of nations requiring testing
China is reopening borders on Jan. 8 as infections surge
<https://blinks.bloomberg.com/news/stories/RNN5C0DWLU68>
- Milan Reports 50% of Passengers on China Flights Have Covid (2)
Italy plans to start virus tests on all China arrivals
Countries monitoring situation amid Chinese outbreaks
<https://blinks.bloomberg.com/news/stories/RNLYZPTOG1KW>
- Yuan Advances Along With Most Emerging Asian Peers: Inside China
<https://blinks.bloomberg.com/news/stories/RNMVHJDWRGG0>
- The Path of Least Resistance Is for A Stronger Yuan in 2023
<https://blinks.bloomberg.com/news/stories/RNMALSTOAFB4>
- China's Top Economic Planner Urges Economy Turnaround: Xinhua
<https://blinks.bloomberg.com/news/stories/RNMJWBDWLU6A>
- Won Declines Following Weak Chip Production Data: Inside Korea
<https://blinks.bloomberg.com/news/stories/RNMLFDTOG1KW>
- South Korea Barely Mentions China in New Indo-Pacific Strategy
Yoon unveils first independent strategy on the region
South Korea seeks to resume summit with Japan and China
<https://blinks.bloomberg.com/news/stories/RNKZLGTG1KW>
- Korea's Chip Output Falls Most Since Global Financial Crisis (1)
Chipmakers brace for weak global demand amid oversupply
Contraction weighs on nation's overall industrial activity
<https://blinks.bloomberg.com/news/stories/RNMNW6TOAFBE>
- Kim Jong Un to Ring In Year With Missiles, Nuclear Threats (1)
North Korea holding policy-setting meeting to end 2022
No indication that Kim would face global sanctions for tests
<https://blinks.bloomberg.com/news/stories/RNMN3HDWRGH0>
- Rupiah Falls as Risk Sentiment Deteriorates: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RNMS5QT1UM0Z>
- Indonesia to Keep Loose Entry Rules for Chinese Visitors
<https://blinks.bloomberg.com/news/stories/RNMP3NTOAFB4>
- Rupee Gains With Most Asian FX on Dollar Retreat: Inside India
<https://blinks.bloomberg.com/news/stories/RNMX7UDWX2PS>
- Adani Says 'Surprised' by Debt Chatter When Ratios Are Improving
Pared exposure to local banks, relying more on overseas bonds
India to add \$1 trillion to GDP every 12-18 months next decade
<https://blinks.bloomberg.com/news/stories/RNN228DWLU68>
- Banxico's Esquivel Declines More Government Job Offers (1)
His term as Banxico deputy governor expires on Dec. 31
AMLO has signaled he is seeking to replace Gerardo Esquivel
<https://blinks.bloomberg.com/news/stories/RNM7E9DWX2PT>



RUBRICS

- Brazilian Real Extends Wednesday's Gains in Thin Trading
<https://blinks.bloomberg.com/news/stories/RNM54EDWX2PS>
- Argentina Must Avoid 'Hot Money' Pitfall, Top Economist Says
Carlos Melconian drafting economic plan for next government
Melconian sees no immediate FX float, inflation targeting
<https://blinks.bloomberg.com/news/stories/RNKN4WTOAFB4>
- Mexico Unemployment Rate Fell to 2.8% in Nov.; Est. 3.2%
<https://blinks.bloomberg.com/news/stories/RNLOP1GFA9Z4>
- Mexico Debt Refinancing Has Eased 2025 Interest Payments: AMLO
<https://blinks.bloomberg.com/news/stories/RNLW09DWX2PS>
- Bolsonaro Poised to Skip Lula's Inauguration, Visit US Instead
Brazil president likely to shun power handover ceremony
Decision, if confirmed, caps a politically tumultuous year
<https://blinks.bloomberg.com/news/stories/RNM10MDWX2PS>
- End of Fuel Tax Exemptions Risks Impacting CPI: Inside Brazil
<https://blinks.bloomberg.com/news/stories/RNLIP9DWLU68>
- Inflation in Chile to Slow to 0.2% m/m in December, Scotia Says
<https://blinks.bloomberg.com/news/stories/RNM19RDWLU68>

- Hungary to File Next Year's Budget to Parliament in January: MTI
<https://blinks.bloomberg.com/news/stories/RNN7AXTOG1L0>
- Fuel-Supply Glitch Delays Flights at Top South African Airport
<https://blinks.bloomberg.com/news/stories/RNLDVTT1UMOW>
- KFC's South Africa Unit to Shut Some Outlets Due to Power Cuts
Eskom has imposed blackouts for more than 200 days this year
KFC has about 750 restaurants operating in the country
<https://blinks.bloomberg.com/news/stories/RNLAFETOAFB4>
- South Africa 10-Yr Breakeven Inflation Rate Rises to 2-Week High
<https://blinks.bloomberg.com/news/stories/RNLDL7GEZ1FL>