

DM Headlines

- IMF's Georgieva Expects Third of World to Suffer Recession
Georgieva warns of 'tough year' for world economy in 2023
Kristalina Georgieva comments in CBS's 'Face the Nation'
<https://blinks.bloomberg.com/news/stories/RNUM2KT1UM0W>
- Asia Factories Remain Under Pressure as Global Demand Slows (1)
Gauges for Taiwan, Malaysia and Vietnam remain in contraction
Data follow report showing China's manufacturing worsened
<https://blinks.bloomberg.com/news/stories/RNW1HDT0AFB4>
- Oil Advances as Traders Track China Signals at Start of the Year
Mobility data in top importer suggest activity may be on mend
WTI futures rise toward \$81 a barrel after capping annual gain
<https://blinks.bloomberg.com/news/stories/RNWEAKTOG1KW>
- Fed Reverse Repo Facility Use Jumps to Record \$2.55 Trillion (1)
Demand leaped by \$245 billion on final trading day of the year
Dealers scrambled to stash cash, shore up balance sheets
<https://blinks.bloomberg.com/news/stories/RNPV4FDWRGG4>
- US Faces Another Inflation Spike, Michael Burry Warns
<https://blinks.bloomberg.com/news/stories/RNUDVIT0AFB4>
- Big Banks Expect Recession and Fed Pivot
<https://blinks.bloomberg.com/news/stories/RNWEO1073NCW>

- ECB's Nagel Says More Action Needed to Curb Price Expectations
<https://blinks.bloomberg.com/news/stories/RNUPJXDWRGG0>
- ECB Should Reconsider Higher Rates Policy, ABI Chair Tells Sole
<https://blinks.bloomberg.com/news/stories/RNWFWDWRGG0>
- Euro-Area Credit Impulse Still Supportive, Bears Monitoring
<https://blinks.bloomberg.com/news/stories/RNWCQADWX2PW>
- ECB rate rises expose fears for Italy as eurozone's weakest link
<https://blinks.bloomberg.com/news/stories/RNVNSA8JMDC0>
- Euro Could Rise Vs Dollar if Data Show US Labor Market is Cooling -- Market Talk
<https://blinks.bloomberg.com/news/stories/RNWGRN073NCW>
- Higher ECB Risk-Free Rates Are Passing Through, More to Come
<https://blinks.bloomberg.com/news/stories/RNWCQADWRGG1>
- German Unemployment Unexpectedly Falls in Sign of Resilience
Joblessness drops by 13,000; economists had predicted increase
Unemployment rate is also lower than anticipated by forecasts
<https://blinks.bloomberg.com/news/stories/RNV0WPDWLU68>
- German Bonds Offer Cold Comfort at Front End, Inversion to Stay
<https://blinks.bloomberg.com/news/stories/RNWM1LT0AFB4>
- Inflation in key German states eases for second month
<https://blinks.bloomberg.com/news/stories/RNWMG2MB2SL0>



- UK Strikes and Crumbling Services Add to Sunak's Headaches (2)
Rail workers, nurses and ambulance drivers set for walkouts
Sunak's government is maintaining a confrontational stance
<https://blinks.bloomberg.com/news/stories/RNWHIGT0AFB4>
- First-Time Buyers Made Up Over Half of UK Home Purchases in 2022
First-timers accounted for 53% of mortgaged property purchases
Number of first-time buyers fell 9% as borrowing costs surged
<https://blinks.bloomberg.com/news/stories/RNWA0DWX2PS>
- UK Dec. Manufacturing PMI 45.3 vs Flash Reading 44.7
<https://blinks.bloomberg.com/news/stories/RNWKZMT0AFB9>

- Australian House Prices Drop Most Since 2008 as Rates Surge (1)
National home values slid 5.3% over 2022, CoreLogic says
Further declines expected in 2023 until interest rates peak
<https://blinks.bloomberg.com/news/stories/RNVYO4T1UM0W>
- (AU) Dec. Judo Bank Australia PMI Mfg, actual 50.2, prior 50.4
- AUD, NZD Gain as China Covid Cases Peak: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/RNW53LT0G1KW>

- Yen Extends Gains to Strongest Since June After BOJ Policy Shift
Currency has jumped since BOJ raised bond-yield cap last month
Yen gains are being exacerbated by thin holiday liquidity
<https://blinks.bloomberg.com/news/stories/RNVZXBT1UM0W>
- Yen to Rally Above 120/USD This Year on BOJ Shift, GAMA Says
<https://blinks.bloomberg.com/news/stories/RNVYYT1UM0W>
- Dollar-Yen Eyes Test of May Low After Support Breached: Chart
<https://blinks.bloomberg.com/news/stories/RNW03ZT0AFB4>

EM Headlines

- China's Economy Ends Year in Slump as Covid Infections Surge (2)
PMIs show deeper decline in manufacturing, plunge in services
Economists expect growth to rebound once infection wave peaks
<https://blinks.bloomberg.com/news/stories/RNW17JTOG1KW>
- Xi Warns of Tough Covid Fight, Acknowledges Divisions in China
Xi says disagreement 'only natural,' looks to build consensus
Data shows slowdown in manufacturing, services activity
<https://blinks.bloomberg.com/news/stories/RNU024TOG1KW>
- China's Foreign Minister Says 'Deeply Impressed' With Americans
Qin Gang pledges to help build stronger relationship with US
Comments underscore warmer ties since Xi-Biden meeting
<https://blinks.bloomberg.com/news/stories/RNVVD8T1UMOW>
- (China) Dec. Caixin China PMI Mfg, actual 49.0, est. 49.1, prior 49.4
- China's Economic Activity at Slowest Since 2020 as Covid Spreads
<https://blinks.bloomberg.com/news/stories/RNQTY5DWX2PS>
- CHINA REACT: Cratering PMIs Show Blow From Covid Zero Exit (1)
<https://blinks.bloomberg.com/news/stories/RNQJCATOAFB4>
- China Local Debt in Focus as Borrower Extends Loans by 20 Years
Zunyi Road & Bridge will extend bank loans by 20 years
Guizhou LGFV said restructuring doesn't affect public bonds
<https://blinks.bloomberg.com/news/stories/RNW7VXT1UMOW>
- Yuan Reaches Four-Month High on Re-Opening Bet: Inside China
<https://blinks.bloomberg.com/news/stories/RNWAFLT0AFB4>
- China Seen Cutting Rates, Lift Budget Deficit in 2023: Media
<https://blinks.bloomberg.com/news/stories/RNVS34DWRGG1>
- Won Swings to Gains as Local Stocks Pare Losses: Inside Korea
<https://blinks.bloomberg.com/news/stories/RNVXXIT1UMOW>
- US in Talks With Seoul on Deterring North Korea From Using Nukes
South Korea seeking greater role in managing nuclear assets
US, South Korea planning for range of scenarios to deter Kim
<https://blinks.bloomberg.com/news/stories/RNVYU9DWX2PU>
- Rupee Bonds Advance Ahead of \$1.6b State Debt Sale: Inside India
<https://blinks.bloomberg.com/news/stories/RNW41XDWRGG0>
- India Raises Windfall Tax on Crude Oil, Aviation Fuel
<https://blinks.bloomberg.com/news/stories/RNVY83DWLU68>
- Bonds Extend Drop After CPI Beats Estimates: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/RNW0YODWRGG0>

- Brazil Markets Sink as Traders Mull Lula's Plan to Beef Up State
Petrobras, Banco do Brasil push benchmark Ibovespa lower
Investors worried spending spree will erode fiscal accounts
<https://blinks.bloomberg.com/news/stories/RNVL4RT1UMOW>
- Lula Is Back in Brazil, Pledging Prosperity Driven by State (2)
He took office Sunday for third term after defeating Bolsonaro
Lula faces divided society, weakening economy, spending demand



- <https://blinks.bloomberg.com/news/stories/RNTOQHTOG1KW>
- Lula Sees Brazil Inflation Forecasts Jump Under His Plans (1)
Lula took office pledging to push for large spending plans
Most analysts see the Selic rate ending 2023 at 12.25%
<https://blinks.bloomberg.com/news/stories/RNV0BFT1UMOX>
- Mexico December Manufacturing Index Rose to 51.8
<https://blinks.bloomberg.com/news/stories/RNV0BFT1UMOX>
- Davivienda Colombia Dec. Manufacturing PMI 51.1 vs 47.3 in Nov.
<https://blinks.bloomberg.com/news/stories/RNV5LNT0AFB5>
- Venezuela, Colombia Open Binational Bridge to Boost Trade
<https://blinks.bloomberg.com/news/stories/RNTHZ2DWX2PS>
- COP Stronger Despite Thin Market Volume: Inside Andes
<https://blinks.bloomberg.com/news/stories/RNV08RTOAFB4>

- Orban Boosts Hungary's Budget Deficit, Sidelining Parliament (1)
<https://blinks.bloomberg.com/news/stories/RNPFRZDWLU68>
- Polish Premier Expects CPI to Start Declining in March-April
<https://blinks.bloomberg.com/news/stories/RNVCLYT1UM0W>
- Hungary Dec. Manufacturing PMI Rises to 63.1
<https://blinks.bloomberg.com/news/stories/RNUL70MS385I>
- Hungary's Forint Starts 2023 on Low Note: Inside CEE
<https://blinks.bloomberg.com/news/stories/RNUSEFTOG1KW>
- Michl Says Weaker Demand, Recession to Help Curb Czech Inflation
<https://blinks.bloomberg.com/news/stories/RNTXMXT0AFB4>
- Czech Rates May Stay Stable as Inflation Will Slow, Michl Says
<https://blinks.bloomberg.com/news/stories/RNSYIQDWX2PS>
- Czech Rep. Dec. PMI 42.6 vs 41.6 in Nov.
<https://blinks.bloomberg.com/news/stories/RNUNJJT0AFB5>
- S. Africa 10-Year Breakeven Inflation Rate Rises to 1-Month High
<https://blinks.bloomberg.com/news/stories/RNWHL6GFA9Z4>
- Foreign Investors Net Sellers of South African Bonds
<https://blinks.bloomberg.com/news/stories/RNVDPGFR4SG>