

DM Headlines

- Treasury Yields Climb as US Auctions Meet With Lackluster Demand
The government sold three- and 10-year debt on Monday
Fed expected to leave rate unchanged as it revises forecasts
<https://blinks.bloomberg.com/news/stories/S51QWETOAFB4>
- Fed QT Slowing Seen Starting Around June Meeting, Wrightson Says
'Very little' about front-end funding that's normal: Crandall
Firm sees central bank reducing monthly reinvestment caps
<https://blinks.bloomberg.com/news/stories/S51DUPT0G1KW>
- Unchanged Consumer Prices to Give Fed Room to Consider Rate Cuts
Energy kept a lid on CPI last month, Bloomberg Economics says
US central bank to weigh easing as risks become more balanced
<https://blinks.bloomberg.com/news/stories/S51R5IT1UM0W>
- Oil Steadies After Glut Concerns Spur Longest Drop in Five Years
IEA and OPEC reports, Fed rate decision due in coming days
WTI settles above \$71 after seven straight weeks of declines
<https://blinks.bloomberg.com/news/stories/S51OXJT1UM0W>
- Rate Cuts Can't Come Fast Enough for Debt-Strapped Companies
Shrinking maturities leave little breathing room for some businesses and also governments.
<https://blinks.bloomberg.com/news/stories/S5HYGBT0AFB4>
- US PREVIEW: Flat CPI Will Give Fed Room To Consider Rate Cuts
<https://blinks.bloomberg.com/news/stories/S51H95T0G1KW>
- Traders Close-Out Long Treasury Bets Into Post-Payrolls Selloff
<https://blinks.bloomberg.com/news/stories/S514X6T0AFB4>
- BlackRock Says Muni Market's Mega Rally 'Likely Unsustainable'
<https://blinks.bloomberg.com/news/stories/S51NL8T0G1KW>

- ECB Must Decide Soon on QT Pace or Risk Confusing Markets
Officials preparing to mull early end of PEPP reinvestments
Faster retreat in inflation fuels bets on interest-rate cuts
<https://blinks.bloomberg.com/news/stories/S56WQRT1UM0W>
- Is the ECB falling behind the curve again on inflation?
<https://blinks.bloomberg.com/news/stories/S51F9I8JMDC1>
- Markets Look to Be in Wishful-Thinking About Interest-Rate Cuts -- Market Talk
<https://blinks.bloomberg.com/news/stories/S51JLGC073NCW>
- Scholz Confident Before Latest Coalition Bid to Fix 2024 Budget
Government has been seeking a deal on revised plan for days
Finance planning was upended by constitutional court ruling
<https://blinks.bloomberg.com/news/stories/S510UCT0G1KW>
- Bank of France Sees Economy Dodging Recession Due to Services
GDP seen up 0.1% in fourth quarter, previously saw 0.1%-0.2%
French industry reports that order books continue to decline
<https://blinks.bloomberg.com/news/stories/S516ZVT1UM0W>
- Paris Workers Want Pay Rises to Return to the Office Full Time
<https://blinks.bloomberg.com/news/stories/S5CRL7DWLU68>



- Goldman, Funds Turn Bullish on Pound as BOE to Lag on Rate Cuts
Investors turned net long sterling last week, CFTC data shows
Goldman revises six-month pound forecast to \$1.30 from \$1.20
<https://blinks.bloomberg.com/news/stories/S5HS3IT0AFB4>
- UK Aug.-Oct. Wages Excl. Bonus Rises 7.3% Y/y, Est. +7.4%
<https://blinks.bloomberg.com/news/stories/S5JKVV6JLCZM>
- UK Payrolled Employees Fall 13K in November
<https://blinks.bloomberg.com/news/stories/S5JKWHGQITJ4>
- UK INSIGHT: BOE Cuts Won't Help Sunak Election Bid - Four Charts
<https://blinks.bloomberg.com/news/stories/S5JH4ZT0AFB4>

- Australian Business Confidence Drops as Consumers Remain Gloomy
Business confidence fell for second straight month in November
Forward orders softened too for firms in worrying sign for GDP
<https://blinks.bloomberg.com/news/stories/S5J0NST0AFB4>
- Aussie Dollar Marks 40 Years of Local Resilience, China Reliance
Float created shock absorber for economy still effective today
Though currency trades far below heights of mining-boom era
<https://blinks.bloomberg.com/news/stories/S57NCOT0G1KW>
- Australia Says China Lifts Ban on Meat Shippers as Ties Improve
Three companies permitted to export products from Dec. 11
Beijing has lifted tariffs on barley, progress made on wine
<https://blinks.bloomberg.com/news/stories/S5J2XHT0G1KW>
- New Zealand Immigration Gain Pushes Higher as Policymakers Fret
<https://blinks.bloomberg.com/news/stories/S5IVRSDWLU68>
- (NZ) Nov. Card Spending Total MoM, actual 0.8%, prior -0.3%, revised -0.2%
- (NZ) Oct. Net Migration SA, actual 7,810, prior 7,510, revised 10,010
- (AU) Dec. Westpac Consumer Confidence Index, actual 82.1, prior 79.9
- (AU) Dec. Westpac Consumer Confidence SA MoM, actual 2.7%, prior -2.6%
- (AU) Nov. NAB Business Confidence, actual -9, prior -2, revised -3
- AUD, NZD Rise On Weak Dollar Into US Risks: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/S5JF2ET0G1KW>

- Japan 5-Year Bond Sale Draws Higher-Than-Expected Cut-Off Price
<https://blinks.bloomberg.com/news/stories/S5IZRVT0AFB4>
- BOJ Is Said to See Little Need to End Minus Rate Next Week (3)
Yen extends losses, Nikkei futures pad gains after report
Markets fully pricing in rate hike by the end of April
<https://blinks.bloomberg.com/news/stories/S5HXZ3T1UM0W>
- Japan's Input Inflation Eases Further to Slowest Pace Since 2021
PPI rose 0.3% year on year as pace slowed for 11th month
Supports the BOJ's view that price pressures moderating
<https://blinks.bloomberg.com/news/stories/S5HA8YT0AFB4>
- (Japan) Nov. PPI YoY, actual 0.3%, est. 0.1%, prior 0.8%, revised 0.9%
- (Japan) Nov. PPI MoM, actual 0.2%, est. 0.2%, prior -0.4%, revised -0.3%
- JGBs Rise on Solid Demand at Sale; Yen Advances: Inside Japan
<https://blinks.bloomberg.com/news/stories/S5JDRQT1UM0W>

EM Headlines

- China Convenes Key Meeting to Discuss GDP Target, Reuters Says
Xi, leaders holding annual Central Economic Work Conference
Officials expected to discuss goal similar to about 5% in 2023
<https://blinks.bloomberg.com/news/stories/S5IHEKT1UM0W>
- British Firms in China Wary to Invest Over Slowdown, Survey Says
55% surveyed firms will cut or maintain investment level
Sentiment improved from last year's record pessimism
<https://blinks.bloomberg.com/news/stories/S5HL1TT0G1KW>
- UBS Sees Strong Catalyst for Asian Assets Going Into '24
<https://blinks.bloomberg.com/news/stories/S5J3K4T1UM0W>
- China Exhibits Power to Back Yuan Yet FX Fundamentals Stay Grim
<https://blinks.bloomberg.com/news/stories/S5IVS6DWRGG0>
- Xi Makes First Vietnam Visit Since 2017 to Counter US Clout (1)
Chinese leader last visited the Southeast Asian nation in 2017
President Biden upgraded ties with Hanoi in September
<https://blinks.bloomberg.com/news/stories/S5J2ACT1UM0W>
- Yuan Steadies Amid Year-End Economic Meeting: Inside China
<https://blinks.bloomberg.com/news/stories/S5J53GT1UM0W>
- China's Real Borrowing Costs Are Surging Near Highest Since 2016
Lending rates in real terms climb as consumer prices fall
Narrow room for aggressive rate cut puts focus on fiscal moves
<https://blinks.bloomberg.com/news/stories/S5HXSJT0AFB4>
- Won Consolidates Ahead of Jobs Data, US Inflation: Inside Korea
<https://blinks.bloomberg.com/news/stories/S5J2Q4T0G1KW>
- S Korea Plans to Issue 55%-60% of Bonds in 1H of 2024: Fin Min
<https://blinks.bloomberg.com/news/stories/S5HSZOT0G1KW>
- S.Korea 2024 Economic Policy May Be Delayed to Next Year: Chosun
<https://blinks.bloomberg.com/news/stories/S5IZDBT0AFB4>
- SURVEY: South Korea Economy to Expand 2.1% in 4Q23; Prior +2.1%
<https://blinks.bloomberg.com/news/stories/S5J3WRGQITJ4>
- Bonds Edge Higher Before State Debt Sale, CPI Data: Inside India
<https://blinks.bloomberg.com/news/stories/S5JDLGT0AFB4>
- INDIA PREVIEW: Onions, Base Effects Likely Lifted Nov. Inflation
<https://blinks.bloomberg.com/news/stories/S5IXDCT0G1KW>
- India's Potential Growth Rate Increased to 7%, Axis Says (1)
<https://blinks.bloomberg.com/news/stories/S5J4KWT0G1KW>
- Rupiah Slips Ahead of US Inflation Data: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/S5JCZCT1UM0W>
- Bank Indonesia's Focus on Rupiah Stability Keeps Rate Cuts Away
<https://blinks.bloomberg.com/news/stories/S5IRPUDWRGG0>

- Mexican Peso Can Handle Banxico's Rate Cuts, Barclays Says
<https://blinks.bloomberg.com/news/stories/S5IP3JT0G1KW>
- Argentina Restricts Dollar Access Until Milei Unveils Policy (2)
First shock measures expected Tuesday, spokesman says



- Central bank chief meeting with other members of his team
<https://blinks.bloomberg.com/news/stories/S5IEBBT0AFB4>
- Guatemalan Bonds Lead EM Losses as Political Crisis Deepens
<https://blinks.bloomberg.com/news/stories/S5IABITOG1KW>
 - Hedge Fund Rides Argentina Gain, Says Milei Is Underestimated
Rio-based fund has small exposure to ADRs of Argentine banks
Milei expected to deal with fragmented rival political forces
<https://blinks.bloomberg.com/news/stories/S5I3SMT0AFB4>
 - Fear of Lower Credit Rating Lingers Over Chile's Bonds (Correct)
Analysts, traders expect rating outlook change or downgrade
Country's debt profile seen further deteriorating over time
<https://blinks.bloomberg.com/news/stories/S5IDMRT1UM0W>
 - Brazil Economists Lift Growth Forecasts as Activity Outperforms
Central bankers seen cutting rates to 11.75% this week
Selic seen at 9.25% in 2024, inflation at 3.93% next year
<https://blinks.bloomberg.com/news/stories/S3JTTMDWX2PS>
 - Chile Treasury Extends Bond Buyback and Exchange Program
<https://blinks.bloomberg.com/news/stories/S5IS45T1UM0W>
 - Peso Tumbles Along With Copper, Outpacing EM Slide: Chile Close
<https://blinks.bloomberg.com/news/stories/S5ILH8T1UM0W>
 - Coal Giant Colombia Wants to Wean Its Economy Off Fossil Fuels
<https://blinks.bloomberg.com/news/stories/S5IE1RDWRGG0>

 - Tusk Wins Vote to Become Poland's Prime Minister in Pro-EU Shift
Lawmakers appoint former European Council chief after delay
Incoming premier still faces vote of confidence on Tuesday
<https://blinks.bloomberg.com/news/stories/S5HRC0TOG1KW>
 - Poland May Rely Mostly on Clean Energy by 2040, Report Finds
Poland can ditch coal in two decades, InStrat think tank says
Europe's most carbon-intensive nation bets on clean energy
<https://blinks.bloomberg.com/news/stories/S5AOD8DWRGG0>
 - Hungary, Banks Agree on Voluntary Rate Ceiling For New Loans
<https://blinks.bloomberg.com/news/stories/S5JKCMTOG1KW>
 - EU States Slam Hungary for Opposing Ukraine Aid, Accession (1)
Hungary's block sets up possible showdown at EU leaders summit
EU impasse comes as US Congress also blocks aid for Ukraine
<https://blinks.bloomberg.com/news/stories/S5IBEBDWRGG0>
 - Czech Inflation Eases as Central Bank Mulls Rate Cut Timing (1)
November headline inflation was 7.3%, slightly above forecast
Central bank sees price growth slowing sharply in January
<https://blinks.bloomberg.com/news/stories/S5I3OJT0G1KW>
 - Koruna Gains as CPI Keeps Rate Cut Outlook Muddled: Inside CEE
<https://blinks.bloomberg.com/news/stories/S5HWUST0AFB4>
 - South Africa Plans More Nuclear Power to Ease Supply Crisis
Country plans to add 2,500 megawatts of nuclear capacity
First of new units to be operational in 2032 or 2033
<https://blinks.bloomberg.com/news/stories/S5JF7ZT0AFB4>