

DM Headlines

- Fed Prepares Shift to Rate Cuts in 2024 as Price Pressures Fade
Powell says officials discussed prospect of easing policy
FOMC's median forecast implies three rate cuts next year
<https://blinks.bloomberg.com/news/stories/S5MT0CT0G1KW>
- Fed Pivots to Rate Cuts as Inflation Heads Toward 2% Goal
Central bank leaves rates unchanged for third meeting
Powell says officials discussed prospect of easing policy
<https://blinks.bloomberg.com/news/stories/S5MJFFT1UM0W>
- Treasuries 10-Year Yield Falls Below 4% as Fed Sees Rate Cuts
Fed swaps price in additional easing over the next 12 months
Two-year Treasury note's yield falls more than 30 basis points
<https://blinks.bloomberg.com/news/stories/S5MRWAT0G1KW>
- Gundlach Clashes With Gross Over How Low Treasury Yields Can Go
Trend lines show a lot of room for yields to fall: Gundlach
Gross sees 10-year yield appropriate at current level near 4%
<https://blinks.bloomberg.com/news/stories/S5MSXUT1UM0W>
- Money-Market Fund Inflows Seen Continuing Despite Fed Cut Bets
<https://blinks.bloomberg.com/news/stories/S5MIL1T0G1KW>
- Fed Seems Happy to Let Markets Do What They Want: Deutsche Bank
<https://blinks.bloomberg.com/news/stories/S5MR94T1UM0W>
- US 10-Year Yields in 3.7%-4.2% Range in Coming Months: Westpac
<https://blinks.bloomberg.com/news/stories/S5MRMKT0G1KW>
- Traders Boost Global Rate-Cut Wagers After Fed's Dovish Pivot
<https://blinks.bloomberg.com/news/stories/S5NC27T0AFB4>
- US REACT: Dovish FOMC Reinforces the Case for March Rate Cut (2)
<https://blinks.bloomberg.com/news/stories/S5MI33T0G1KW>

- ECB Rate-Cut Pushback to Hinge on New Forecasts: Decision Guide
Lagarde may seek to quash market expectations for lower rates
Officials may also discuss early end to PEPP reinvestments
<https://blinks.bloomberg.com/news/stories/S5NCS2T1UM0W>
- Banks Win Reprieve From Landmark EU Law on Due Diligence (1)
EU settles on compromise in order to get deal over finish line
Goal is to finalize CSDDD before EU elections next year
<https://blinks.bloomberg.com/news/stories/S5NACRT0AFB4>
- Traders Lift ECB Rate Wagers, Pricing 157bps of Cuts In 2024
<https://blinks.bloomberg.com/news/stories/S5NAR3T0AFB4>
- Germany Leaves Door Open to Breaching Debt Rules Again Next Year
Scholz, coalition allies end weeks of wrangling over finances
Top court judgment triggered turmoil in government's planning
<https://blinks.bloomberg.com/news/stories/S5M8I8DWRGG0>
- Scholz Settles Coalition Divisions With Deal on Revised Budget
Court judgment triggered turmoil in government finance planning
Chancellor, top allies to brief reporters at midday in Berlin
<https://blinks.bloomberg.com/news/stories/S5LIUTT0G1KW>



- (UK) Nov. RICS House Price Balance, actual -43%, est. -57%, prior -63%, revised -61%
- Traders Bet BOE Will Cut Interest Rates Aggressively Next Year
Markets fully price four quarter-point cuts, most this cycle
The British pound weakened on Wednesday to touch \$1.25
<https://blinks.bloomberg.com/news/stories/S5MBA7T0G1KW>
- UK's Economy Shrinks in October, Signaling Weak End to Year (2)
First time since July all three main sectors of economy shrank
Wet weather and half term break contributed to the drop
<https://blinks.bloomberg.com/news/stories/S5LGN6T1UM0W>
- Australian Jobs Beat Estimates, Sending Currency Higher (2)
Economy added 61,500 positions, more than five-times estimates
Participation rate rose to a record as more people sought work
<https://blinks.bloomberg.com/news/stories/S5MUBIT1UM0W>
- AOFM to Cut FY24 T-Bond Issuance to About A\$50b, Based on MYEFO
<https://blinks.bloomberg.com/news/stories/S5MLDXT0AFB4>
- New Zealand Economy Unexpectedly Contracted in Third Quarter (2)
Revisions show nation was in recession earlier this year
Traders increase bets on Reserve Bank rate cuts in 2024
<https://blinks.bloomberg.com/news/stories/S5MM8PT1UM0W>
- Aussie To Gain Further Amid Strong Jobs Market, Fed Pivot: ITC
<https://blinks.bloomberg.com/news/stories/S5MRXAT1UM0W>
- (AU) Nov. Employment Change, actual 61,500, est. 11,500, prior 55,000, revised 42,700
- (AU) Nov. Unemployment Rate, actual 3.9%, est. 3.8%, prior 3.7%, revised 3.8%
- (AU) Dec. Consumer Inflation Expectation, actual 4.5%, prior 4.9%
- (NZ) 3Q GDP SA QoQ, actual -0.3%, est. 0.2%, prior 0.9%, revised 0.5%
- (NZ) 3Q New Zealand GDP YoY%, actual -0.6%, est. 0.5%, prior 1.8%, revised 1.5%
- Aussie Rises After Jobs Beat, Amid Weak USD: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/S5N33MT1UM0W>
- New Zealand Primary Exports Projected to Fall 5% in 2024
<https://blinks.bloomberg.com/news/stories/S5MEL3T1UM0W>
- Japan 20-Year Bond Sale Sees Weak Demand Before BOJ Meeting
Bid-cover ratio at sale falls to lowest since September 2022
More investors see higher hurdle for BOJ raising rates: Okasan
<https://blinks.bloomberg.com/news/stories/S5MRL5T0G1KW>
- Japan Regional Banks Signal Time Has Come for BOJ to Raise Rates
<https://blinks.bloomberg.com/news/stories/S5KX2UT1UM0W>
- (Japan) Oct. Core Machine Orders YoY, actual -2.2%, est. -5.6%, prior -2.2%
- Bond Sale Sees Weak Demand; Yen Surges Post Fed: Inside Japan
<https://blinks.bloomberg.com/news/stories/S5N2PMT0AFB4>
- BOJ Set to Stay Outlier as 2024 Hike Seen in Contrast to Fed (1)
BOJ seen holding on Dec. 19, scrapping negative rate by April
Yen, Japan bonds could swing on policy divergence next year
<https://blinks.bloomberg.com/news/stories/S5N8Q5T0G1KW>
- Political Turmoil Increases BOJ's Freedom: Mitsubishi UFJ Asset
<https://blinks.bloomberg.com/news/stories/S5MMUCT1UM0W>

EM Headlines

- China's Economy Seen Weakening on Drags From Deflation, Property
Nov. activity likely distorted by high base of comparison
Data may support calls for additional stimulus to help growth
<https://blinks.bloomberg.com/news/stories/S5HFD9T1UM0W>
- Onshore Yuan Plays Catch-up to Fed-Induced Rally: Inside China
<https://blinks.bloomberg.com/news/stories/S5N0D7T0G1KW>
- Hong Kong Holds Rate as Fed Signals Cuts Next Year (2)
<https://blinks.bloomberg.com/news/stories/S5N2C8T0AFB4>
- Hedge Fund Fraud Probe Raises Alarms for China Risk Managers
Suspected investment scam raises diligence questions
Big brokerages see growing demand for custodian services
<https://blinks.bloomberg.com/news/stories/S56NBWT0AFB4>
- Country Garden Staves Off Worsening of Debt Crisis With Payment
China developer repaid 800 million yuan note ahead of schedule
Local firm stake exit aimed at helping offshore restructuring
<https://blinks.bloomberg.com/news/stories/S5MZL7T1UM0W>
- Won Jumps 2.1% to Lead Gains in Asia FX After Fed: Inside Korea
<https://blinks.bloomberg.com/news/stories/S5MRUVT0G1KW>
- S. Korea Financial Markets Are Relatively Stable: Finance Chief
<https://blinks.bloomberg.com/news/stories/S5MP6IT0AFB4>
- Korea's Resilient Job Market Means High Rates for Longer
<https://blinks.bloomberg.com/news/stories/S5MA6YDWRGG1>
- Rupee Bonds Gain Most in a Month After FOMC Signal: Inside India
<https://blinks.bloomberg.com/news/stories/S5N28PT1UM0W>
- Asian Bonds Sink to Bottom of Global Rankings at a Crucial Time
Rankings are based on six metrics including rate-cut prospects
There's currently little value in Asia local bonds: UBS AM
<https://blinks.bloomberg.com/news/stories/S5N5PGT0G1KW>
- Fed Rate Cut Hopes by March Are 'Optimistic,' Rajan Says (1)
He warns of risks if borrowing cost is kept higher for longer
Former RBI governor bets on India's services sector strength
<https://blinks.bloomberg.com/news/stories/S5LRHJT1UM0W>
- Bonds Rally as Fed Pivot Brings BI Into Focus: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/S5MZH3T0AFB4>
- Brazil Cuts Rates by Half-Point, Cues Same Easing Pace Into 2024
Central bank delivers fourth straight 50-point cut, to 11.75%
Annual inflation eased back within bank's tolerance range
<https://blinks.bloomberg.com/news/stories/S5MKJ4TOG1KW>
- Fitch Downplays Rating Impact From Chile Constitution Referendum
Country's rating reaffirmed at A-, with a stable outlook
Chile in a better fiscal position than its peers, Fitch says
<https://blinks.bloomberg.com/news/stories/S5M69MT0AFB4>
- Mexico Ruling Party Candidate Leads Polls Despite AMLO's Drop
<https://blinks.bloomberg.com/news/stories/S5MB13T0AFB4>



- Mexico November Nominal Wages Rose 11.6% Y/y: Labor Ministry
<https://blinks.bloomberg.com/news/stories/S5M5JFGFWR28>
- MEXICO PREVIEW: Banxico to Hold Rates, Signal Cuts Are Nearing
<https://blinks.bloomberg.com/news/stories/S5MJXWT1UM0W>
- Mexico International Reserves Rose to \$209.29b, Banxico Says
<https://blinks.bloomberg.com/news/stories/S5M1UBGFWR28>
- Brazil Rate Cut Suggests Investors Brace for Growth, Says Haddad
<https://blinks.bloomberg.com/news/stories/S5MNPT1UM0W>
- BCB Reinforces Steady Rate Cuts Well Into 2024: Inside Brazil
<https://blinks.bloomberg.com/news/stories/S5M9UPT1UM0W>
- Colombia November Consumer Confidence Fell to -20.9 From -14.0
<https://blinks.bloomberg.com/news/stories/S5M5JSGF4NPC>
- Petro's Approval Rating Hits Record Low of 26%: Invamer
<https://blinks.bloomberg.com/news/stories/S5MKOIT0AFB4>

- EU Unlocks €10 Billion for Hungary in Boost for Orban (1)
EU releases funds after Hungary amends laws on judiciary
Hungarian leader continues to block EU assistance for Ukraine
<https://blinks.bloomberg.com/news/stories/S5M685T1UM0W>
- Egypt Counts Votes for Election El-Sisi Is Certain to Win (1)
Electoral authorities set to announce final results on Dec. 18
Inflation near record high after three currency devaluations
<https://blinks.bloomberg.com/news/stories/S5LEA7T1UM0W>
- Poland's New Government Faces Growing Fiscal Shortfall (1)
Finance Minister says will amend deficit level for 2024
Parliament seeks to discuss next year's fiscal plan on Dec. 21
<https://blinks.bloomberg.com/news/stories/S5LVMGT0G1KW>
- Poland May Extend Subsidized Mortgage Program: Minister in TVN24
<https://blinks.bloomberg.com/news/stories/S5N98KT0AFB4>
- Ukraine Faces Crucial Test at EU After US Leaves It Empty-Handed
Hungarian Premier Orban set to dictate outcome of gathering
Hungary opposes aid package and starting EU membership talks
<https://blinks.bloomberg.com/news/stories/S5I9XFT0G1KW>
- Hungary Sees 'Horrible' Economic Fallout Without EV Subsidies
Nagy says Germany, others should reconsider fiscal rules
Competition from China, US imperiling EU industry, Nagy says
<https://blinks.bloomberg.com/news/stories/S5JX8FT0G1KW>
- Czech Central Banker Is '50-50' on December Start to Cuts (1)
Zamrazilova says looming price hikes weigh on path to easing
Risk of wage-price spiral has mostly evaporated, she says
<https://blinks.bloomberg.com/news/stories/S5M0H9T0AFB4>
- Frait Says Czechs Should Start Cautiously Cutting Rates: Ekonom
<https://blinks.bloomberg.com/news/stories/S5M45UDWRGG0>
- South African Inflation Cools on Sharp Fuel-Price Decline (2)
Consumer index rises annual 5.5% in November, above estimate
Fuel-price inflation slumps to 1.8% from 11.2% in October
<https://blinks.bloomberg.com/news/stories/S5LLY2T0AFB4>