

DM Headlines

- Fed Sees Rates Staying High for Some Time With Cuts Eyed in '24
Policymakers remain open to hiking again if appropriate
Minutes cite optimism on inflation, 'clear progress'
<https://blinks.bloomberg.com/news/stories/S6PCAEDWRGG0>
- Markets See Fed's QT Exit Nearing as Minutes Reveal Early Talks
Participants said time to discuss what would guide end of QT
Central bank has been shrinking balance sheet since June 2022
<https://blinks.bloomberg.com/news/stories/S6PAKJT0G1KW>
- Bond Traders Show Early Signs of Doubting Dovish Fed Pivot
Drop in net long positions from JPM clients biggest since 2020
Two-year yield flat post Fed meeting minutes; long-end rallies
<https://blinks.bloomberg.com/news/stories/S6P9NTT1UM0W>
- Oil Rises for Second Day on Libyan Outages, Middle East Attacks
Sharara, El-Feel oil fields shut down after protests
Blasts in Iran kill 95 people; Houthis claim ship attack
<https://blinks.bloomberg.com/news/stories/S6Q3ALT0G1KW>
- US, Partners Warn Houthis Against Further Attacks in Red Sea (1)
Attacks called 'unacceptable and profoundly destabilizing'
More than a dozen nations join statement on Houthi attacks
<https://blinks.bloomberg.com/news/stories/S6PF5KDWRGG0>
- Key Takeaways From Minutes of Fed's Dec. 12-13 Meeting on Rates
<https://blinks.bloomberg.com/news/stories/S6P8S1TVI5MS>
- Treasury Slide Met With Dip Buyers as 10-Year Yields Breached 4%
<https://blinks.bloomberg.com/news/stories/S6P34LDWRGG0>
- Wells Fargo Recommends Bearish Rates Trades on Hawkish Fed View
<https://blinks.bloomberg.com/news/stories/S6P05XDWRGG0>
- Dollar to Gain as Fed Pricing Went Too Far, Deutsche Bank Says
<https://blinks.bloomberg.com/news/stories/S6PMY7T0AFB4>

- Ukraine Has No 'Plan B' for Shortfall in US, EU Financial Aid
Foreign Minister Dmytro Kuleba comments in interview with CNN
Ukraine will fight with the resources available, Kuleba says
<https://blinks.bloomberg.com/news/stories/S6Q4PJT0AFB4>
- Expected pick-up in eurozone inflation raises doubts over rate cuts
<https://blinks.bloomberg.com/news/stories/S6Q8L58JMDC0>
- Reuters: GDP revisions help Italy to meet EU tax evasion target ahead of schedule
<https://t.co/4qhcM6FhSk>
- French Inflation Inches Higher on Energy, Services Costs (1)
December consumer prices rose 4.1% from year ago; est. 4.1%
Base effects are prompting an uptick in inflation in euro zone
<https://blinks.bloomberg.com/news/stories/S6Q9DGT0G1KW>
- German Job Losses Up Less Than Expected Amid Labor Shortages (1)
Joblessness rises by 5,000; economists estimated 20,000 gain
Labor market holding up well despite challenges, Nahles says
<https://blinks.bloomberg.com/news/stories/S6OHWIDWLU68>



- UK INSIGHT: Sub-2% Inflation in Spring Will Mean Faster BOE Cuts
<https://blinks.bloomberg.com/news/stories/S6Q211T1UM0W>
- Financial Crisis Wreaks Its Way Through England's Local Councils
Woking's skyscraper debt highlights the squeeze on municipal finances
<https://blinks.bloomberg.com/news/stories/S6Q0KBT1UM0W>
- UK Wants Clearer Food Labels as Part of Support for Its Farmers
Government plans to increase transparency in food labeling
Steps will help inform consumers about what they're buying
<https://blinks.bloomberg.com/news/stories/S6OS72T1UM0W>
- UK's Investment-Boosting Tax Breaks Fail to Win Over Businesses
BCC survey shows British companies plan to limit investment
UK investment has lagged since 2016 Brexit vote, trails in G-7
<https://blinks.bloomberg.com/news/stories/S6OLGST0AFB4>
- BOE Could Cut Interest-Rates by 50Bps in 1Q, MPG Says
<https://blinks.bloomberg.com/news/stories/S6OKYL0799MO>
- UK grocery price inflation falls at fastest rate on record, research finds
<https://blinks.bloomberg.com/news/stories/S6OJ648JRZLS>
- Bank of England to Cut Rates in June, Capital Economics Says -- Market Talk
<https://blinks.bloomberg.com/news/stories/S6OYNN0799MO>

- Funding Demand Stable at Higher Rates: Australian RMBS Issuance
<https://blinks.bloomberg.com/news/stories/S6PGZ5DWRGG1>
- Australian Carbon Credit Prices Jump on Growing Corporate Demand
Safeguard Mechanism boosts demand from emitting companies
ACCU prices could approach A\$40 a ton early in 2024: RepuTex
<https://blinks.bloomberg.com/news/stories/S6NWCTT0G1KW>
- NZD Outperforms AUD as Cross Flows Dominate: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/S6PY7KT0G1KW>

- Morgan Stanley Sees BOJ Delaying End to Negative-Rate Policy
<https://blinks.bloomberg.com/news/stories/S6PMLWT0G1KW>
- Japan Makes Last-Ditch Effort to Find Earthquake Survivors (3)
Death toll reaches 78 from New Year's Day earthquake
PM Kishida says it's a race against time to find survivors
<https://blinks.bloomberg.com/news/stories/S6PX14T1UM0W>
- BOJ's Ueda: Hoping Wages, Prices to Rise in Balanced Manner
<https://blinks.bloomberg.com/news/stories/S6PT5IT0AFB4>
- BOJ May Remove Negative Rates in April at Earliest: MUFJ-MS
<https://blinks.bloomberg.com/news/stories/S6PN7ZT0G1KW>
- (Japan) Dec. Jibun Bank Japan PMI Mfg, actual 47.9, prior 47.7
- Yen Near 200-DMA vs Dollar; Super-Long Debt Falls: Inside Japan
<https://blinks.bloomberg.com/news/stories/S6PYHDT1UM0W>
- Earthquake Raises Bar for BOJ to End Negative Interest Rates (1)
Yen to see fresh selling pressure as January move now unlikely
Even policy change in first half seems hard: Mizuho's Karakama
<https://blinks.bloomberg.com/news/stories/S6Q0C8T1UM0W>

EM Headlines

- China 10-Year Yield Hits Lowest Since 2020 as Easing Bets Mount
Economic recovery remains under pressure from weak demand
Analysts expect PBOC to cut reserve-requirement ratio in 2024
<https://blinks.bloomberg.com/news/stories/S6PU1WT0AFB4>
- China Services Sector Expands in December, Private Survey Shows
Caixin services PMI climbs to 52.9, topping estimate of 51.6
Recent official data provided signs of economic weakness
<https://blinks.bloomberg.com/news/stories/S6PSL7DWRGG0>
- China Workers See Biggest Drop in Hiring Salaries on Record (1)
Average wages for new hires fell by most since at least 2016
Dismal labor market adds to risk of persisting deflation
<https://blinks.bloomberg.com/news/stories/S6POA9T1UM0W>
- China 10Y Bond Yield Falls to Lowest in Four Years: Inside China
<https://blinks.bloomberg.com/news/stories/S6PWS9T1UM0W>
- China Banks Scrap Business Class Flights in Bid to Cut Costs (1)
Some national lenders cut hotel budgets for large China cities
Banks face pressure from Xi's "common prosperity" call
<https://blinks.bloomberg.com/news/stories/S6PSGST0AFB4>
- China's LGFVs Must Repay a Record \$651 Billion of Bonds in 2024
Beijing has taken steps in recent months to contain debt risks
LGFVs should be able to access 'reasonable liquidity': Natixis
<https://blinks.bloomberg.com/news/stories/S6ML4HT0G1KW>
- Dollar-Yuan's Fair Value Might Be Above 7 Now
<https://blinks.bloomberg.com/news/stories/S6PIIADWRGG4>
- (China) Dec. Caixin China PMI Services, actual 52.9, est. 51.6, prior 51.5
- (China) Dec. Caixin China PMI Composite, actual 52.6, prior 51.6
- India Minister Says Not Facing Payment Issues for Russian Crude
<https://blinks.bloomberg.com/news/stories/S6OCPRDWLU68>
- Won Falls as Risk-Off Sentiment Continues: Inside Korea
<https://blinks.bloomberg.com/news/stories/S6PMOGT0G1KW>
- Asia FX Undervaluation Versus Dollar Might Not Favor 2023 Stars
<https://blinks.bloomberg.com/news/stories/S6PIIADWRGG2>
- Bonds Steady as Traders Weigh Rate Cuts, Supply: Inside India
<https://blinks.bloomberg.com/news/stories/S6PYX7T0AFB4>
- Stars Align for India Bonds After First Yearly Gain Since 2020
Indian debt will be added to JPMorgan index starting June
10-year bond yield seen falling by 30 basis points by end-2024
<https://blinks.bloomberg.com/news/stories/S6Q2NDT1UM0W>
- India's Factory Activity Eases While Still Outpacing Peers (1)
New orders and strong business confidence boosts factories
China's weakness is weighing on manufacturing in Asia
<https://blinks.bloomberg.com/news/stories/S6O87FT0AFB4>
- Bonds Steady After Biggest Slump in Two Months: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/S6PY8MT0AFB4>
- Indonesia Sells Bonds Below Target in 2024 First Auction



<https://blinks.bloomberg.com/news/stories/S6OHFTT0G1KW>

- Argentina Court Suspends Labor Reforms in Setback for Milei (1)
Argentina labor appeals court put injunction on part of decree
Court decision poses setback, avoids worse-case on decree
<https://blinks.bloomberg.com/news/stories/S6PDFTT1UM0W>
- Tianqi, LG, Eramet Explore Lithium Options in Chile Meetings
Executives sat down with Chilean authorities, documents show
Government wants to mine more lithium, boost downstream spend
<https://blinks.bloomberg.com/news/stories/S6OQ4HT0AFB4>
- Emerging-Market Debt Sales Take Off, Lifting High-Rated Bonds
Mexico, emerging Europe among first to tap capital markets
Stocks, currencies extend losses as traders review Fed bets
<https://blinks.bloomberg.com/news/stories/S6PFTCT0G1KW>
- Mexico International Reserves Rose to \$212.76b, Banxico Says
<https://blinks.bloomberg.com/news/stories/S6OXQZGF4NPC>
- Brazil Nov. Current Acct Deficit \$1.6b; Est. \$430m Deficit
<https://blinks.bloomberg.com/news/stories/S6OO25GFWR28>
- Peso Closes Little Changed After Pop on US Job Data: Chile Close
<https://blinks.bloomberg.com/news/stories/S6P7Y4DWRGG0>

- Hungary's Debt Servicing Costs Surge Past Italy's to Lead EU (1)
Hungary's debt burden doubled in January-September last year
Nation is selling benchmark dollar debt to meet financing need
<https://blinks.bloomberg.com/news/stories/S6OXWEDWX2PS>
- Turkey's Inflation Ends Year Near 65% With Peak Months Away (1)
Faster annual inflation is in line with central bank's outlook
Prices are sharply on the rise in hotels and restaurants
<https://blinks.bloomberg.com/news/stories/S6OCO4DWX2PS>
- Poland's Tusk Is Planning UK Visit and May Meet Investors.
<https://blinks.bloomberg.com/news/stories/S6OUSUT1UM0W>
- Poland Seeks to Relaunch Subsidized Mortgages From Mid-2024
<https://blinks.bloomberg.com/news/stories/S6Q896DWX2PS>
- Poland Readies Housing Program With Zero-Interest Mortgages: PAP
<https://blinks.bloomberg.com/news/stories/S6ORC6DWLU68>
- Hungary Trade Surplus Widened to EU1718m in November
<https://blinks.bloomberg.com/news/stories/S6Q7AJGFWR28>
- Hungary, Slovenia Among First to Tap Markets in 2024: Inside CEE
<https://blinks.bloomberg.com/news/stories/S6OHH2T0G1KX>
- Reuters: Czechs extend controls on Slovak border until Feb. 2 <https://t.co/v1nFc7OYRj>
- South Africa Dec. Whole Economy PMI 49 vs 50 in Nov.
<https://blinks.bloomberg.com/news/stories/S6Q6QWT0AFB5>
- Cost of Hedging Rand Declines Is Rising: Inside South Africa
<https://blinks.bloomberg.com/news/stories/S6O8VGT0AFB4>