

DM Headlines

- Fed's Bowman Backs Eventual Rate Cuts If Inflation Falls Further
Fed governor says policy is sufficiently tight to hit 2% goal
Bowman says she remains cautious, willing to hike if needed
<https://blinks.bloomberg.com/news/stories/S6YP99DWX2PS>
- Bostic Says Inflation on Path to Reaching Fed's 2% Target
Atlanta chief says it's still too soon to declare victory
Bostic says policymakers can let restrictive policy proceed
<https://blinks.bloomberg.com/news/stories/S6YIWDDWRGG0>
- Gross Turns Away From Treasuries Saying 10-Year at 4% Overvalued
Recommends shorter-end notes for those who want to invest
Treasuries rebound after selloff last week as oil prices slide
<https://blinks.bloomberg.com/news/stories/S6YWPVDWRGG0>
- Wall Street Is Trying to Nail Down Timing of Fed's QT Taper
Dallas Fed's Logan says pace of unwind may need to slow
BofA, expects April taper start; Morgan Stanley eyes September
<https://blinks.bloomberg.com/news/stories/S6Y8BZDWRGG0>
- Zero-Coupon Treasuries Set Record as Yields Faded From Highs
Strips total increased by a record \$13.4 billion in December
Gains for stocks create incentive to rebalance into bonds
<https://blinks.bloomberg.com/news/stories/S6Y1T6DWX2PS>
- T-Bill Yields Above 5% in Demand as Rate Cuts Seen Near
<https://blinks.bloomberg.com/news/stories/S6YHNADWRGG0>
- Oil Holds Biggest Drop in a Month on Signs of Softening Market
Brent trades around \$76 as Saudi price cuts telegraph weakness
Energy Information Administration to issue short-term outlook
<https://blinks.bloomberg.com/news/stories/S6ZE1QT0G1KW>
- NY Fed: "Inflation Expectations Decline" to 3-Year Low
<https://blinks.bloomberg.com/news/stories/S6Y8Z6GENSW0>
- Dollar's Best Start in Decade Falter Before Key Inflation Data
Bloomberg dollar gauge saw strongest opening week since 2011
Release of CPI, PPI to provide insight into bets on rate cuts
<https://blinks.bloomberg.com/news/stories/S6YNTEDWRGG0>
- Dollar Swap Spreads Wider After Fed's Logan Talks Asset Runoff
<https://blinks.bloomberg.com/news/stories/S6Y0MJDWLU6A>
- Markets Question Idea ECB, Rather Than Fed, to Be First to Blink
<https://blinks.bloomberg.com/news/stories/S6ZGMZDWX2PS>
- Mario Draghi floated as potential European Council president
<https://blinks.bloomberg.com/news/stories/S6Z9XA8JRZLT>
- Aviva Investors Sees ECB Cutting First, Prefers Duration in EGBs
<https://blinks.bloomberg.com/news/stories/S6XPEMT0AFB4>
- Barclays's Khanna Says Market Is Underestimating ECB Rates Cuts
Swaptions suggest restrictive rates more likely than deep cuts
Strategists question pricing due to weak growth, disinflation
<https://blinks.bloomberg.com/news/stories/S6XW94DWLU69>



- (UK) Dec. BRC Sales Like-For-Like YoY, actual 1.9%, est. 2.4%, prior 2.6%
- UK Christmas Retail Sales Disappoint as Shoppers Pull Back (1)
Sales growth weakened in December versus previous year
Furniture, clothing, jewellery and tech particularly struggled
<https://blinks.bloomberg.com/news/stories/S6ZH77DWLU68>
- BlackRock Warns of UK Bond Vigilantes as Election Year Begins
Strategists are watching fiscal stance of political parties
They are staying neutral on gilts as see BOE rates above norm
<https://blinks.bloomberg.com/news/stories/S6XTU7DWRGG0>
- UK Faces £10 Billion Student Loans Hit After Interest Rates Rise
IFS says government to take losses even on debt that's repaid
Analysis shows the latest fiscal impact from rising rates
<https://blinks.bloomberg.com/news/stories/S6XYUDT0AFB4>

- Australian November Retail Sales Jump on Black Friday Offers (1)
Black Friday sales were a 'big hit' this year, ABS says
All retail categories rose, with household goods leading gains
<https://blinks.bloomberg.com/news/stories/S6YXXAT1UM0W>
- AUSTRALIA REACT: Weak Black Friday Bounce Shows Consumer Pain
<https://blinks.bloomberg.com/news/stories/S6Z4W2T0AFB4>
- (AU) Nov. Building Approvals MoM, actual 1.6%, est. -2.0%, prior 7.5%, revised 7.2%
- (AU) Nov. Private Sector Houses MoM, actual -1.7%, prior 2.2%, revised 2.9%
- (AU) Nov. Retail Sales MoM, actual 2.0%, est. 1.2%, prior -0.2%, revised -0.4%
- Bonds Rise, Aussie Steady Awaiting CPI: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/S6Z6ZGT1UM0W>

- BOJ Keeps 10-25 Year Bond Buying Amount Despite Fewer Operations
<https://blinks.bloomberg.com/news/stories/S677MOT1UM0W>
- Tokyo Inflation Slows as Thrifty Consumers Curb Some Outlays (2)
November household spending declines more than expected
Reports give BOJ added incentive to stand pat this month
<https://blinks.bloomberg.com/news/stories/S6YVD4DWRGG0>
- BOJ May Cut Purchases of 10-25 Year Bonds, BNP's Ikawa Says
<https://blinks.bloomberg.com/news/stories/S6YWF9T0G1KW>
- (Japan) Dec. Tokyo CPI Ex Fresh Food YoY, actual 2.1%, est. 2.1%, prior 2.3%
- (Japan) Nov. Household Spending YoY, actual -2.9%, est. -2.3%, prior -2.5%
- (Japan) Dec. Tokyo CPI Ex-Fresh Food, Energy, actual 3.5%, est. 3.5%, prior 3.6%
- (Japan) Dec. Tokyo CPI YoY, actual 2.4%, est. 2.5%, prior 2.6%, revised 2.7%
- Yen Rises After BOJ Indicates Cut in Super-Long Bond Buying
BOJ kept same amount of purchases even after frequency reduced
Move suggests 'quite aggressive' cut in buying: analyst
<https://blinks.bloomberg.com/news/stories/S6Z1B8T0G1KW>
- Yen Gains With Bonds as Local Trading Resumes: Inside Japan
<https://blinks.bloomberg.com/news/stories/S6ZA6NT1UM0W>
- Japan's Nikkei 225 Climbs Back to Highest Since 1990 Bubble Era
<https://blinks.bloomberg.com/news/stories/S6B81WDWX2PS>

EM Headlines

- China Hints at More Easing With Possible Reserve Ratio Cut (3)
Central bank to support reasonable growth in credit: official
Stocks closed Monday at the lowest level since February 2019
<https://blinks.bloomberg.com/news/stories/S6YWP9T0AFB4>
- China's Weight in Emerging-Market Index Drops to Record Low (1)
Chinese stocks lost almost \$4 trillion in value since 2021
Current weight in MSCI gauge erases gains of A-share inclusion
<https://blinks.bloomberg.com/news/stories/S6YAXHT1UM0W>
- China Price Wars Break Out Among Consumer Brands as Growth Slows
Aggressive discounts from local players pull in global brands
Low-price strategy is expected to remain a key trend for 2024
<https://blinks.bloomberg.com/news/stories/S6M2DBT1UM0W>
- Xi Vows 'No Mercy' as He Deepens Graft Fight in Key Sectors (2)
President puts finance, energy, infrastructure under spotlight
Crackdown likely to spook industry leaders, stifle activity
<https://blinks.bloomberg.com/news/stories/S6ZEZ3T0AFB4>
- A War Over Taiwan Is a \$10 Trillion Risk to the Global Economy
Taiwan's election highlights the potential for a conflict that would decimate the global economy.
<https://blinks.bloomberg.com/news/stories/S6YW0BT1UM0W>
- Yuan Falls as PBOC's Zou Signals RRR Cuts Possible: Inside China
<https://blinks.bloomberg.com/news/stories/S6Z2A9T1UM0W>
- PBOC May Cut RRR by 0.5 Percentage Point in Next Few Months: JLL
<https://blinks.bloomberg.com/news/stories/S6Z07HTOG1KW>
- RRR-Cut Talks May Turn Out to Be Another Damp Squib: China Today
<https://blinks.bloomberg.com/news/stories/S6YAHADWRGG1>
- Won Gains as Dollar Weakness Offsets Samsung Miss: Inside Korea
<https://blinks.bloomberg.com/news/stories/S6Z0QDDWRGG0>
- South Korea Foreign Travel Spending Up 14% in November Y/Y
<https://blinks.bloomberg.com/news/stories/S6YU7BGQOFSW>
- Rupee Bonds Edge Higher on Index Inclusion Talk: Inside India
<https://blinks.bloomberg.com/news/stories/S6Z8ILDWLU68>
- Bloomberg Proposes Adding India FAR Bonds to EM Local Indexes
<https://blinks.bloomberg.com/news/stories/S6Y1GOTOAFB4>
- India's Exports May Take a \$30 Billion Hit on Red Sea Threats
Conflict has led to a surge in freight cost, inflation threat
Traders holding back 25% of outbound shipments to avoid damage
<https://blinks.bloomberg.com/news/stories/S6O5VBT1UM0W>
- Rupiah Steady as Consumer Confidence Edges Up: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/S6ZCTVDWLU68>
- Bonds Fare Worst in a Year on Poll Jitters: Indonesia Credit (1)
<https://blinks.bloomberg.com/news/stories/S6Z02ST1UM0W>
- Chile Consumer Prices Post Biggest Monthly Drop Since 2013 (2)
Consumer prices fell 0.5% on month, rose 3.9% on year in Dec.



Central bank has said inflation 'clearly' easing to 3% target

<https://blinks.bloomberg.com/news/stories/S6Y00HDWX2PS>

- Bond Sales Hit Record as Emerging Markets See Year of Risks (1)
- Mexico drives \$24 billion issuance spree with blockbuster deal
- Many junk-rated borrowers remain shut out of primary market
- <https://blinks.bloomberg.com/news/stories/S6XLLKDWRGG1>
- Argentina Readies \$1 Billion Bond Payment Amid IMF Talks (1)
Government seeks to unlock \$3.3 billion disbursement
Serial defaulter has interest on several notes due Tuesday
<https://blinks.bloomberg.com/news/stories/S6YI4PDWRGG0>
- Lobbyist's Private Dinner Parties Snag Chile's Political Elite
Interior, economy ministers among those attending parties
Boric said aides did not break the law by attending gatherings
<https://blinks.bloomberg.com/news/stories/S6Y8WEDWRGG0>
- Mexico Peso Rises With Emerging-Currency Peers as Dollar Slips
Investors eye US inflation data; Chile peso falls on CPI data
Turkish banks surge after BofA cites rising investor interest
<https://blinks.bloomberg.com/news/stories/S6YOX8DWRGG0>
- Bolsonaro's Shadow Looms Over a Revamp of the Brazilian Right
Allies say right 'has to be more center-right' after 2022 loss
Bolsonarismo suffering 'leadership crisis' amid political ban
<https://blinks.bloomberg.com/news/stories/S5B3S8DWX2PS>
- Chilean Peso, Swap Rates Drop on Local CPI Data: Inside Andes
<https://blinks.bloomberg.com/news/stories/S6Y45QDWLU68>
- Peso Sinks Most in Two Months on Inflation Surprise: Chile Close
<https://blinks.bloomberg.com/news/stories/S6YAF3DWLU68>

- Saudi Arabia Is Set to Add to Rush of Emerging-Market Bond Deals
<https://blinks.bloomberg.com/news/stories/S6XPZEDWRGG0>
- Poland to Keep Rates on Hold Despite Softer CPI: Decision Guide
Rate decision comes as inflation eases, fiscal spending surges
Spat over governor lingers on as new cabinet considers probe
<https://blinks.bloomberg.com/news/stories/S6XOB1DWX2PS>
- Hungary Industry Drops More Than Expected, Sowing Growth Doubts
<https://blinks.bloomberg.com/news/stories/S6ZG3CDWRGG0>
- Government Bond Yields Rebound From 2023 Plunge: Inside CEE
<https://blinks.bloomberg.com/news/stories/S6XREGDWLU68>
- Czech Dec. Unemployment Rate Rises to 3.7%
<https://blinks.bloomberg.com/news/stories/S6Z1AC6RV5DV>
- South Africa Manufacturer Mood Turns Upbeat on Stronger Activity
PMI exceeds 50 points for the first time in eight months
Less harsh power cuts in December helped business sentiment
<https://blinks.bloomberg.com/news/stories/S6XRBGDWRGG0>
- South Africa Blueprint Sets Out Options to Tackle Energy Crisis
Country seeks to balance need to decarbonize, grow economy
Renewable-energy focused route would require 166GW of capacity
<https://blinks.bloomberg.com/news/stories/S6QVETT1UM0W>