

DM Headlines

- US Retail Sales Rise By Most in Three Months to Cap Holidays
Value of purchases rose 0.6% in December in broad advance
Clothing, general merchandise and e-commerce led gains
<https://blinks.bloomberg.com/news/stories/S7ESV3T1UM0W>
- Surging Debt Supply to Boost Global Yields, Goldman Sachs Says
Fiscal shift, end to central bank support raise risks: Goldman
US medium-term yields may rise 60 basis points in 10 years
<https://blinks.bloomberg.com/news/stories/S7FM92TOG1KW>
- Bonds Slump as Traders Scrap Bets on Fed Cuts Starting in March
Last month, a March rate cut was considered almost definite
Strong retail sales data prompt rethink amid global bond rout
<https://blinks.bloomberg.com/news/stories/S7F8RVT1UM0W>
- Oil Advances as Twin Middle East Strikes Raise Escalation Risks
US hits Houthi launchers in Yemen as Pakistan fires into Iran
Brent climbs above \$78 a barrel with key timespreads widening
<https://blinks.bloomberg.com/news/stories/S7FZOVT0G1KW>
- Bowman Says Fed's Bank Capital Proposal Needs Big Changes (2)
Fed should seek comment on any revised proposal, Bowman says
Bowman 'cautiously optimistic' officials can reach compromise
<https://blinks.bloomberg.com/news/stories/S7F9O4TOG1KW>
- US REACT: Prospect of Lower Rates Boosts Beige Book Outlook
<https://blinks.bloomberg.com/news/stories/S7F8JLT1UM0W>
- JPMorgan Treasury Client Positions Most Neutral in Eight Months
<https://blinks.bloomberg.com/news/stories/S7ENVATOG1KW>
- Wave of Fed Funds, SOFR Futures Sales Hits Front-End Treasuries
<https://blinks.bloomberg.com/news/stories/S7F0TFTOG1KW>
- US 20-Year Bond Auction Tails After Richening Into Bid Deadline
<https://blinks.bloomberg.com/news/stories/S7F3GRT0AFB4>
- Senate to Vote on Stopgap Funding Bill Thursday
<https://blinks.bloomberg.com/news/stories/S7FQ01T1UM0W>

- ECB Signals Tough Stance on Rule Bankers Blame for Lack of Deals
<https://blinks.bloomberg.com/news/stories/S7CWIRT1UM0W>
- ECB PREVIEW: Lagarde Faces Uphill Battle to Trim Rate Cut Hopes
<https://blinks.bloomberg.com/news/stories/S7G0PYT1UM0W>
- ECB's De Cos Backs US Proposals on Bank Capital: FT
<https://blinks.bloomberg.com/news/stories/S7FYJCT1UM0W>
- ECB Officials Converge Around June to Start Cutting Rates
Lagarde describes prospect of summer move as 'likely'
Markets continue to bet on reductions starting earlier
<https://blinks.bloomberg.com/news/stories/S7ER9NT1UM0W>
- Europe Should Focus on Its Problems, Not US Election, Nagel Says
Must improve economic resilience, Bundesbank president says
Germany is 'definitely not' the continent's sick man
<https://blinks.bloomberg.com/news/stories/S7F7ACT0AFB4>



- What the Breakfast Index Told Us About Rampant UK Food Inflation
Easing price pressures are finally bringing relief to shoppers
But the cost of a fry-up is still close to last summer's high
<https://blinks.bloomberg.com/news/stories/S7D3GBT1UM0W>
- UK Housing Market Enters 2024 With Momentum Building, Agents Say
RICS survey finds sales picking up, pressure on prices easing
Buyer demand being boosted by decline in mortgage costs
<https://blinks.bloomberg.com/news/stories/S7EJ3PT0AFB4>
- UK Bonds Tumble as Inflation Pickup Fuels Repricing in Rate Bets
Markets favor four quarter-point cuts instead of five
Consumer price growth unexpectedly accelerated in December
<https://blinks.bloomberg.com/news/stories/S7EW2VT0AFB4>

- Australian Jobs Unexpectedly Slump, Boosting Rate-Cut Wagers (2)
Full-time employment falls by most since height of pandemic
Currency drops up to 0.4% while stocks pare losses after data
<https://blinks.bloomberg.com/news/stories/S7FMW7T0G1KW>
- AUSTRALIA REACT: Slow Job Growth to Lift Unemployment in '24 (1)
<https://blinks.bloomberg.com/news/stories/S7FQPUT0G1KW>
- Aussie at Risk of Extending Decline After Jobs Data, NAB Says
<https://blinks.bloomberg.com/news/stories/S7FLWET0G1KW>
- Jobs Data a 'Dead Rubber' for Aussie; CPI Key: Credit Agricole
<https://blinks.bloomberg.com/news/stories/S7F08QT0AFB4>
- ANZ Bank Now Expects RBNZ Rate Cut in August as Inflation Slows
<https://blinks.bloomberg.com/news/stories/S7FRT4T1UM0W>
- (NZ) Dec. REINZ House Sales YoY, actual 14.1%, prior 12.2%
- (AU) Dec. Employment Change, actual -65,100, est. 15,000, prior 61,500, revised 72,600
- (AU) Dec. Unemployment Rate, actual 3.9%, est. 3.9%, prior 3.9%
- Aussie Bonds Pare Loss on Jobs Data Miss: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/S7FX15T0G1KW>
- New Zealand Real House Prices Fall 6.9% Y/y in December
<https://blinks.bloomberg.com/news/stories/S7F9SSGQOFSW>
- NZ Food Prices, Domestic Airfares Rise at Slower Annual Pace
<https://blinks.bloomberg.com/news/stories/S7FCZCT1UM0W>

- BOJ PREVIEW: YCC on Hold Until Ueda Sees Wage-Led Inflation (1)
<https://blinks.bloomberg.com/news/stories/S7FGIPT0AFB4>
- Ueda's Signaling in Focus as BOJ Mulls Timing of Rate Hike
Governor's take on price-goal progress may offer timing hint
New Year's Day quake seen largely ruling out hike next week
<https://blinks.bloomberg.com/news/stories/S7CGWOT0AFB4>
- (Japan) Jan. Japan Buying Foreign Bonds, actual JPY1.64t, prior JPY542.3b, revised JPY545.2b
- (Japan) Nov. Core Machine Orders YoY, actual -5.0%, est. 0.1%, prior -2.2%
- Bonds, Futures Fall After Another Weak Auction: Inside Japan
<https://blinks.bloomberg.com/news/stories/S7FW2DT0AFB4>
- Japanese Bought Net 1.6 Trillion Yen Overseas Debt Last Week
<https://blinks.bloomberg.com/news/stories/S7FJOYGF4NPC>

EM Headlines

- China Downplays Big Stimulus in 2024, Testing Investor Patience
Economy hits 2023 growth goal, posts severe deflation streak
Premier says Beijing doesn't want to accumulate long-term risk
<https://blinks.bloomberg.com/news/stories/S7FN5ZT0AFB4>
- EM Currencies Are Favoured Over G-10 Peers, TD Securities Says
<https://blinks.bloomberg.com/news/stories/S7FMOIT0G1KW>
- Yuan Pares Gains as Stocks Extend Slump: Inside China
<https://blinks.bloomberg.com/news/stories/S7FQIDT0G1KW>
- China Dollar Bond Sales in Worst Start to Year on Yuan Debt Boom
Issuance slump part of broad Asian trend as high US rates bite
Cheaper local funding also lures Chinese firms back home
<https://blinks.bloomberg.com/news/stories/S7CEQLT0AFB4>
- China's Slumping Commercial Property Seen Luring Bargain Hunters
Office prices have been hurt by slow economy, oversupply
'We've come to a buyer's market,' Colliers manager says
<https://blinks.bloomberg.com/news/stories/S71BEZT0G1KW>
- China's Debt-to-GDP Ratio Rises to Fresh Record of 286.1%
<https://blinks.bloomberg.com/news/stories/S7DYMGT1UM0W>
- Won Rises After Government Cautions on Weakness: Inside Korea
<https://blinks.bloomberg.com/news/stories/S7FHUJT1UM0W>
- S. Korea's FX Authorities Say Won Weakness Is Somewhat Excessive
<https://blinks.bloomberg.com/news/stories/S7E713T0G1KW>
- Putin Meets North Korea's Top Envoy as Arms Flow Builds (1)
Choe Son Hui and Lavrov discussed Ukraine in their talks
Kim believed to be sending weapons to help Putin for his war
<https://blinks.bloomberg.com/news/stories/S7EFEBT0AFB4>
- US, South Korea Speed Up Troop-Funding Talks With Trump in Mind
Two countries set to begin discussions this year on new pact
Trump's demands for hefty increases in funding strained ties
<https://blinks.bloomberg.com/news/stories/S7E2CTT1UM0W>
- Rupiah Steady After BI Signals FX Is in Focus: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/S7FXFFT0AFB4>
- Indonesia Resists Rate Cuts Until Rupiah Shows Firmer Gains (1)
Central bank keeps key rate at 6% as seen by all in survey
Authorities will be patient, monitor domestic and global risks
<https://blinks.bloomberg.com/news/stories/S7EAO6T0G1KW>
- Rupee Bonds Lower as Crude, US Yields Up: Inside India
<https://blinks.bloomberg.com/news/stories/S7FY7AT0AFB4>
- India's Economy to Grow About 7% in Coming Fiscal Year, Das Says
<https://blinks.bloomberg.com/news/stories/S7FO0QT1UM0W>
- Debut 30-Year India Green Bond to Test Appetite for Longer Debt
India to sell 50 billion rupees of eco-friendly bonds Friday
Issuance may fetch a greenium of 3-5 basis points: Bharti AXA
<https://blinks.bloomberg.com/news/stories/S7AMX5T0AFB4>



- Spiking Food Costs Threaten Inflation Progress for Brazil's Poor
Annual inflation slowed most for poorest Brazilians in 2023
El Nino weather effects now making staple foods more expensive
<https://blinks.bloomberg.com/news/stories/S7DC7GT0G1KW>
- Chile's \$1.7 Billion Deal Adds to EM Bond Market Resurgence (2)
South American country sold dollar notes due in five years
Bonds said to price at 85 basis points over US Treasuries
<https://blinks.bloomberg.com/news/stories/S7FAIJT0AFB4>
- US, Mexico to Focus on Reducing Migration in Talks Friday (1)
Mexican foreign minister, defense minister set to visit US
Blinken, Mayorkas to host counterparts after December visit
<https://blinks.bloomberg.com/news/stories/S7FD2QT0AFB4>
- Mexican Peso Is Facing Growing Domestic Political Risks, XP Says
<https://blinks.bloomberg.com/news/stories/S7F9UHT0AFB4>
- Lula Gets New Nemesis in Inflation Fight as El Nino Brings Rain
Food costs rise, growth estimates worsen as weather takes toll
Heavy storms disrupt harvests in agricultural powerhouse
<https://blinks.bloomberg.com/news/stories/S7DUCRT1UMOW>
- Colombia Economists Cut 2024 CPI Est. to 5.39% Vs. 5.70%
<https://blinks.bloomberg.com/news/stories/S7EXERGF4NPC>
- Colombia Nov. Manufacturing Production -6.4% Y/y; Est. -5.5%
<https://blinks.bloomberg.com/news/stories/S7EUTC GF4NPC>

- Qatar Says It's Ready to Sell First Green Bond 'Very Soon'
<https://blinks.bloomberg.com/news/stories/S7ESBZT1UMW>
- Hungary Moves Toward Accelerating Rate Cuts on Disinflation (2)
Central bank to consider 100 basis-point rate cut in January
More arguments for bigger cut than in December, Virag says
<https://blinks.bloomberg.com/news/stories/S7ERWPT0AFB4>
- Nigeria Committed to 'Stay Away' From Renegotiating Debt: Edun
<https://blinks.bloomberg.com/news/stories/S7EF97T1UMOW>
- Bets on Big Devaluation in Egypt Crushed as IMF Deal Nears (1)
Investors are unwinding short-term forward contracts
Hard currency remains scarce after previous devaluations
<https://blinks.bloomberg.com/news/stories/S7EGN8T0AFB4>
- Poland's Duda Ready to Talk Reform, But Stands by Red Line (1)
Polish president said he's 'ready to sit down' with Tusk
Duda says Tusk must respect 'untouchable' judicial appointees
<https://blinks.bloomberg.com/news/stories/S7EP0VT0G1KW>
- Polish MPC Member Wnorowski Sees No Reasons for QT: ISB
<https://blinks.bloomberg.com/news/stories/S7EQPFT0AFB4>
- Forint Falls as Hungary Signals Larger Rate Cut: Inside CEE
<https://blinks.bloomberg.com/news/stories/S7EDO2T0AFB4>
- Czech Year-End Rates Around 4% Would Be 'Nice,' Zamrazilova Says
Vice Governor sees interest-rate cuts at upcoming meetings
Central bank won't underestimate risks of persistent inflation
<https://blinks.bloomberg.com/news/stories/S7EYCGT0G1KW>