

DM Headlines

- Bill Gross Says Fed Should Stop QT, Cut Interest Rates Soon (2)
Fed cuts should come in next 6 to 12 months: Pimco co-founder
US policymakers next meet Jan. 31 to discuss interest rates
<https://blinks.bloomberg.com/news/stories/S7OSPBDWX2PS>
- Goldman's Hatzius Sees US Soft Landing, Basis for March Fed Cut
Bank's chief economist says China headwinds have 'ways to run'
Says easing by Fed in March remains Goldman Sachs's baseline
<https://blinks.bloomberg.com/news/stories/S7ORW9T0G1KW>
- Goldman's Schiffrin Sees Four Rate Cuts, 2% Inflation for 2024
Expects a good year in risky assets but eyes choppy first half
Says Fed is likely to widen inflation target range next year
<https://blinks.bloomberg.com/news/stories/S7O92SDWLU68>
- Oil Holds Gain With Brent Above \$80 as US Pounds Houthis Again
Latest strikes occur after attacks on Red Sea shipping persist
Crude yet to set direction this year amid oversupply concerns
<https://blinks.bloomberg.com/news/stories/S7PCZRDWX2PS>
- Fed Watchdog Clears But Chastises Ex-Officials in Trading Probe
Inspector general says trades created appearance of conflict
Trading scandal boosted scrutiny of central bank governance
<https://blinks.bloomberg.com/news/stories/S7ON92DWLU68>
- JPMorgan Trims Overweight Call on US Bonds as Disinflation Slows
<https://blinks.bloomberg.com/news/stories/S7OTVPDWLU68>
- Goldman Says Sell SOFR Strangles With Fed Cuts 'Bounded' in 2024
<https://blinks.bloomberg.com/news/stories/S7O2OJT1UM0W>
- EURO-AREA INSIGHT: Rates Pain? Not Everyone's Feeling ECB Pinch
<https://blinks.bloomberg.com/news/stories/S7P9SAT1UM0W>
- ECB Says Banks See Euro-Zone Credit Demand Bottoming Out (2)
Bank Lending Survey shows loan standards tightened moderately
Officials set to leave borrowing costs unchanged on Thursday
<https://blinks.bloomberg.com/news/stories/S7PJZIT0AFB4>
- EURO-AREA REACT: BLS Will Make ECB Feel That Rate Cut Can Wait
<https://blinks.bloomberg.com/news/stories/S7PK89DWRGG0>
- ECB Has Finished Hiking, First Cut May Be in Mid-2024, or Sooner
<https://blinks.bloomberg.com/news/stories/S7PBE7T0AFB4>
- ECB staff say Christine Lagarde doing poor job as president, union survey finds
<https://blinks.bloomberg.com/news/stories/S7PG968JRZLS>
- Italy-Germany Yield Gap Reaches Two-Year Low on Rate Cut Bets
Italy-Germany yield spread falls to 152 basis points
The moves have been fueled by bets on interest rate cuts
<https://blinks.bloomberg.com/news/stories/S7O5FAT0AFB4>
- French Government Pledges Quick Measures to Calm Farmer Protests
Tensions come two weeks after new prime minister appointed
FNSEA union says protests to continue, words won't be enough
<https://blinks.bloomberg.com/news/stories/S7ODHEDWX2PS>



- UK Treasury Told Sunak Tax Cuts Have Low Impact on Growth (1)
Analysis given to incoming PM's team in 2022 seen by Bloomberg
Conservatives are building election campaign around tax cuts
<https://blinks.bloomberg.com/news/stories/S7PFQ1DWRGG0>
- Hunt Gets More Room for UK Tax Cuts With Fall in Borrowing (1)
Lower debt interest and better tax receipts drive improvement
UK debt burden remains at highest level since early 1960s
<https://blinks.bloomberg.com/news/stories/S7PDR8DWX2PS>
- UK INSIGHT: Three Reasons Housing Market Could Surprise in 2024
<https://blinks.bloomberg.com/news/stories/S7NGTDT0G1KW>

- Australian Business Conditions Ease as Confidence Remains Weak
<https://blinks.bloomberg.com/news/stories/S7OR6BTOG1KW>
- Australia's Tax Cuts Are Equivalent to Two Rate Cuts, ANZ Says
Government said to be weighing changes to Stage 3 tax cuts
Tax changes were announced by previous government in 2018
<https://blinks.bloomberg.com/news/stories/S7OX1BT1UM0W>
- Australia's Growth Slump to Linger in 1H24 as Rates Impact Hits
<https://blinks.bloomberg.com/news/stories/S7O300T1UM0W>
- (NZ) Dec. Performance Services Index, actual 48.8, prior 51.2, revised 51.1
- (AU) Dec. NAB Business Confidence, actual -1, prior -9, revised -8
- (AU) Dec. NAB Business Conditions, actual 7, prior 9
- Australia Halts 'Golden Visa' Under Broad Migration Overhaul
Investment of \$3.3 million to secure visa said to be scrapped
Australia is planning an overhaul to boost skilled migration
<https://blinks.bloomberg.com/news/stories/S7MSUNT0AFB4>
- AUD, NZD Gain on China Stock Rescue Plan: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/S7P3CFT1UM0W>

- BOJ Keeps Markets Guessing Over Rate Hike Timing After Holding
Central bank indicates a tad more confidence it will hit goal
Yen initially weakens after decision before retracing losses
<https://blinks.bloomberg.com/news/stories/S7P5SVDWX2PS>
- Japan's Repressed Bonds Treat Every BOJ Meet as Live: Macro View
<https://blinks.bloomberg.com/news/stories/S7FJH8T1UM0W>
- (Japan) Jan. BOJ Policy Balance Rate, actual -0.1000%, est. -0.100%, prior -0.100%
- (Japan) Jan. BOJ 10-Yr Yield Target, actual 0.000%, est. 0.000%, prior 0.000%
- Yen Near 150 to Dollar Raises Odds of Jawboning From Japan (1)
Japan's finance minister is closely watching the fx market
Asset managers have started wagering against yen: CFTC data
<https://blinks.bloomberg.com/news/stories/S7OUCNT0G1KW>
- Curve Flattens, Yen Steadies as BOJ Stays on Hold: Inside Japan
<https://blinks.bloomberg.com/news/stories/S7P70BT0AFB4>
- Calm BOJ Reaction Masks Potential Turmoil for Repressed JGBs
<https://blinks.bloomberg.com/news/stories/S7P66FT0AFB4>

EM Headlines

- China Eyes Stock Rescue Package Backed by \$278 Billion (2)
China considers offshore money for stabilization fund: sources
Some policy measures could come as soon as this week
<https://blinks.bloomberg.com/news/stories/S7PCDKT0AFB4>
- Chinese Stocks Bounce Back From Brink on Market Rescue Hopes
HSCEI gauge rises after closing at lowest since October 2022
Investors uncertain if rebound in equities will be sustainable
<https://blinks.bloomberg.com/news/stories/S7P4V3T0AFB4>
- China's Premier Orders More Measures to Arrest Stock Rout (3)
Benchmark CSI 300 closed at a five-year low on Monday
Cabinet was briefed on market situation and considerations
<https://blinks.bloomberg.com/news/stories/S7OU1STOG1KW>
- Yuan Flips to Gain on Stock Market Rescue Effort: Inside China
<https://blinks.bloomberg.com/news/stories/S7PCYPT0AFB4>
- Yuan Squeeze Hits Hong Kong as Fragile Sentiment Spills to FX
Overnight Hibor for yuan surges to highest since April 2022
Move may be result of currency support or seasonal factors
<https://blinks.bloomberg.com/news/stories/S7P78OT1UM0W>
- China Selloff Leads to Record \$38 Trillion Gap With US Stocks
Chinese equities are lacking catalysts, says Foundation Asset
MSCI China Index is 60% cheaper than the US equity benchmark
<https://blinks.bloomberg.com/news/stories/S7NDVGT1UM0W>
- Won Fluctuates on China News; Eyes on BOJ, ECB: Inside Korea
<https://blinks.bloomberg.com/news/stories/S7OU2KDWRRGG0>
- S. Korean Dec. Producer Prices Rise 1.2% Y/y, +0.1% M/m
<https://blinks.bloomberg.com/news/stories/S7NGVBGQOFSW>
- Rupee Bonds Gain on Better-Than-Expected Auction: Inside India
<https://blinks.bloomberg.com/news/stories/S7P7F4DWRGG0>
- India's Tight Liquidity Conditions to Last Through Mid-March
<https://blinks.bloomberg.com/news/stories/S7OY45DWRGG1>
- India's April-Dec. Coal-Based Power Generation Rises 10.1% Y/y
<https://blinks.bloomberg.com/news/stories/S7NT7MDWX2PS>
- Sri Lanka Keeps Interest Rates Unchanged as Economy Rebounds (1)
Headline inflation expected to stabilize around 5% target
Central bank sees room for market lending rates to ease
<https://blinks.bloomberg.com/news/stories/S7OZGGDWX2PS>
- India Tops Hong Kong as World's Fourth-Largest Stock Market (2)
South Asian nation remains a preferred market for investors
China's economic struggles have stymied growth in Hong Kong
<https://blinks.bloomberg.com/news/stories/S7PF4AT0AFB4>
- Rupiah Underperforms as Election Risks Emerge: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/S7P9O2DWX2PS>
- Emerging-Market Star Will Be Put to Test as Jokowi's Exit Looms
Outgoing president cut fiscal deficit, enabled trade surpluses
Country may slide back into 'Fragile Five' list if risks mount



<https://blinks.bloomberg.com/news/stories/S70PS2T0AFB4>

- Lula Unveils \$60 Billion Plan to Revitalize Brazilian Industry
Program aims to modernize, decarbonize major sectors
Real weakens, bonds underperform amid fiscal concerns
<https://blinks.bloomberg.com/news/stories/S706OXDWRGG0>
- Brazil Sells \$4.5 Billion in Record Dollar Bond Offering (3)
Latin American nation offered dollar notes due in 2034, 2054
Year has seen swath of EM deals despite selloff in risk assets
<https://blinks.bloomberg.com/news/stories/S70JRNDWRGG0>
- Milei Suspends Plan to Privatize Argentina State Oil Company YPF
Surrendering control of oil firm abandoned in haggle over bill
Libertarian had targeted divestments to shrink government
<https://blinks.bloomberg.com/news/stories/S7054FDWRGG1>
- Mexico's Deportations to be Matched by Aid Package, Barcena Says
<https://blinks.bloomberg.com/news/stories/S704VJDWLU68>
- Haddad Seeks Deal With Congress on Payroll Tax Bill in Next Week
Changing fiscal goal was not discussed with Lula, he said
Brazil's finance minister spoke in TV interview on Monday
<https://blinks.bloomberg.com/news/stories/S7FCNLT1UM0W>
- Chile Bond Sale to Tempt Government to Scrap Three-Week-Old Plan
Chile sold \$1.7 billion of notes at 85 bps over Treasuries
Sale represented all hard-currency issuance planned for year
<https://blinks.bloomberg.com/news/stories/S7MAFRDWLU68>
- BofA Recommends Selling Colombian Peso on Large Risk Premium
<https://blinks.bloomberg.com/news/stories/S7OFIMDWLU68>

- Saudi Wealth Fund Joins EM Rush With \$5 Billion Dollar Bond (3)
Public Investment Fund sold 5-, 10- and 30-year debt
Sale follows Saudi government's \$12 billion deal this month
<https://blinks.bloomberg.com/news/stories/S7OM7CDWX2PS>
- Ex-Employee Widens Claims Against Turkey Bank Chief's Father
Former employee says she was fired by governor's father
Governor's father not employee of Turkey's central bank
<https://blinks.bloomberg.com/news/stories/S7K44YDWX2PS>
- Hungary's Finance Minister Warns Inflation Risks Linger, VG Says
Varga calls for cautious approach to stimulus spending
Minister's views at odds with PM Orban's expansionary push
<https://blinks.bloomberg.com/news/stories/S7K9YWDWRGG0>
- Poland's Tusk Promises Aid in Reset of Frayed Ukraine Ties (2)
Warsaw, Kyiv will jointly invest to boost defense capabilities
Relations have soured following a spat over grain ban
<https://blinks.bloomberg.com/news/stories/S7NVHDDWRGG0>
- EU Ready to Play Hardball With Hungary Over Blocked Ukraine Aid
Budapest opposes revamping EU fund for Ukraine weapons aid
Rest of the EU could push ahead and toughen stance on Hungary
<https://blinks.bloomberg.com/news/stories/S7063CDWRGG0>