

## DM Headlines

- Demand for Fed Funding Tool Hits Record Before Rate Hike (1)  
Officials raised cost to borrow from Bank Term Funding Program  
Bank demand for tool climbs to fresh record at \$167.8 billion  
<https://blinks.bloomberg.com/news/stories/S7U8N6DWX2PS>
- US Extends Lead Over China in Race for World's Biggest Economy  
US ends 2023 with a bang while China struggles with a bust  
Ex-IMF official calls it 'a striking turn of fortunes'  
<https://blinks.bloomberg.com/news/stories/S7TX1RDWRGG0>
- Bond Traders Slightly More Optimistic on Fed After Mixed Data  
Treasury yields decline after 4Q GDP readings, jobless claims  
Swap contracts price in several more basis points of easing  
<https://blinks.bloomberg.com/news/stories/S7TLQLDWLU68>
- Oil Set for Best Week Since October on Rising Geopolitical Risks  
Crude aided by Red Sea, Europe tensions, and US stockpile draw  
Brent holds near \$82 a barrel after rising over 4% this week  
<https://blinks.bloomberg.com/news/stories/S7UWVNDWX2PS>
- Demand for Reverse Repo Facility Evaporates as GSE Cash Exits  
<https://blinks.bloomberg.com/news/stories/S7U58MDWRGG0>
- Credit Shock Lies Ahead If US Economy Tips Into Recession  
<https://blinks.bloomberg.com/news/stories/S7U3M9DWRGG0>
- US Seven-Year Auction Tails Slightly After Rally Into Deadline  
<https://blinks.bloomberg.com/news/stories/S7TWT3DWLU68>
- US PREVIEW: Core PCE Inflation on Fast Track Toward 2%  
<https://blinks.bloomberg.com/news/stories/S7UT4YT0AFB4>
  
- Lagarde's Talk of Summer ECB Cut Sees Traders Bet on April (1)  
Remarks come after officials left deposit rate at 4% again  
Markets took dovish message from Lagarde's news conference  
<https://blinks.bloomberg.com/news/stories/S7TT58T0G1KW>
- Traders See Deeper, Quicker Cuts From ECB After January Hold (1)  
Money markets point to more than 50bps of easing by June  
German bonds rally, with two-year yield down as much as 10bps  
<https://blinks.bloomberg.com/news/stories/S7TNTVDWX2PS>
- Traders Add to ECB Rate-Cut Bets, See 50bps Easing by June  
<https://blinks.bloomberg.com/news/stories/S7TM5PDWRGG0>
- ECB's Panetta Sees Common Safe Asset as Crucial for Europe  
<https://blinks.bloomberg.com/news/stories/S7UWPODWRGG0>
- ECB's Kazaks Says Worst Mistake Would Be Cutting Too Early (1)  
Latvian official speaks to Bloomberg TV after rates held at 4%  
Policymakers are converging around mid-year for first rate cut  
<https://blinks.bloomberg.com/news/stories/S7UWHFDWLU68>
- Reuters: The euro zone should not weaponize its own currency in a global conflict as that could ultimately undermine it, an influential European Central Bank policymaker said, just as the EU was contemplating seizing Russian state assets <https://reut.rs/42dmFxr>



- UK Consumer Confidence Hits Two-Year High as Inflation Cools  
GfK says households are more optimistic about their finances  
Sunak is counting on feel-good factor to boost his Tory party  
<https://blinks.bloomberg.com/news/stories/S7T9W4T0AFB4>
- UK, Canada Blame Each Other as Trade-Deal Talks Break Down (1)  
Canada had hoped to gain access for pork, beef exports  
Britain wanted extension of low tariffs on cheese shipments  
<https://blinks.bloomberg.com/news/stories/S7U3NTDWX2PS>
- (UK) Jan. GfK Consumer Confidence, actual -19, est. -21, prior -22
- Britain Starts Design Work on a Digital Version of the Pound (1)  
Treasury and Bank of England haven't yet made a final decision  
Privacy and security of transactions remain a concern  
<https://blinks.bloomberg.com/news/stories/S7TD2BTOG1KW>
- UK M&A to Take Off in 2024 as Survey Sees Transformational Deals  
88% of UK corporates see a positive outlook for M&A this year  
Financials, real estate among sectors vulnerable to takeovers  
<https://blinks.bloomberg.com/news/stories/S7TQCZDWRGGG>
- BOE to Hold, Could Soften Tone on Improving Inflation Outlook  
<https://blinks.bloomberg.com/news/stories/S7U8WODWLU69>
  
- Australia Braces for Wild Weather After Ex-Tropical Cyclone (1)  
Storm has uprooted trees, felled powerlines in Queensland  
Intense rain and damaging winds possible over Friday, weekend  
<https://blinks.bloomberg.com/news/stories/S7UDGTT1UM0W>
- Australia's Inflation to Slow Sharply But Leave RBA Wanting More  
<https://blinks.bloomberg.com/news/stories/S7U8WODWX2PW>
- New Zealand's Fast CPI Retreat Could Dent RBNZ's Hawkish Stance  
<https://blinks.bloomberg.com/news/stories/S7TMU4T0AFB4>
  
- Tokyo's Sharp Cooling of Inflation Complicates BOJ's Price View  
Price growth in capital weakens below 2% and beyond forecasts  
BOJ still seen ending negative rate then pausing in easy mode  
<https://blinks.bloomberg.com/news/stories/S7UD3JDWX2PS>
- BOJ Minutes Hint at Proximity of Rate Hike as Exit Talk Grows  
<https://blinks.bloomberg.com/news/stories/S7UEFYT0AFB4>
- (Japan) Jan. Tokyo CPI Ex-Fresh Food, Energy, actual 3.1%, est. 3.4%, prior 3.5%
- (Japan) Jan. Tokyo CPI Ex Fresh Food YoY, actual 1.6%, est. 1.9%, prior 2.1%
- (Japan) Jan. Tokyo CPI YoY, actual 1.6%, est. 2.0%, prior 2.4%
- (Japan) Dec. PPI Services YoY, actual 2.4%, est. 2.4%, prior 2.3%, revised 2.4%
- Bonds Rise After Tokyo CPI Slower Than Forecast: Inside Japan  
<https://blinks.bloomberg.com/news/stories/S7UNSBT0G1KW>
- Japan Year-to-Date Sovereign Bond Sales \$242.5B  
<https://blinks.bloomberg.com/news/stories/S7UG4KGQOFSW>
- Biden to Host Japan PM for April 10 State Visit: White House  
<https://blinks.bloomberg.com/news/stories/S7TT0IDWX2PS>

## EM Headlines

- Citigroup Is Cautious on Emerging-Market FX on Bearish Yuan View  
<https://blinks.bloomberg.com/news/stories/S7UGODT0AFB4>
- Yuan Stages Rebound to Lend PBOC a Much-Needed Helping Hand  
Chinese currency has risen against basket of trading partners  
Bearish bets, volatility outlook also have ebbed for the yuan  
<https://blinks.bloomberg.com/news/stories/S7SLYCT1UM0W>
- Kim Jong Un's Russia Lifeline Gives Big Reason to Avoid War (1)  
Weapons sales to Russia, resumed China trade aiding economy  
Kim's bellicose talk, military moves don't mean war is likely  
<https://blinks.bloomberg.com/news/stories/S7UJYYDWLU68>
- CNH Trims Weekly Gain on Downbeat Sentiment: Inside China  
<https://blinks.bloomberg.com/news/stories/S7ULCOT1UM0W>
- China Signals More Targeted Stimulus to Follow Abrupt RRR Cut  
PBOC earmarks plan to target specific areas of economy  
RRR cuts to become less frequent going forward, StanChart says  
<https://blinks.bloomberg.com/news/stories/S7TDQRT0G1KW>
- Top US, China Officials to Meet in Thailand, Fostering Contacts  
Jake Sullivan, Wang Yi to hold discussions in Thailand soon  
Washington, Beijing recently taking steps to stabilize ties  
<https://blinks.bloomberg.com/news/stories/S7UELEDWLU68>
- Japan Executives Leave Beijing With Key Issues Unresolved (1)  
No progress seen on Japanese request for visa-free entry  
Japan's investment in 2023 likely slowed to lowest in decade  
<https://blinks.bloomberg.com/news/stories/S7UJBET0AFB4>
- Won Edges Lower on Dollar's Overnight Gains: Inside Korea  
<https://blinks.bloomberg.com/news/stories/S7UEG1TOG1KW>
- GLOBAL INSIGHT: More Sound and Fury from North Korea in 2024 (1)  
<https://blinks.bloomberg.com/news/stories/S7UDRRT0AFB4>
- Inflation to Slow in January, But Not Enough for Bank of Korea  
<https://blinks.bloomberg.com/news/stories/S7U8WODWLU6A>
- South Korea's Steady GDP Growth Backs Tight Rate for Now  
<https://blinks.bloomberg.com/news/stories/S7U09VDWX2PS>
- IDR Consolidates, Traders Weigh Political Risk: Inside Indonesia  
<https://blinks.bloomberg.com/news/stories/S7UJQ5T0AFB4>
- Indonesia Finance-Minister Questions to Weigh on Rupiah: Stonex  
<https://blinks.bloomberg.com/news/stories/S7STLIDWLU68>
- Rupee, Bonds Tread Water in Holiday Shortened Week: Inside India  
<https://blinks.bloomberg.com/news/stories/S7TEMRDWRGG0>
- India Sells 330 Billion Rupees of Bonds in Auction, RBI Says  
<https://blinks.bloomberg.com/news/stories/S7T4BGDWX2PT>
- Investors Ramp Up FX Hedges on Mexico Debt as US Election Looms  
Peso hedging ratio climbs to 36% in January, State Street says  
FX buffer eclipses levels before Trump's 2016 election victory  
<https://blinks.bloomberg.com/news/stories/S7PFPMT0G1KW>



- Low-Cost Brazilian Airline Gol Files for Bankruptcy in US (3)  
Company seeks court protection from creditors in New York  
Gol has grappled with heavy debt burden, investor skepticism  
<https://blinks.bloomberg.com/news/stories/S7U7FWDWLU68>
- Colombia Declares National Disaster as Wildfires Destroy Forests  
Andean nation registered 31 separate fires with more expected  
El Nino phenomenon caused months of hot, dry weather  
<https://blinks.bloomberg.com/news/stories/S7TJ38DWLU69>
- Ecuador Constitutional Court Clears Bilateral US Security Deals  
<https://blinks.bloomberg.com/news/stories/S7U1Z2T1UM0W>
- Mexico Unemployment Rate Fell to 2.61% in Dec.; Est. 2.61%  
<https://blinks.bloomberg.com/news/stories/S7TG0WQGQD79C>
- MXN Extends Rise as US Data Defy Recession Calls: Inside Mexico  
<https://blinks.bloomberg.com/news/stories/S7TL6DT0AFB4>
- Venezuela, Guyana Pledge to Keep Peace Amid Territorial Dispute  
Foreign ministers met in Brazil amid tensions over Essequibo  
Brazil sees meeting as proof of commitment to dialogue  
<https://blinks.bloomberg.com/news/stories/S7U3ART1UM0X>
- Brazil Politics: Lula Increases Involvement in Corporate Sectors  
<https://blinks.bloomberg.com/news/stories/S7TFLEDWLU68>
- COP Extends Drop, CLP Pares Losses in Mixed EMFX: Inside Andes  
<https://blinks.bloomberg.com/news/stories/S7TLMXT1UM0W>
- Chile to Accelerate Easing With 100-Bp Rate Cut  
<https://blinks.bloomberg.com/news/stories/S7U8WODWLU6C>
  
- Forint Whipsawed on Government-Central Bank Loan Rate Clash (3)  
Ministry presses ahead toward loan reference rate switch plan  
Forint around 3-month low amid conflict with central bank  
<https://blinks.bloomberg.com/news/stories/S7TMMYDWRGG0>
- Hungarian Parliament Won't Rush Sweden's NATO Bid, Speaker Says  
<https://blinks.bloomberg.com/news/stories/S7T5D8DWLU69>
- Tusk Proposes Lifting Europe's Tightest Abortion Restrictions  
Polish premier seeks consensus in governing coalition  
Abortion laws at center of question to undo nationalist legacy  
<https://blinks.bloomberg.com/news/stories/S7TJV0DWX2PS>
- Poland's Economy Is Back to Pre-Energy Shock Size  
<https://blinks.bloomberg.com/news/stories/S7UU06DWLU68>
- Hungary Drops Opposition to €5 Billion Weapons Fund for Ukraine  
Budapest won't block creation of facility, people familiar say  
Prime Minister Orban faces growing pressure to compromise  
<https://blinks.bloomberg.com/news/stories/S7T3H9DWX2PS>
- Hungary Set to Miss 2024 Budget Deficit Goal: Finance Minister  
<https://blinks.bloomberg.com/news/stories/S7TUW6DWRGG0>
- Czechs Cut Growth Outlook on Weaker Household Spending, Exports  
<https://blinks.bloomberg.com/news/stories/S7T5AWDWLU68>
- Poland's 2024 Budget Keeps the Deficit at 5% of GDP  
<https://blinks.bloomberg.com/news/stories/S7UU06DWRGG1>