

DM Headlines

- Treasury Cuts Quarterly Borrowing Estimate to \$760 Billion (1)
Department releases borrowing estimate for January to March
Treasury also predicts \$202 billion net borrowing next quarter
<https://blinks.bloomberg.com/news/stories/S81HA7T0AFB4>
- Fed's QT Taper Seen Taking Longer, Wrightson Says (1)
Central bank's next policy meeting commences on Tuesday
Reverse repo facility shrinking faster than balance sheet
<https://blinks.bloomberg.com/news/stories/S81KNUT1UM0W>
- Slump at Texas Factories Mirrors Weakness in Other Fed Surveys
Dallas Fed general business activity gauge slumps 17 points
Downbeat regional Fed surveys follow solid fourth-quarter GDP
<https://blinks.bloomberg.com/news/stories/S8168VT1UM0W>
- Oil Steady as Market Waits for US Response to Deadly Attack
Biden seeks tough action that won't spark warfare with Iran
Brent futures trade above \$82 after dropping 1.4% on Monday
<https://blinks.bloomberg.com/news/stories/S82BICT1UM0W>
- US Seeks Just-Tough-Enough Response to Deadly Mideast Attack (2)
Iranian forces operating outside the country could be targets
Attacking Iran directly would risk a wider war, analyst says
<https://blinks.bloomberg.com/news/stories/S826HMT0G1KW>
- Swap Spreads Snap Wider After Treasury Cuts Borrowing Estimates
<https://blinks.bloomberg.com/news/stories/S81GLKDWLU68>
- US INSIGHT: 60,000 Headlines + NLP Algo Flag Fed Rate Cut in May
<https://blinks.bloomberg.com/news/stories/S81OHCTOG1KW>
- US PREVIEW: Openings Likely Held Steady Amid Holiday Hiring (1)
<https://blinks.bloomberg.com/news/stories/S826QWT0AFB4>

- SPAIN REACT: GDP Beat Overstates Momentum, CPI Up on Taxes
<https://blinks.bloomberg.com/news/stories/S82GOHT0AFB4>
- Kazimir Says June More Likely Than April for First ECB Cut (3)
Acting hastily risks derailing inflation progress made so far
Slovakia's central bank chief comments in opinion piece
<https://blinks.bloomberg.com/news/stories/S8102OT0AFB4>
- Italy and Spain Outperform as France Avoids Downturn: GDP Latest
Data are part of a flurry of reports from across euro zone
Region has been struggling amid high inflation, energy crisis
<https://blinks.bloomberg.com/news/stories/S82H88T1UM0W>
- GERMANY REACT: Now Sick, Soon Tired? Growth Recap
<https://blinks.bloomberg.com/news/stories/S82HRMT1UM0W>
- French Government Plans New Measures to Calm Farmer Protests (1)
Prime minister met again with union leaders for further talks
Attal is due to deliver policy speech in parliament on Tuesday
<https://blinks.bloomberg.com/news/stories/S82DPVT1UM0W>



- Inflation in UK Shops Drops to Lowest in More Than a Year (1)
Shop prices rose 2.9% in January, weakest rate since May 2022
Higher living wage poses obstacle to inflation easing further
<https://blinks.bloomberg.com/news/stories/S82C7WT0G1KW>
- (UK) Jan. BRC Shop Price Index YoY, actual 2.9%, prior 4.3%
- UK Mortgage Approvals Rise to 50.5k in December Vs. Est. 53k
<https://blinks.bloomberg.com/news/stories/S82IIRGENSW0>
- UK INSIGHT: What BOE Voting History Can Tell Us About Rate Cuts
<https://blinks.bloomberg.com/news/stories/S82DMVT1UM0W>

- Australia December Retail Sales Slump, Sending Bonds Higher (1)
Decline was biggest in a year and erased all of November rise
December weakness is becoming a trend amid Black Friday sales
<https://blinks.bloomberg.com/news/stories/S81TRWT1UM0W>
- AUSTRALIA REACT: Sales Slump More Than a Black Friday Hangover
<https://blinks.bloomberg.com/news/stories/S81XOCT0G1KW>
- RBNZ Has Way to Go to Get Inflation to 2%, Chief Economist Says
Speech dashes hopes for early rate cuts, sending Kiwi higher
Non-tradables inflation is proving stickier, far from midpoint
<https://blinks.bloomberg.com/news/stories/S81HPET1UM0W>
- RBNZ Official's Speech Not as Dovish as Market Expected: Westpac
<https://blinks.bloomberg.com/news/stories/S81VTHT1UM0W>
- (AU) Dec. Retail Sales MoM, actual -2.7%, est. -1.7%, prior 2.0%, revised 1.6%
- NZD Extends Conway Speech Gains, AUD Lags: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/S822BDT0AFB4>
- NZ Finance Minister Nicola Willis Says Inflation Is Far Too High
<https://blinks.bloomberg.com/news/stories/S81XBKT0G1KW>
- RBNZ Rate Hike Next Month Can't Be Ruled Out, ANZ Says
<https://blinks.bloomberg.com/news/stories/S81QUJT1UM0W>

- Japan 2-Year Debt Sale Draws Lower-Than-Estimated Cut-Off Price
<https://blinks.bloomberg.com/news/stories/S2NH6ETOG1KW>
- Japan Two-Year Note Sale Result Is "Weak" Amid BOJ Bets: Mizuho
<https://blinks.bloomberg.com/news/stories/S822N3T1UM0W>
- Toyota Union Seeking Higher Wages, Bonus in Annual Negotiations
Higher prices, corporate profits fueling demands for increases
Workers to present proposals to management in February
<https://blinks.bloomberg.com/news/stories/S812Q5DWX2PS>
- Japan Job Market Remains Tight, Keeping Hopes for Wage Hikes (2)
Unemployment rate falls to lowest level since January
BOJ closely watching labor market for virtuous cycle signs
<https://blinks.bloomberg.com/news/stories/S81RPUT1UM0W>
- (Japan) Dec. Japan Unemployment (SA), actual 2.4%, est. 2.5%, prior 2.5%
- Japan's PM Pushes for Higher Wages as Election Talk Swirls (2)
Kishida's slumping support begins to level out in latest polls
Bid to clear up ruling party scandal gains degree of approval
<https://blinks.bloomberg.com/news/stories/S82D81T1UM0W>

EM Headlines

- China's 10-Year Yield Falls to Two-Decade Low on Rate Cut Hopes
Investors seek out haven assets as risk sentiment sours
Expectations in market of more stimulus to boost growth
<https://blinks.bloomberg.com/news/stories/S81YBDT0G1KW>
- China Markets Show Pressure Is Growing for Beijing to Do More
Optimism over potential rescue package for market is fading
Key equity gauges slide Tuesday while government bonds rise
<https://blinks.bloomberg.com/news/stories/S82ASUT0AFB4>
- BNP Paribas Sees China 10-Year Yield Falling on Rate Cut Bets
<https://blinks.bloomberg.com/news/stories/S81YMLT0AFB4>
- Evergrande Faces Renewed Liquidation Risk in Wind-Up Hearing
Uncertainty over status of petitioners before Monday session
Wind-up of developer would exacerbate China's housing crisis
<https://blinks.bloomberg.com/news/stories/S7P4FIT1UM0W>
- China Stocks' Lost Decade Means an Uphill Battle to Regain Trust
MSCI China Index has lost about 17% since end of 2013
Investor skepticism abounds as authorities mull stimulus
<https://blinks.bloomberg.com/news/stories/S7VHLVDWRGG0>
- China 10-Year Yield Slips to Two-Decade Low: Inside China
<https://blinks.bloomberg.com/news/stories/S82EBST0AFB4>
- China Long-Dated Bond Yields May Drop Further: Citic Securities
<https://blinks.bloomberg.com/news/stories/S81VPET0AFB4>
- Here's What China Is Doing to Boost Economy, Rescue Markets
Policymakers free up cash for banks, expand developer funding
Economic recovery still hampered by property crisis, deflation
<https://blinks.bloomberg.com/news/stories/S806DUT0AFB4>
- Won Rises Ahead of Retail Sales, Factory Data: Inside Korea
<https://blinks.bloomberg.com/news/stories/S81SE8T0G1KW>
- Korea's Kospi Up on Policy Tailwind Expectations, Foreign Buying
<https://blinks.bloomberg.com/news/stories/S80AKIT0G1KW>
- Rupiah Gains as BI Buys Bonds to Support FX: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/S81YPJT0AFB5>
- Indonesia's Domestic Consumption Might Hold Up With Job Creation
<https://blinks.bloomberg.com/news/stories/S81UEKT0AFB4>
- Rupee Bonds Gain, Helped by Foreign Investor Flows: Inside India
<https://blinks.bloomberg.com/news/stories/S826IXT1UM0W>
- India Says It's Possible for Growth to Exceed 7% in Coming Years
<https://blinks.bloomberg.com/news/stories/S80CUDT0AFB4>

- Milei Backs Down Again in Bid to Pass Tough Argentina Reform (1)
Government concedes on powers after pulling fiscal chapter
Debate in congress set for Wednesday as alliances firm up
<https://blinks.bloomberg.com/news/stories/S81FSJT1UM0W>
- Argentina May Embrace Monthly Peso Devaluation of 5%: Barclays
<https://blinks.bloomberg.com/news/stories/S814GKT0G1KW>



- Argentina Bonds Fall Most in Latin America as Austerity Shelved
<https://blinks.bloomberg.com/news/stories/S811VLT1UM0W>
- Venezuela, PDVSA Bonds Slide as US Reviews Sanctions
<https://blinks.bloomberg.com/news/stories/S80YEUT1UM0W>
- Third Mine Disaster in a Decade Tests ESG Boundaries in Brazil
Investors dumped Braskem debt after mine partially collapsed
The selloff lasted less than a month before prices recovered
<https://blinks.bloomberg.com/news/stories/S5QAFGDWLU68>
- US Reviews Venezuela Sanctions as Machado Blocked From Vote (2)
Venezuela court barred main opposition candidate from election
Government also arrested opposition figures for alleged plot
<https://blinks.bloomberg.com/news/stories/S7XVPRT1UM0W>
- MEXICO INSIGHT: Model Shows Growth Forecasts May Be Too Bullish
<https://blinks.bloomberg.com/news/stories/S81PRST0G1KW>
- Brazil's Large Fiscal Gap Shows Hurdles to Balancing 2024 Budget
December central budget deficit was 116.1 billion reais
Lula's economic team is seeking ways to increase revenues
<https://blinks.bloomberg.com/news/stories/S80XNLT0AFB4>
- Peso, Swap Yields Decline Ahead of Rate Decision: Chile Close
<https://blinks.bloomberg.com/news/stories/S81E6FT1UM0X>
- Minister Says Energy Rates Won't Rise; Oil Falls: Colombia Today
<https://blinks.bloomberg.com/news/stories/S80WFXT1UM0W>

- Poland Won't Afford Wide Energy Price Freeze Beyond 1H: Minister
<https://blinks.bloomberg.com/news/stories/S81946T1UM0W>
- Kyiv Moves to Defuse Corruption Outcry: Eastern Europe Edition
<https://blinks.bloomberg.com/news/stories/S827ABDWRGG0>
- Vanguard EM Bond ETF Sees Record Inflow as Bulls Tout Risky Debt
Cheaper Vanguard EM fund may be luring buy-and-hold investors
US data, Fed meeting has traders looking for risk bets
<https://blinks.bloomberg.com/news/stories/S813OFT0G1KW>
- Forint Plunge Throws Off Hungarian Rate Cut Bets: Decision Guide
Central bank still seen cutting base rate to 9.75% from 10.75%
Forint has been worst-performing currency in past two weeks
<https://blinks.bloomberg.com/news/stories/S80R1LT1UM0W>
- EU Pursues Last-Minute Deal With Hungary on Ukraine Aid (1)
Officials says significant hurdles remain in talks with Orban
Some EU members discuss whether to punish Hungary over veto
<https://blinks.bloomberg.com/news/stories/S815IHT0AFB4>
- Hungary Moves to Resolve Central Bank Row After Forint Hit
<https://blinks.bloomberg.com/news/stories/S810B8T0AFB5>
- Hungary Cabinet Agrees With Banks on 'Voluntary' Loan Margin Cut
<https://blinks.bloomberg.com/news/stories/S80ZEVT0AFB4>
- Czech Central Banker Weighs Bigger Rate Cut as Economy Sputters
Holub says he's 'pretty open' to discussing half-point cut
Subdued wage growth, fiscal restraint damping core inflation
<https://blinks.bloomberg.com/news/stories/S80ROLT1UM0X>