

DM Headlines

- Treasuries Surge as Bank Stock Rout Rekindles Fed Rate-Cut Hopes
US five-year note's yield falls to lowest level since June
Longer-maturity yields tumble 10 basis points on day
<https://blinks.bloomberg.com/news/stories/S86RNXT0G1KW>
- Bond Traders Are Caught Offside as Bank Shock Sparks Stampede
Volumes for Fed-sensitive SOFR futures soar after bank loss
Comments from Fed's Powell spur fresh round of position shifts
<https://blinks.bloomberg.com/news/stories/S86QJFDWX2PS>
- Goldman, BofA Throw in the Towel on March Rate Cut From Fed
Economists now weighing chances of easing as early as May
Swaps traders raise bets on May, June interest rate cuts
<https://blinks.bloomberg.com/news/stories/S86JWIT0G1KW>
- Money-Market Fund Assets Reach \$6 Trillion for First Time
Assets jumped by \$41.7 billion in week through Jan. 31: ICI
Investors returned to money markets in run-up to Fed decision
<https://blinks.bloomberg.com/news/stories/S873KUT0G1KW>
- Bank Term Funding Borrowings Edge Lower After Fed Raised Rate
Program volume fell to \$165 billion in week through Jan. 31
Central bank policymakers said BTFP will shutter March 11
<https://blinks.bloomberg.com/news/stories/S87570T0AFB4>
- JPMorgan Says Exit Five-Year Treasury Bets, Bank Angst Overdone
Sees upside surprise for January payrolls data on Friday
Stays bullish on medium-term Treasuries in the long run
<https://blinks.bloomberg.com/news/stories/S877MBT1UMOW>
- BMO Finds Many Would Buy Treasuries on Weakness After Jobs Data
<https://blinks.bloomberg.com/news/stories/S86YZAT0AFB4>
- Fed's Powell to Discuss Rate Cuts, Inflation Risks on CBS Sunday
<https://blinks.bloomberg.com/news/stories/S84UWET0G1KW>
- Oil Heads for Weekly Drop as Talks for Gaza Ceasefire Advance
Market still waiting for promised US response to Jordan attack
WTI futures rise above \$74, still down almost 5% for the week
<https://blinks.bloomberg.com/news/stories/S87XOHT1UMOW>
- A \$560 Billion Property Warning Hits Banks From NY to Tokyo (2)
Lenders face debt maturities, lower values after thaw in deals
Multifamily also a focus following change in New York rent law
<https://blinks.bloomberg.com/news/stories/S86NBBT1UMOW>

- ECB INSIGHT: Inflation Could Fall Faster Than Policymakers Think
<https://blinks.bloomberg.com/news/stories/S87PP3T1UMOW>
- January Euro-Area HICP Lowers Chance of April ECB Cut
<https://blinks.bloomberg.com/news/stories/S86WXDT0G1KW>
- ECB's Centeno Says Cuts to Neutral Rate Will Be 'Gradual'
<https://blinks.bloomberg.com/news/stories/S86ALRT0G1KW>
- ECB's Lane Sees Profits and Wages Important for Inflation Path
<https://blinks.bloomberg.com/news/stories/S86FF9T1UMOW>



RUBRICS

- Eurozone January Flash CPI Rose 2.8% Y/y, Above Forecast
<https://blinks.bloomberg.com/news/stories/S868PYGFWR28>
- Angry Farmers and Green Shoots: France Prospects in 2024
<https://blinks.bloomberg.com/news/stories/S86W43T0AFB4>
- BOE Opens Prospect of Rate Cuts in 2024 If Inflation Eases (1)
Key interest rate left unchanged at 5.25% in split vote
Central bank drops guidance that borrowing costs may rise
<https://blinks.bloomberg.com/news/stories/S86GU8TOG1KW>
- Why Bank of England's Interest Rate Cuts May Lag Fed and ECB
BOE hints lower borrowing costs coming, but Bailey hesitates
Red Sea attacks, wages and fiscal policy may push up prices
<https://blinks.bloomberg.com/news/stories/S86Q2GDWRGG0>
- Aussie Long End May Benefit as RBA Rates Pushback Looms: Westpac
<https://blinks.bloomberg.com/news/stories/S87DP6TOG1KW>
- Australia Dec. Home Loans Value -4.1% M/m; Est. +1% (Table)
<https://blinks.bloomberg.com/news/stories/S87DNHGFA9Z4>
- AUSTRALIA REACT: Lending Slump Reveals Yet More Rate Hike Pain
<https://blinks.bloomberg.com/news/stories/S87JP7T1UMOW>
- (NZ) Jan. ANZ Consumer Confidence MoM, actual 0.5%, prior 1.3%
- (NZ) Jan. ANZ Consumer Confidence Index, actual 93.6, prior 93.1
- (NZ) Dec. Building Permits MoM, actual 3.7%, prior -10.6%
- (AU) 4Q PPI QoQ, actual 0.9%, prior 1.8%
- (AU) 4Q PPI YoY, actual 4.1%, prior 3.8%
- Worst May Be Over for Aussie, NZ Dollar: Capital Economics
<https://blinks.bloomberg.com/news/stories/S87H1WT0AFB4>
- Aussie Rises on Risk-On Mood, Hedging Flows: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/S87P75T0AFB4>
- Infometrics Now Expects RBNZ to Begin Cash Rate Cuts in August
<https://blinks.bloomberg.com/news/stories/S85PU1TOG1KW>
- Japan's Steep Bond Curve May Flatten on Policy Shifts, M&G Says
<https://blinks.bloomberg.com/news/stories/S87A0DT0AFB4>
- World's Largest Pension GPIF Has \$39 Billion Quarterly Gain (1)
Dollar's slump weighs on performance of overseas assets
GPIF to use foreign bond futures, FX forwards to control risk
<https://blinks.bloomberg.com/news/stories/S87V24TOG1KW>
- Bonds Rise, Yen Rangebound as US Data Awaited: Inside Japan
<https://blinks.bloomberg.com/news/stories/S87N8MT0AFB4>
- Aozora Delivers Grim Reminder of Japan Carry-Trade Risk
<https://blinks.bloomberg.com/news/stories/S87FLWTOG1KW>
- Gamble on US Commercial Property Blows Up for Japan's Aozora (1)
Overseas loans account for about a third of bank's lending
Shares fall most in 15 years as trading volume surges
<https://blinks.bloomberg.com/news/stories/S87DE6TOG1KW>

EM Headlines

- China's Central Bank Adds \$21 Billion in Cheap Housing Funds (1)
PBOC steps up PSL program for loans from policy-oriented banks
Funds target lending to social housing, renovation projects
<https://blinks.bloomberg.com/news/stories/S87E1KT1UM0W>
- Yuan Pressure Lingers, Limiting PBOC Rate Cuts: StanChart
<https://blinks.bloomberg.com/news/stories/S87FGDT0G1KW>
- China Stocks Swing Wildly in Chaotic End to Worst Week in Years
Chinese benchmarks tumble before paring losses on Friday
Shanghai Composite posts biggest weekly decline since 2018
<https://blinks.bloomberg.com/news/stories/S87VTT0G1KW>
- PBOC Adds Short-Term Liquidity Before Holidays: Inside China
<https://blinks.bloomberg.com/news/stories/S87ZVGT1UM0W>
- China Margin Debt Drops Most Since 2022 as Stock Selloff Deepens
<https://blinks.bloomberg.com/news/stories/S87DTZT0G1KW>
- Won Heads Biggest Weekly Gain in Month on Stocks: Inside Korea
<https://blinks.bloomberg.com/news/stories/S87FJYT0AFB4>
- Korea's Kospi Heads to Best Weekly Gain Since July on Policy Bet
<https://blinks.bloomberg.com/news/stories/S87CDGT0G1KW>
- KOREA REACT: CPI Cools on Supply and Demand, Not Enough for BOK
<https://blinks.bloomberg.com/news/stories/S87AGYT1UM0W>
- Korea Inflation Eases More Than Expected as Concerns Linger (1)
Central bank has sought stable inflation reading in 2% range
Core price pressure cools in relief for Bank of Korea
<https://blinks.bloomberg.com/news/stories/S87DECT1UM0W>
- Rupiah Heads for First Weekly Gain in a Month: Inside Indonesia
<https://blinks.bloomberg.com/news/stories/S87LL9T0G1KW>
- Indonesia's Senior Law Minister Submits Resignation Before Polls
<https://blinks.bloomberg.com/news/stories/S84594T0G1KW>
- Indonesia to Raise Civil Workers' Salary, Pension By March
<https://blinks.bloomberg.com/news/stories/S8646TT0G1KW>
- TikTok Election Campaigns Likely Kept Indonesia Growth Below 5%
Indonesia GDP likely expanded slower than 5% in fourth quarter
Presidential hopefuls are relying on social media campaigning
<https://blinks.bloomberg.com/news/stories/S82CN1T1UM0W>
- Rupee Bonds Rally Into First Auction After Budget: Inside India
<https://blinks.bloomberg.com/news/stories/S87OR2T0AFB4>
- Modi Shuns Populist Budget as Focus Stays on Infrastructure (2)
Finance minister curbs fiscal deficit, reduces borrowing
Last budget before polls lacks major spending, tax measures
<https://blinks.bloomberg.com/news/stories/S864FBT1UM0W>
- El Salvador Bonds Soar as Bukele Vows to Work With IMF
Bukele is running for new presidential term in Sunday's vote
Notes have rallied since investors met Bukele in San Salvador
<https://blinks.bloomberg.com/news/stories/S86LHET1UM0W>



- Brazil Stats Czar Seeks Data Revamp to Include Digital Economy
Pochmann says current methods fail to capture new activities
Botched inflation release puts Lula ally under renewed fire
<https://blinks.bloomberg.com/news/stories/S8167FT1UM0W>
- Mexico's Top Court Voids Government's Statist Power Reform (1)
Supreme court rules against the government's electricity law
Companies argued the legislation hurt renewable energy supply
<https://blinks.bloomberg.com/news/stories/S86M1PT0AFB4>
- Mexico Central Bank to Hold, Fed Shift to Provide Flexibility
<https://blinks.bloomberg.com/news/stories/S87AH9DWLU68>
- Mexico Affirmed at BBB by S&P
<https://blinks.bloomberg.com/news/stories/S87AFT6RV5DT>
- Mexico Jan. Manufacturing Index Rises 51.6
<https://blinks.bloomberg.com/news/stories/S86UZM6RV5DW>
- Chile Economy Falls the Most Since 2022, Capping Bleak Year (2)
Activity fell 1.1% on month and 1% on year in December
Growth seen topping regional average this year after poor 2023
<https://blinks.bloomberg.com/news/stories/S86G4QT0AFB4>
- Chile's Inflation to Slow in January, New CPI Used
<https://blinks.bloomberg.com/news/stories/S87AH9DWRGG1>
- US Officials to Travel to Bogotá as Venezuela Tensions Rise (1)
Meetings to take place a week after the US restored sanctions
Petro has been key ally to Maduro since taking office in 2022
<https://blinks.bloomberg.com/news/stories/S87A06T0G1KW>

- IMF Boss Says Egypt Deal 'Very Close' After Rate Hike Caps Talks
Egypt deal is a 'top priority' for IMF, says managing director
Comments follow central bank's unexpected rate hike Thursday
<https://blinks.bloomberg.com/news/stories/S87PK4T0G1KW>
- Turkey Sovereign Wealth Fund Said to Plan Debut Eurobond Sale
News comes more than 3 years after original plan was shelved
Fund is in talks with investment banks over potential sale
<https://blinks.bloomberg.com/news/stories/S86KZFT1UM0W>
- Poland's Policy Rate to Drop Below 5% by Year-End
<https://blinks.bloomberg.com/news/stories/S879KADWLU68>
- Poland's Sticky Core Inflation to Keep NBP Rate Flat
<https://blinks.bloomberg.com/news/stories/S87AH8DWLU69>
- EU Breaks Deadlock on €50 Billion for Ukraine as Orban Caves (2)
Hungary drops veto after EU leaders decried blackmail
Package provides 'long-term, predictable funding' for Kyiv
<https://blinks.bloomberg.com/news/stories/S86OE7T0G1KW>
- Czech Rep. Jan. PMI 43 vs 41.8 in Dec.; Est. 43.2
<https://blinks.bloomberg.com/news/stories/S864W0F2QVI9>
- South African Factory Mood Plunges to Worst Level Since Pandemic
Slump reflects poor start to the year for manufacturing sector
Expected business conditions index climbs to 58.7 from 57.9
<https://blinks.bloomberg.com/news/stories/S84D5AT1UM0W>