

DM Headlines

- US Yields Hit 14-Month High Amid Auctions, Tariff Speculation
Thirty-year yield climbs to 4.86%, highest since late 2023
Speculation around Trump tariffs roils markets on Monday
<https://blinks.bloomberg.com/news/stories/SPOPFRT0G1KW>
- Dollar Pares Losses After Trump Denies Curbed-Tariffs Report (1)
Bloomberg Dollar Spot Index fell 1%, most in more than a year
FX speculators' dollar longs rose by the most in 4Q 2024
<https://blinks.bloomberg.com/news/stories/SPOPSFT0G1KW>
- Trump Keeps His Negotiating Powder Dry With Tariff Turmoil
Markets, businesses, other nations are guessing what he'll do
President-elect denies he's paring back his tariff ambitions
<https://blinks.bloomberg.com/news/stories/SPOA5XDWLU68>
- Fed's Cook Says Officials Can Be More Cautious With Rate Cuts
Inflation stickier, labor market more resilient than thought
Says rate cuts have 'notably' reduced policy restrictiveness
<https://blinks.bloomberg.com/news/stories/SPOAIZDWRGG0>
- Treasury 3-Year Note Auction Tails by More Than a Basis Point
<https://blinks.bloomberg.com/news/stories/SPOI5YDWRGG0>
- Barr Didn't Want Legal Battle for Fed Job, Even If He Could Win
Barr says choice to resign as Fed's top bank cop was "tough"
Barr to step down Feb. 28 unless successor confirmed earlier
<https://blinks.bloomberg.com/news/stories/SPOQ89T1UMOW>
- Trump Presses to Block Release of DOJ Special Counsel Report
New court filing indicates Jack Smith's report is nearly done
Trump's co-defendants ask Florida federal judge to intervene
<https://blinks.bloomberg.com/news/stories/SPP5QTT0G1KW>
- Blinken Reaffirms Ties With Japan Ahead of Trump's Return
<https://blinks.bloomberg.com/news/stories/SPP130T0G1KW>
- Demand for Fed's RRP Facility Extends Drop After Year-End Spike
<https://blinks.bloomberg.com/news/stories/SPOQUVDWRGG0>
- Canada Tilts Right as Inflation Claims Trudeau as Latest Victim
<https://blinks.bloomberg.com/news/stories/SPP7SVDWLU68>
- Mark Carney Says He's Considering Running to Succeed Trudeau (1)
<https://blinks.bloomberg.com/news/stories/SPP59WDWLU68>



- German Inflation Up More Than Expected, Backing ECB Caution (2)
Consumer prices rise 2.9% from year ago in December; est. 2.6%
Increase driven by energy, food costs, statistics agency says
<https://blinks.bloomberg.com/news/stories/SPO6GODWX2PS>
- GERMANY REACT: Inflation Rise to Be Short-Lived, Sub-2% Coming
<https://blinks.bloomberg.com/news/stories/SPO5TCT1UM0W>
- ECB Sees Labor Market Normalizing After Puzzling Post-Covid Boom
<https://blinks.bloomberg.com/news/stories/SPNUS7T1UM0W>
- German Dream of Becoming a Global Chip Superpower Is Fading Fast
<https://blinks.bloomberg.com/news/stories/SPPCKGDWLU68>
- French Government Tempers Budget Goal to Shelter Economy (2)
Finance minister targets deficit between 5% and 5.5% of GDP
Eric Lombard comments on budget on France Inter radio
<https://blinks.bloomberg.com/news/stories/SPNYZSTOG1KW>

- UK House Prices in First Drop for Nine Months, Halifax Says (1)
The average British home costs £297,166, down 0.2% in December
Mortgage costs remain high, with fewer BOE rate cuts expected
<https://blinks.bloomberg.com/news/stories/SPPIHOT0AFB4>
- Reeves Under Pressure With UK Debt Costs Near 1998 Levels (1)
Labour government plans to borrow more to fuel spending drive
UK selling £297 billion of bonds in the 2024-25 fiscal year
<https://blinks.bloomberg.com/news/stories/SPO7TCT0AFB4>

- Aussie Rises With Kiwi as Asian Stocks Gain: Inside Australia/NZ
<https://blinks.bloomberg.com/news/stories/SPP9TWT1UM0W>

- Japan 10-Year Government Bond Auction Sees Firm Demand
<https://blinks.bloomberg.com/news/stories/SPP4KIT1UM0W>
- Japan's Kato: Will Take Action Against Any Excessive FX Moves
<https://blinks.bloomberg.com/news/stories/SPP4GWT0AFB4>
- BOJ Faces an Open Goal to Hike With Two-Year JGB Yields in Zone
<https://blinks.bloomberg.com/news/stories/SPOZXBT1UM0W>

EM Headlines

- China's Widest-Ever Yield Discount to US Pressures Sluggish Yuan
Currency already taking hits from weak economy, tariff threats
PBOC supports yuan with fix after allowing weakness last week
<https://blinks.bloomberg.com/news/stories/SPP0DWT0G1KW>
- Yuan Short Sellers Squeezed by Soaring Hong Kong Funding Costs
PBOC may deploy liquidity tools to support the yuan, OCBC says
Overnight offshore yuan rate jumps to highest since 2021
<https://blinks.bloomberg.com/news/stories/SPP8Q2T0G1KW>
- China's Biggest Shipping Line Added to US Military Blacklist (2)
Cosco added to list along with a couple of China shipbuilders
Shipping company's shares fall as much as 4.4% in Hong Kong
<https://blinks.bloomberg.com/news/stories/SPPCL6T1UM0W>
- US Adds Tencent and Tesla's China Battery Maker to Blacklist (3)
Firms on Chinese military list face reputational damage
Tencent says its inclusion on the list was 'clearly a mistake'
<https://blinks.bloomberg.com/news/stories/SPP6JLT1UM0W>
- India Plans Near \$3 Billion Aid, Tariff Cuts for Electronics (1)
Proposed incentives will help smartphone makers like Apple
Final decision to be made by cabinet; details likely in budget
<https://blinks.bloomberg.com/news/stories/SPP778T1UM0W>
- Brazil Analysts Raise Year-End Interest Rate Forecast to 15%
Central bankers have signaled key rate at 14.25% in March
Weaker real pressures consumer goods costs, spurring inflation
<https://blinks.bloomberg.com/news/stories/SPB9C1DWRGG0>
- Mexico Sells Record \$8.5 Billion in Three-Part Bond Offering (1)
Country seeks to cover financing needs as Trump risks linger
Dollar-bond sale is first since Claudia Sheinbaum took office
<https://blinks.bloomberg.com/news/stories/SPOSF5T1UM0W>
- Chile Central Bank Warns of 'Significant Risks' Around Rate Path
Bank publishes minutes from December's quarter-point rate cut
Policymakers see inflation easing to 3% target early next year
<https://blinks.bloomberg.com/news/stories/SPIFGJT0AFB4>
- Lawmakers Bicker as Chile's Capital Market Black Hole Grows (1)
Pension bill that would boost savings rate repeatedly stalled
Capital flight has drained \$23.9 billion from Chile in 5 years
<https://blinks.bloomberg.com/news/stories/SPOIBET1UM0W>
- Polish 2025 CPI to Peak at 5% in February: Kotecki in TVN24
<https://blinks.bloomberg.com/news/stories/SPPHJTDWLU68>
- South Africa Municipal Debt Threatens Eskom Distribution Split
Towns and city councils owe Eskom more than \$5 billion
Board concerned over non-compliance with debt-relief program
<https://blinks.bloomberg.com/news/stories/SPPEOET0AFB4>