

DAILY POINTS

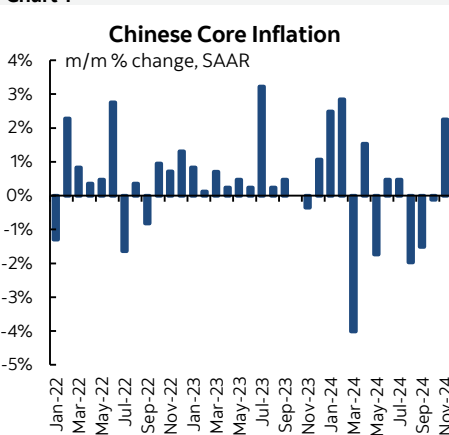
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Chart 1



Sources: Scotiabank Economics, China National Bureau of Statistics.

On Deck for Monday, December 9

Country	Date	Time	Indicator	Period	BNS	Consensus	Latest
US	12/09	10:00	Wholesale Inventories (m/m)	Oct F	--	--	0.2
US	12/09	11:00	NY Fed 1-yr Inflation Expectations	Nov	--	--	

KEY POINTS:

- Markets ignore jawboning by China, Trump
- China’s Politburo amplifies talk of greater policy stimulus in 2025...  
 ...ahead of key meeting later this week
- Chinese core inflation spikes higher
- Trump reaffirms threat to impose 25% tariffs on Canada, Mexico
- Mexico to update CPI
- Global Week Ahead reminder [here](#)

We’ve got a light start to a new week that’s packed with central banks and several key global macro reports. There are generally only minor movements across major asset classes as markets deliver very little reaction to more Chinese policy jawboning and more of Trump’s rhetoric.

China Jawbones More Stimulus Options

Chinese stocks closed slightly lower but late in the session rallied a touch on Politburo announcements that opened the door to greater stimulus and policy options in 2025. “Moderately loose” monetary policy and “more proactive” fiscal policy were guided alongside support for property and financial markets. The moves across Chinese yields, the renminbi and mainland stocks were very minor after the announcements began hitting at about 2:20amET this morning.

The announcements come ahead of the Central Economic Work Conference that begins on Wednesday at which targets for GDP growth and other measures will be set alongside stimulus plans. So far, all we have is talk. Lots of it. More talk from China than action, which is likely geared toward emphasizing policy optionality into next year given risks to the world economy posed by US protectionism.

Part of the reason behind why Chinese markets showed little reaction is that the latest core CPI inflation figure spiked higher. November’s m/m core CPI reading was 2.25% m/m SAAR which is the warmest since February. The reading follows months of soft estimates.

Trump Reaffirms Tariff Threat

On that note, Trump was at it again over the weekend. He threatened to withdraw from NATO, bullied Trudeau again by mocking his attendance at the recent dinner and reaffirmed his threat to impose 25% tariffs on Canada and Mexico. No thinking person would believe those are good ideas.

Other Data Releases

Japan Q3 GDP revised up to 1.2% q/q from 0.9% on less net export and inventory drags.

The only data on tap into the N.A. session will be Mexican CPI (7amET). Headline is expected to be up by 0.5% m/m NSA and 4.6% y/y (4.8% prior) with core up 3.6% y/y (3.8% prior). There is often little surprise in the monthly tallies, this one for November, because the country releases bi-weekly estimates that give a large running head start to forecasters.

Fixed Income	Government Yield Curves (%):												Central Banks			
	2-YEAR			5-YEAR			10-YEAR			30-YEAR			Current Rate			
	Last	1-day	1-wk	Last	1-day	1-wk	Last	1-day	1-wk	Last	1-day	1-wk				
U.S.	4.10	4.10	4.18	4.04	4.04	4.09	4.16	4.15	4.19	4.35	4.34	4.36	Canada - BoC	3.75		
CANADA	2.89	3.04	3.03	2.81	2.93	2.95	2.98	3.08	3.08	3.11	3.15	3.13	US - Fed	4.75		
GERMANY	2.00	2.00	1.90	1.97	1.97	1.87	2.10	2.11	2.03	2.32	2.32	2.27	England - BoE	4.75		
JAPAN	0.58	0.60	0.62	0.72	0.73	0.75	1.05	1.06	1.08	2.27	2.27	2.29				
U.K.	4.24	4.26	4.21	4.11	4.13	4.07	4.26	4.28	4.21	4.79	4.81	4.73				
Spreads vs. U.S. (bps):																
CANADA	-121	-107	-115	-123	-110	-114	-119	-108	-111	-125	-119	-123	Euro zone - ECB	3.40		
GERMANY	-210	-210	-228	-207	-207	-222	-206	-205	-216	-204	-202	-209	Japan - BoJ	-0.10		
JAPAN	-352	-351	-356	-332	-331	-334	-311	-309	-311	-209	-206	-207				
U.K.	14	16	3	7	10	-2	9	12	2	44	47	37	Mexico - Banxico	10.25		
Equities	Level						% change:									
	Last	Change		1 Day	1-wk	1-mo	1-yr									
S&P/TSX	25692	11.8		0.0	0.2	3.8	26.4							Australia - RBA	4.35	
Dow 30	44643	-123.2		-0.3	-0.6	1.5	23.2							New Zealand - RBNZ	4.25	
S&P 500	6090	15.2		0.2	1.0	1.6	32.3							Next Meeting Date		
Nasdaq	19860	159.0		0.8	3.3	3.0	37.9							Canada - BoC	Dec 11, 2024	
DAX	20355	-29.8		-0.1	2.1	5.9	21.5							US - Fed	Dec 18, 2024	
FTSE	8333	24.8		0.3	0.2	3.2	10.3							England - BoE	Dec 19, 2024	
Nikkei	39161	69.3		0.2	1.7	-0.9	21.2							Euro zone - ECB	Dec 12, 2024	
Hang Seng	20414	548.2		2.8	4.4	-1.5	25.0							Japan - BoJ	Dec 19, 2024	
CAC	7460	32.8		0.4	3.1	1.6	-0.9									
Commodities	Level						% change:									
	Level		Change		1 Day	1-wk	1-mo	1-yr								
WTI Crude	68.11		0.91		1.4	0.0	-3.2	-4.4							England - BoE	Dec 19, 2024
Natural Gas	3.24		0.16		5.3	0.8	21.4	25.5							Euro zone - ECB	Dec 12, 2024
Gold	2654.30		20.93		0.8	0.6	19.0	32.4							Japan - BoJ	Dec 19, 2024
Silver	31.11		-0.24		-0.7	1.3	-2.2	29.1								
CRB Index	286.34		-0.09		-0.0	-0.2	1.7	8.9								
Currencies	Level						% change:									
	Level		Change		1 Day	1-wk	1-mo	1-yr								
USDCAD	1.4130		-0.0027		-0.2	0.6	1.5	4.1							Mexico - Banxico	Dec 19, 2024
EURUSD	1.0578		0.0010		0.1	0.8	-0.7	-1.7							Australia - RBA	Dec 09, 2024
USDJPY	150.41		0.4100		0.3	0.5	-2.2	2.9								
AUDUSD	0.6447		0.0056		0.9	-0.4	-1.9	-1.8								
GBPUSD	1.2778		0.0034		0.3	1.0	-0.7	1.8							New Zealand - RBNZ	Feb 18, 2025
USDCHF	0.8788		0.0000		0.0	-0.9	-0.2	0.0								

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