Deutsche Bank Polska S.A.

Poland

Market Commentary



Date

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Poland Daily

HEADLINES...

POL: In February 2019 average employment in enterprises' sector rose by 0.2% m/m and increased by 2.9% y/y to 6.378 million person. Average gross wage in enterprises' sector rose by 0.4% m/m and increased by 7.6% y/y to PLN4949.42. Both wage growth and employment growth in private sector remain at high level what points to still good conditions in labour market.

THE DAY AHEAD...

POL: Industrial output (Feb), PPI (Feb)

USA: FOMC meeting.

TODAY'S FOCUS:

Today market participants will be focusing on domestic industrial output and producer prices for February. On a foreign side FOMC meeting will draw market's attention. At the meeting a new set of economic forecasts for the US will be released.

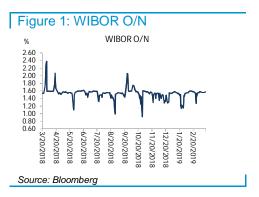


Figure 2: Yield on 5Y POLGB

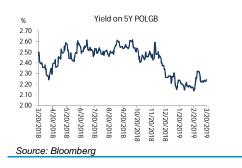
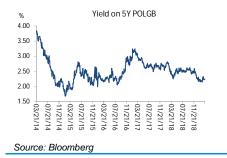


Figure 3: Yield on 5Y POLGB – long term trend



DIARY (Today)

Country	GMT	Release	DB Expected	Actual	Consensus
POL	9:00	Industrial production (Feb)	(5.0%)	-1.5% (6.9%)	-3.5% (4.8%)
POL	9:00	PPI (Feb)	0.3% (2.7%)		0.3% (2.7%)
USA	9:00	FOMC meeting	2.25%-2.50%		2.25%-2.50%

Source: Deutsche Bank Estimates and Bloomberg Finance LP



Foreign Exchange

Today in the morning the zloty was 0.1% firmer $\,$ versus the USD and was 0.2% firmer $\,$ versus the EUR compared to the last NBP fixing. The zloty should be moving within a range of PLN4.2700-4.3000 per EUR.

The USD recovered part of its losses versus the EUR ahead of the FOMC meeting today. The GBP has been weakening before EU summit tomorrow – the last one before approaching Brexit date.

Fixed Income

The yields on Poland's government bonds rose by 2-3bps across the curve.

Interest Rates

Today the O/N bid rate should be within a range of 1.20%-1.35%. Swap rates were unchanged in all sectors.

Equities

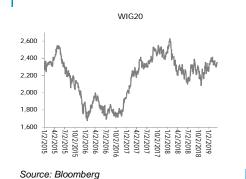
Yesterday the Dow Jones index fell by 0.10% and the S&P 500 index decreased by 0.01%. Today in the morning the FTSE index was 0.01% down, the CAC 40 index was 0.10% down and the DAX index was 0.85% down. Today the Nikkei index rose by 0.20%. Today in the morning the WIG20 index fell by 0.11% and the WIG index was 0.08% down.







Source: Bloomberg



Polish local market data 19 March 2019 (7:30 GMT)

Currency				USD/PLN			EUR/PLN			
(mid)	Today	Last fixing	Change	forwards	bid	offer	forwards	bid	offer	
USD/PLN	3.7790	3.7823	-0.1%	SPOT	3.7785	3.7794	SPOT	4.2860	4.2868	
EUR/PLN	4.2864	4.2940	-0.2%	S/N	3.7781	3.7790	S/N	4.2866	4.2875	
GBP/PLN	4.9984	5.0190	-0.4%	1W	3.7776	3.7786	1W	4.2875	4.2884	ļ
CHF/PLN	3.7781	3.7828	-0.1%	1 M	3.7747	3.7758	1 M	4.2933	4.2943	
SEK/PLN	0.4105	0.4101	0.1%	2M	3.7714	3.7725	2M	4.2998	4.3009	
NOK/PLN	0.4424	0.4428	-0.1%	3M	3.7676	3.7687	3M	4.3071	4.3084	
DKK/PLN	0.5744	0.5755	-0.2%	6M	3.7568	3.7587	6M	4.3273	4.3294	ļ
CAD/PLN	2.8334	2.8399	-0.2%	12M	3.7366	3.7395	12M	4.3701	4.3737	
CZK/PLN	0.1671	0.1677	-0.4%							
						1-day	T-bills	Today's	1-day	ļ
				WIBOR	Last fixing	change	(mid)	opening	change	
EUR/USD	1.1343	1.1353	-0.1%	O/N	1.57 %	0 bp				ļ
USD/JPY	111.57	111.32	0.2%	1W	1.56 %	0 bp				
GBP/USD	1.3228	1.3270	-0.3%	1M	1.64 %	0 bp	1 M			ļ
USD/CHF	1.0003	0.9999	0.0%	3M	1.72 %	0 bp	3M	9/	6 k	bp
EUR/JPY	126.58	126.38	0.2%	6M	1.79 %	0 bp	6M	9/	6 k	bp
EUR/GBP	0.8575	0.8555	0.2%	9M	1.82 %	0 bp	9М	9/	6 k	bp
USD/CAD	1.3338	1.3318	0.1%	12M	1.87 %	0 bp	12M	9	6 t	bp
FRAs	Last				Today's	1-day	T-Bonds	Today's	1-day	
(mid)	closing			IRS (mid)	opening	change	(mid)	opening	change	
1X2	1.67	1X7	1.79	2Y	1.80 %	0 bp	2Y	1.65 %	6 3 b	эр
2X3	1.66	3X9	1.79	5Y	2.02 %	0 bp	5Y	2.24 %	6 2 k	эр
1X4	1.72	6X12	1.78	10Y	2.36 %	0 bp	10Y	2.91 %	6 2 k	эр
3X6	1.72			5Y-2Y	22 bp	0 bp				
6X9	1.71			10Y-5Y	34 bp	0 bp				
9X12	1.72			10Y-2Y	56 bp	0 bp				



Appendix 1

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Additional information available upon request

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