



## Poland Daily

### HEADLINES...

**POL:** In March core inflation was 0.4% m/m and 1.4% y/y, marginally above 1.3% y/y market consensus forecast. Higher than expected rise in core inflation may point to rising services' prices due to ongoing robust growth in wages. An increase in core inflation may be an argument for hawkish wing of the MPC to return to discussions on rate hike in the future.

**USA:** US industrial production fell by 0.1% m/m in April, below market consensus view.

**DEU:** German ZEW expectations index rose by 6.7pts to 3.1pts in April, in line with expectations.

### THE DAY AHEAD...

**POL:** Average wage (Mar), average employment (Mar)

**UK:** Inflation (Mar), core inflation (Mar)

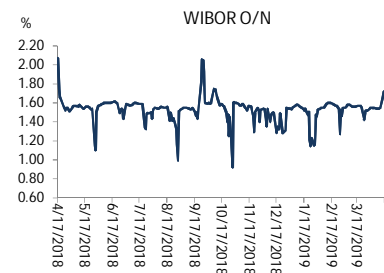
**EMU:** Trade balance (Feb), inflation (Mar), core inflation (Mar)

**USA:** Trade balance (Feb)

### TODAY'S FOCUS:

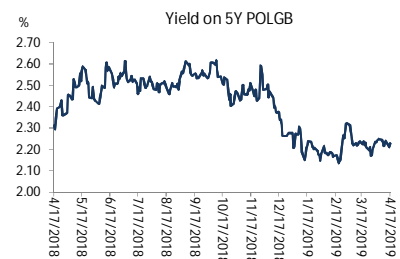
Today economic calendar contains domestic average wage and average employment for March, UK and euro-zone inflation for March and trade balance from euro-zone and the US for February.

Figure 1: WIBOR O/N



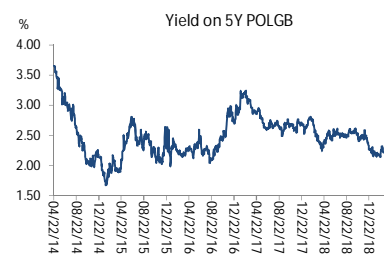
Source: Bloomberg

Figure 2: Yield on 5Y POLGB



Source: Bloomberg

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



Source: Bloomberg

### DIARY (Today)

Country	GMT	Release	DB Expected	Actual	Consensus
POL	8:00	Average wage (Mar)	5.5% (6.9%)	4.3% (5.7%)	5.5% (7.3%)
POL	8:00	Average employment (Mar)	0.1% (2.9%)	0.2% (3.0%)	0.1% (2.9%)
UK	8:30	Inflation (Mar)	(2.0%)		0.2% (2.0%)
EMU	9:00	Inflation (Mar)	1.0% (1.4%)		1.0% (1.4%)
USA	12:30	Trade balance (Feb)	-USD55.0bn		-USD53.4bn



## Foreign Exchange

Today in the morning the zloty was 0.1% firmer versus the USD and was unchanged versus the EUR compared to the last NBP fixing. The zloty should be moving within a range of PLN4.2650-4.2850 per EUR today.

The USD weakened marginally across the board after weaker than expected US industrial production for March.

## Fixed Income

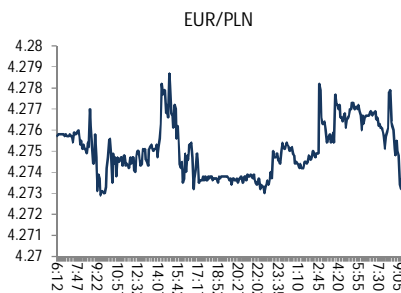
The yields on Poland's government bonds rose by 3bps in 5-year sector and remained practically steady elsewhere.

## Interest Rates

Today the O/N bid rate should be within a range of 1.20%-1.35%. Swap rates were 5bps down in 5-year and 10-year sectors.

## Equities

Yesterday the Dow Jones index rose by 0.26% and the S&P 500 index was 0.05% up. Today in the morning the FTSE index was 0.10% down, the CAC 40 index was 0.12% up and the DAX index was 0.01% down. Today the Nikkei index increased by 0.25%. Today in the morning the WIG20 index rose by 0.84% and the WIG index was 0.71% up.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

## Polish local market data 17 April 2019 (7:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN		
				forwards	bid	offer	forwards	bid	offer
USD/PLN	3.7765	3.7802	-0.1%	SPOT	3.7756	3.7774	SPOT	4.2727	4.2741
EUR/PLN	4.2734	4.2737	0.0%	S/N	3.7752	3.7770	S/N	4.2729	4.2744
GBP/PLN	4.9276	4.9476	-0.4%	1W	3.7749	3.7768	1W	4.2744	4.2758
CHF/PLN	3.7473	3.7612	-0.4%	1M	3.7721	3.7741	1M	4.2797	4.2813
SEK/PLN	0.4095	0.4083	0.3%	2M	3.7687	3.7707	2M	4.2870	4.2887
NOK/PLN	0.4462	0.4451	0.2%	3M	3.7653	3.7673	3M	4.2938	4.2956
DKK/PLN	0.5726	0.5726	0.0%	6M	3.7547	3.7575	6M	4.3149	4.3176
CAD/PLN	2.8358	2.8241	0.4%	12M	3.7358	3.7394	12M	4.3583	4.3633
CZK/PLN	0.1665	0.1666	-0.1%						
				WIBOR			T-bills (mid)		
				Last fixing			Today's opening		
				1-day change			1-day change		
EUR/USD	1.1316	1.1305	0.1%	O/N	1.72 %	4 bp	1M		
USD/JPY	112.02	111.95	0.1%	1W	1.60 %	1 bp	3M	%	bp
GBP/USD	1.3050	1.3088	-0.3%	1M	1.64 %	0 bp	6M	%	bp
USD/CHF	1.0077	1.0051	0.3%	3M	1.72 %	0 bp	9M	%	bp
EUR/JPY	126.74	126.56	0.1%	6M	1.79 %	0 bp	12M	%	bp
EUR/GBP	0.8672	0.8638	0.4%	9M	1.81 %	0 bp			
USD/CAD	1.3318	1.3386	-0.5%	12M	1.87 %	0 bp			
FRAs (mid)				Today's opening			T-Bonds (mid)		
Last closing				1-day change			Today's opening		
1X2	1.67	1X7	1.79	IRS (mid)	2Y	1.85 %	2Y	1.61 %	-1 bp
2X3	1.66	3X9	1.79		5Y	2.10 %	5Y	2.24 %	3 bp
1X4	1.72	6X12	1.81		10Y	2.45 %	10Y	2.87 %	-1 bp
3X6	1.72				5Y-2Y	25 bp			
6X9	1.74				10Y-5Y	35 bp			
9X12	1.75				10Y-2Y	60 bp			



# Appendix 1

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### Additional information available upon request

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