



## Poland Daily

### HEADLINES...

**POL:** In March average wage in enterprises' sector was 4.3% up and increased by 5.7% y/y after 7.6% y/y growth in February. Average employment in enterprises' sector rose by 0.2% m/m and increased by 3.0% y/y in March. In March growth in wages decelerated but employment is still on the rise. It may mean that firms continue to hire but skills of newly employed are not fully consistent with skills demanded by companies, what is reflected in lower wage growth.

**USA:** In February trade deficit narrowed to -USD49.4bn, below market consensus expectations.

**EMU:** HICP inflation was confirmed at 1.4% y/y in March and core inflation was confirmed at 0.8% y/y in March.

**CHN:** GDP growth in Q1 amounted to 1.4% q/q and 6.4% y/y, marginally above expectations.

### THE DAY AHEAD...

**POL:** Industrial production (Mar), PPI (Mar), minutes from MPC meeting

**DEU:** PPI (Mar), PMI (Apr)

**FRA:** PMI (Apr)

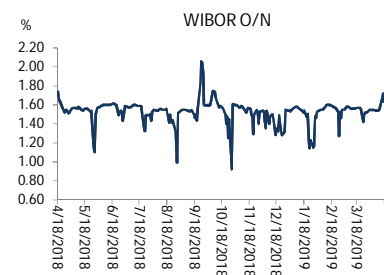
**EMU:** PMI (Apr)

**USA:** PMI (Apr)

### TODAY'S FOCUS:

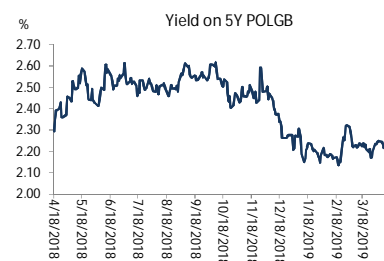
Today economic calendar contains domestic industrial production and PPI for March and minutes from MPC meeting and series of manufacturing and services PMIs from Europe and the US for April and US retail sales for March.

Figure 1: WIBOR O/N



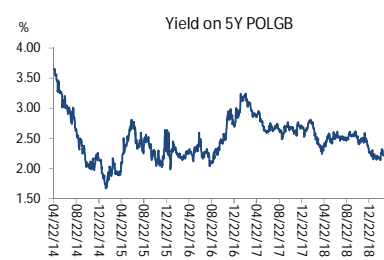
Source: Bloomberg

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
FRA	7:15	Manufacturing PMI (Apr)		49.6	50,0
DEU	7:30	Manufacturing PMI (Apr)	45,0	44.5	45,0
EMU	8:00	Manufacturing PMI (Apr)	48,0	47.8	48,0
POL	8:00	Industrial production (Mar)	8,0% (3,8%)	9.8% (5.6%)	8,6% (4,5%)
POL	8:00	PPI (Mar)	0,4% (2,7%)	0.2% (2.5%)	0,3% (2,6%)
POL	12:00	Minutes from MPC meeting			
USA	12:30	Retail sales (Mar)	0,7%		1,0%
USA	13:45	Manufacturing PMI (Apr)	52,8		52,8

Source: Deutsche Bank Estimates and Bloomberg Finance LP



## Foreign Exchange

Today in the morning the zloty was unchanged versus the USD and was 0.1% firmer versus the EUR compared to the last NBP fixing. The zloty should be moving within a range of PLN4.2600-4.2850 per EUR today.

The USD firmed marginally versus the EUR after narrower than expected US trade gap for February.

## Fixed Income

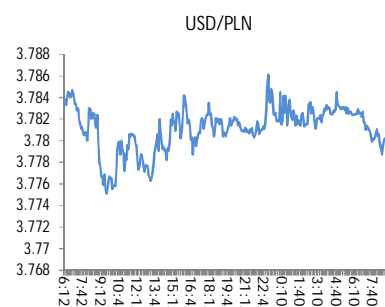
The yields on Poland's government bonds fell by 2bps in 5-year sector and increased by 2bp in 10-year one.

## Interest Rates

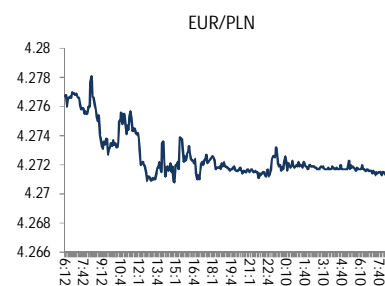
Today the O/N bid rate should be within a range of 1.20%-1.35%. Swap rates were 1-2bps down in all tenors.

## Equities

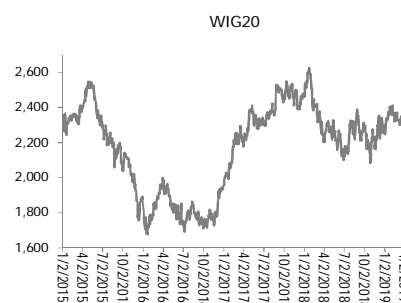
Yesterday the Dow Jones index fell by 0.01% and the S&P 500 index was 0.23% down. Today in the morning the FTSE index was 0.24% down, the CAC 40 index was 0.41% down and the DAX index was 0.34% down. Today the Nikkei index decreased by 0.84%. Today in the morning the WIG20 index fell by 0.82% and the WIG index was 0.64% down.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

## Polish local market data 18 April 2019 (7:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN		
				forwards	bid	offer	forwards	bid	offer
USD/PLN	3.7795	3.7778	0.0%	SPOT	3.7789	3.7801	SPOT	4.2708	4.2719
EUR/PLN	4.2714	4.2750	-0.1%	S/N	3.7788	3.7800	S/N	4.2710	4.2722
GBP/PLN	4.9305	4.9265	0.1%	1W	3.7781	3.7794	1W	4.2727	4.2739
CHF/PLN	3.7433	3.7495	-0.2%	1M	3.7755	3.7769	1M	4.2778	4.2792
SEK/PLN	0.4090	0.4095	-0.1%	2M	3.7718	3.7734	2M	4.2850	4.2865
NOK/PLN	0.4452	0.4460	-0.2%	3M	3.7685	3.7700	3M	4.2920	4.2935
DKK/PLN	0.5721	0.5727	-0.1%	6M	3.7581	3.7603	6M	4.3129	4.3154
CAD/PLN	2.8305	2.8359	-0.2%	12M	3.7392	3.7425	12M	4.3562	4.3610
CZK/PLN	0.1665	0.1665	0.0%						
				WIBOR	Last fixing	1-day change	T-bills (mid)	Today's opening	1-day change
EUR/USD	1.1301	1.1316	-0.1%	O/N	1.63 %	-9 bp			
USD/JPY	111.93	111.98	-0.1%	1W	1.59 %	-1 bp			
GBP/USD	1.3045	1.3041	0.0%	1M	1.64 %	0 bp	1M		
USD/CHF	1.0097	1.0075	0.2%	3M	1.72 %	0 bp	3M	%	bp
EUR/JPY	126.48	126.72	-0.2%	6M	1.79 %	0 bp	6M	%	bp
EUR/GBP	0.8664	0.8678	-0.2%	9M	1.81 %	0 bp	9M	%	bp
USD/CAD	1.3353	1.3321	0.2%	12M	1.87 %	0 bp	12M	%	bp
FRAs (mid)	Last closing			IRS (mid)	Today's opening	1-day change	T-Bonds (mid)	Today's opening	1-day change
1X2	1.67	1X7	1.79	2Y	1.84 %	-1 bp	2Y	1.61 %	0 bp
2X3	1.66	3X9	1.79	5Y	2.09 %	-1 bp	5Y	2.22 %	-2 bp
1X4	1.72	6X12	1.81	10Y	2.43 %	-2 bp	10Y	2.89 %	2 bp
3X6	1.72			5Y-2Y	25 bp	0 bp			
6X9	1.74			10Y-5Y	34 bp	-1 bp			
9X12	1.75			10Y-2Y	59 bp	-1 bp			



# Appendix 1

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### Additional information available upon request

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