



Poland Daily

HEADLINES...

POL: According to spring forecasts of the European Commission, real GDP growth in Poland is expected at 4.2% in 2019 after 5.1% in 2018. In the spring forecasts of the European Commission Poland enjoys second highest projected GDP growth for 2019 in the European Union after Malta which is very small economy. The European Commission forecasts that general government deficit in Poland will rise to 1.6% of GDP in 2019 before slightly falling to 1.4% of GDP in 2020. According to the EC spring forecasts GDP growth will amount to 1.4% in the European Union and 1.2% in the euro-zone in 2019.

POL: Official reserve assets rose to USD117.0bn in April from USD112.9bn in March.

THE DAY AHEAD...

DEU: industrial production (Mar)

HUN: industrial production (Mar)

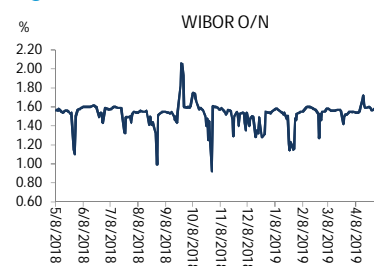
TODAY'S FOCUS:

Today economic calendar contains industrial production for March from Germany and industrial production for March from Hungary.

DIARY (Today)

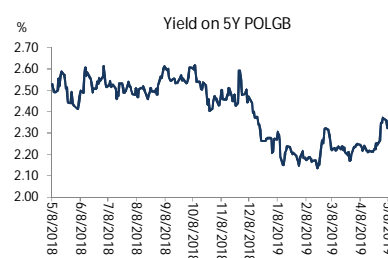
Country	GMT	Release	DB Expected	Actual	Consensus
DEU	6:00	Industrial production (Mar)	(-2.5%)	0.5% (-0.9%)	-0.5% (-2.6%)
HUN	7:00	Industrial production (Mar)		1.0% (8.0%)	(6.0%)

Figure 1: WIBOR O/N



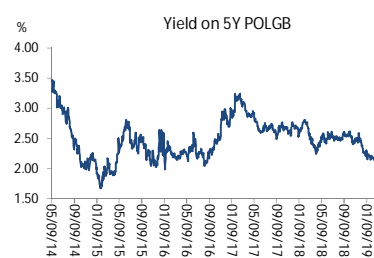
Source: Bloomberg

Figure 2: Yield on 5Y POLGB



Source: Bloomberg

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



Source: Bloomberg



Foreign Exchange

Today in the morning the zloty was unchanged versus the USD and was 0.1% weaker versus the EUR compared to the last NBP fixing. The zloty should be moving within a range of PLN4.2750-4.3050 per EUR today.

The EUR firmed by 0.1% versus the USD after much better than expected industrial production from Germany for March.

Fixed Income

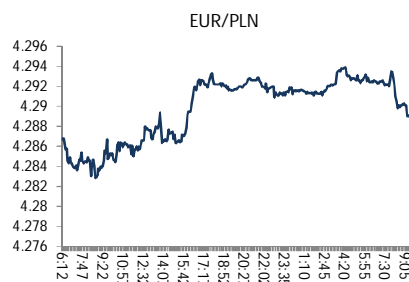
The yields on Poland's government bonds rose by 1bp in 2-year sector and remained unchanged elsewhere.

Interest Rates

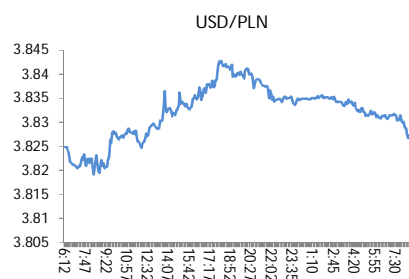
Today the O/N bid rate should be within a range of 1.20%-1.35%. Swap rates were practically unchanged across the curve.

Equities

Yesterday the Dow Jones index fell by 1.79% and the S&P 500 index was 1.65% down. Today in the morning the FTSE index was 0.15% down, the CAC 40 index was 0.05% up and the DAX index was 0.24% up. Today the Nikkei index decreased by 1.46%. Today in the morning the WIG20 index rose by 0.30% and the WIG index was 0.23% up. Stock markets in China, US and to the lesser extent in Europe were negatively impacted by escalation of trade war between the US and China.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

Polish local market data 8 May 2019 (7:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN forwards	bid	offer	EUR/PLN forwards	bid	offer
USD/PLN	3.8289	3.8278	0.0%	SPOT	3.8284	3.8293	SPOT	4.2888	4.2896
EUR/PLN	4.2892	4.2858	0.1%	S/N	3.8281	3.8290	S/N	4.2895	4.2903
GBP/PLN	4.9925	5.0126	-0.4%	1W	3.8276	3.8286	1W	4.2903	4.2913
CHF/PLN	3.7580	3.7583	0.0%	1M	3.8250	3.8261	1M	4.2959	4.2970
SEK/PLN	0.3998	0.4005	-0.2%	2M	3.8214	3.8226	2M	4.3030	4.3041
NOK/PLN	0.4378	0.4393	-0.4%	3M	3.8180	3.8192	3M	4.3107	4.3120
DKK/PLN	0.5746	0.5741	0.1%	6M	3.8082	3.8101	6M	4.3320	4.3343
CAD/PLN	2.8438	2.8474	-0.1%	12M	3.7916	3.7945	12M	4.3764	4.3802
CZK/PLN	0.1668	0.1666	0.1%						
				WIBOR	Last fixing	1-day change	T-bills (mid)	Today's opening	1-day change
EUR/USD	1.1202	1.1197	0.1%	O/N	1.54 %	bp			
USD/JPY	110.14	110.57	-0.4%	1W	1.55 %	bp			
GBP/USD	1.3040	1.3095	-0.4%	1M	1.64 %	bp	1M	%	bp
USD/CHF	1.0188	1.0185	0.0%	3M	1.72 %	bp	3M	%	bp
EUR/JPY	123.39	123.80	-0.3%	6M	1.79 %	bp	6M	%	bp
EUR/GBP	0.8591	0.8550	0.5%	9M	1.81 %	bp	9M	%	bp
USD/CAD	1.3464	1.3443	0.2%	12M	1.87 %	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	1.88 %	bp	2Y	1.68 %	1 bp
2X3	4.06	3X9	1.80	5Y	2.17 %	bp	5Y	2.33 %	0 bp
1X4	1.72	6X12	1.82	10Y	2.51 %	bp	10Y	2.97 %	0 bp
3X6	1.72			5Y-2Y	28 bp	bp			
6X9	1.74			10Y-5Y	34 bp	bp			
9X12	10.06			10Y-2Y	62 bp	bp			



Appendix 1

Important Disclosures

Additional information available upon request

Deutsche Bank Polska S.A. represents that the data contained in this publication are of information nature only, and the content presented herein does not constitute an offer within the meaning of Art. 66 of the Civil Code of 23 April 1964, an invitation to offer or a recommendation to enter into any transaction. This publication may not be treated as advice and does not perform any function of advice. All information used in this publication has been obtained from generally accessible sources which are generally recognized as reliable. Deutsche Bank Polska S.A. has exercised due diligence to verify the above information and bring it up to date, but it disclaims any and all liability for its accuracy or completeness, or for any damage that the Client or third parties may incur as a result of decisions made in reliance on the information contained in this publication.

The transactions or products listed herein may not be appropriate for all investors. Before making a decision on entering into a transaction or acquiring a product the Client should, without relying only on the information provided in this publication, make an independent assessment of the economic risk of such transaction and his ability to incur it, its tax and legal nature, the legal consequences of the transaction and potential benefits and losses associated with it, as well as assess the market characteristics.

The assumptions, simulations and opinions contained in this publication constitute the sole judgment of Deutsche Bank Polska S.A.'s / persons preparing it as at the date of publication of this document which is subject to change without a requirement to publish it. Any and all projections are based on assumptions pertaining to market conditions and there is no guarantee that any projected results will be achieved. Past performance is not a guarantee of future results.

Deutsche Bank Polska S.A. represents that the information presented above should not be in any case treated by the Client as Deutsche Bank Polska S.A.'s recommendation or advice. This publication may not be duplicated or distributed in any way, in particular through mass media, without the prior written consent of Deutsche Bank Polska S.A., al. Armii Ludowej 26, 00-609 Warsaw, NIP no. 676-01-07-416, District Court for the capital city of Warsaw, 12th Corporate Division of the National Court Register, file number KRS 0000022493, share capital PLN 1,744,449,384 paid up in full.

Analyst Certification

The views expressed in this report accurately reflect the personal views of the undersigned lead analyst(s). In addition, the undersigned lead analyst(s) has not and will not receive any compensation for providing a specific recommendation or view in this report. Arkadiusz Krześniak