



Poland Daily

HEADLINES...

POL: World Bank raised GDP growth forecast for Poland in 2019 to 4.3% from 4.0% and maintained its forecasts for Poland's GDP growth at 3.6% in 2020 and 3.3% in 2021. According to the World Bank economic growth in Poland will be fuelled by persistently robust consumption and higher than expected investments. The World Bank estimates that impact of new social programmes on consumption will be lower than initial effect of 500+ programme due to rising consumer prices – it is expected that contribution of personal consumption on GDP growth will be declining in the coming years. The World Bank expects that stable banking sector, low interest rates and availability of EUR funds should support private investments and should counterbalance expected decline of public investments after the elections.

THE DAY AHEAD...

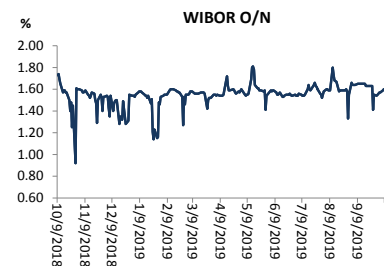
HUN: Trade balance (Aug), minutes from NBH meeting

USA: Wholesale inventories (Aug), minutes from FOMC meeting

TODAY'S FOCUS:

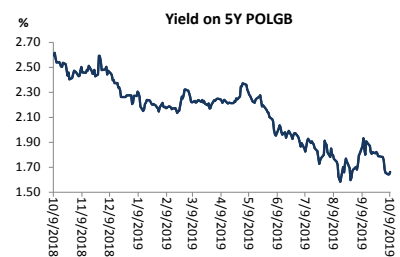
Today economic calendar contains trade balance from Hungary for August and NBH minutes and US wholesale inventories and minutes from FOMC meeting.

Figure 1: WIBOR O/N



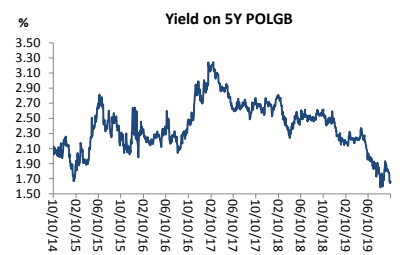
Source: Bloomberg

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
HUN	7:00	Trade balance (Aug)		EUR37mn	-EUR50mn
HUN	12:00	Minutes from NBH meeting			
USA	14:00	Wholesale inventories (Aug)	0.1%		0.4%
USA	28:00	Minutes frm FOMC meeting			



Foreign Exchange

Today in the morning the zloty was unchanged versus the USD and was 0.1% firmer versus the EUR compared to the yesterday's NBP fixing. The zloty should be moving today within a range of PLN4.3150-4.3450 per EUR.

Today in the morning the USD weakened versus the EUR ahead of trade talks between US and China starting on Thursday.

Fixed Income

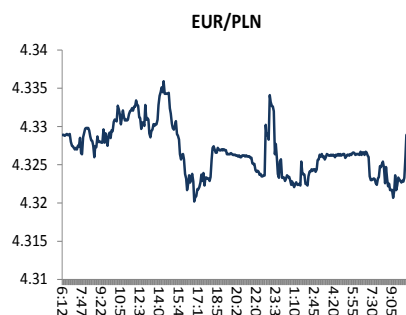
The yields on Poland's government bonds rose by 1-2bps in 5-year and 10-year sectors.

Interest Rates

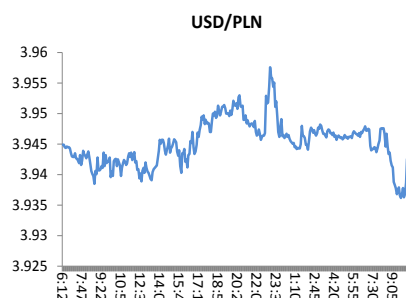
Today the O/N bid rate should be within a range of 1.15%-1.30%. Swap rates were practically unchanged in all tenors.

Equities

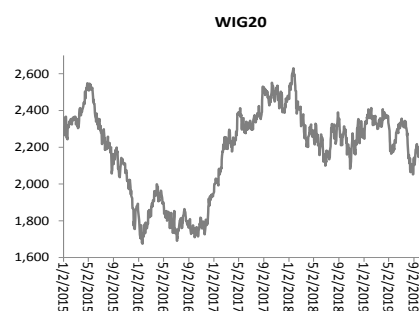
Yesterday the Dow Jones index closed 1.19% down and the S&P 500 index was 1.56% down. Today in the morning the FTSE 100 index was 0.26% up, the CAC 40 index was 0.24% up and the DAX index was 0.48% up. Today the Nikkei index closed 0.61% down. Today in the morning the WIG20 index was 0.18% down and the WIG index was 0.17% down.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

Polish local market data 9 October 2019 (9:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN		
				forwards	bid	offer	forwards	bid	offer
USD/PLN	3.9389	3.9405	0.0%	SPOT	3.9382	3.9395	SPOT	4.3249	4.3261
EUR/PLN	4.3255	4.3310	-0.1%	S/N	3.9386	3.9399	S/N	4.3253	4.3265
GBP/PLN	4.8176	4.8359	-0.4%	1W	3.9386	3.9399	1W	4.3253	4.3265
CHF/PLN	3.9675	3.9714	-0.1%	1M	3.9386	3.9399	1M	4.3253	4.3265
SEK/PLN	0.3965	0.3987	-0.6%	2M	3.9386	3.9399	2M	4.3253	4.3265
NOK/PLN	0.4300	0.4318	-0.4%	3M	3.9386	3.9399	3M	4.3253	4.3265
DKK/PLN	0.5791	0.5799	-0.1%	6M	3.9386	3.9399	6M	4.3253	4.3265
CAD/PLN	2.9597	2.9633	-0.1%	12M	3.9386	3.9399	12M	4.3253	4.3265
CZK/PLN	0.1678	0.1679	-0.1%						
				WIBOR	Last fixing	1-day change	T-bills (mid)	Today's opening	1-day change
EUR/USD	1.0982	1.0991	-0.1%	O/N	1.60 %	1 bp			
USD/JPY	107.24	107.16	0.1%	1W	1.60 %	0 bp			
GBP/USD	1.2231	1.2272	-0.3%	1M	1.64 %	0 bp	1M		
USD/CHF	0.9929	0.9922	0.1%	3M	1.72 %	0 bp	3M	%	bp
EUR/JPY	117.77	117.78	0.0%	6M	1.79 %	0 bp	6M	%	bp
EUR/GBP	0.8979	0.8956	0.3%	9M	1.80 %	0 bp	9M	%	bp
USD/CAD	1.3309	1.3298	0.1%	12M	1.84 %	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	1.65	1X7	1.79	2Y	1.70 %	0 bp	2Y	1.50 %	0 bp
2X3	1.64	3X9	1.78	5Y	1.62 %	1 bp	5Y	1.67 %	2 bp
1X4	1.72	6X12	1.76	10Y	1.61 %	-1 bp	10Y	1.91 %	1 bp
3X6	1.71			5Y-2Y	-9 bp	0 bp			
6X9	1.68			10Y-5Y	-1 bp	-1 bp			
9X12	1.65			10Y-2Y	-9 bp	-1 bp			



Appendix 1

Important Disclosures

Additional information available upon request

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