

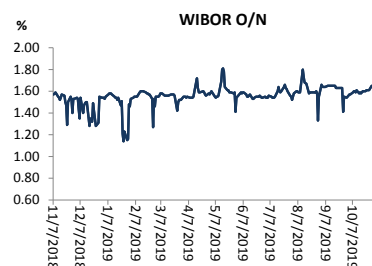


# Poland Daily

## HEADLINES...

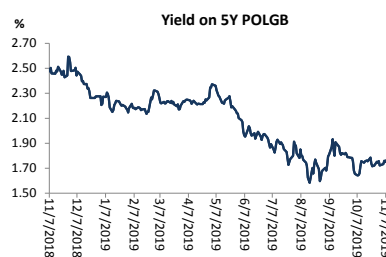
POL: As expected the MPC kept interest rates unchanged. NBP President Adam Glapinski maintained the guidance for no change in interest rates in the coming two years. The Monetary Policy Council underlined risks for Poland's economy stemming from economic slowdown in Europe but added that a strong domestic demand and still improving financial conditions of households in Poland would be stabilising domestic Polish business conditions. The MPC published inflation and GDP projections from November's Inflation Report. In line with the November projection based on the NECMOD model, there is a 50- percent probability that the annual price growth will be in the range of 2.2-2.4% in 2019 (against 1.7-2.3% in the July 2019 projection), 2.1-3.6% in 2020 (compared to 1.9-3.7%) and 1.6-3.6% in 2021 (compared to 1.3-3.5%). At the same time, the annual GDP growth – according to this projection – will be with a 50-percent probability in the range of 3.9-4.7% in 2019 (against 3.9-5.1% in the July 2019 projection), 2.7-4.4% in 2020 (compared to 3.0- 4.8%) and 2.3-4.2% in 2021 (compared to 2.4-4.3%).

Figure 1: WIBOR O/N



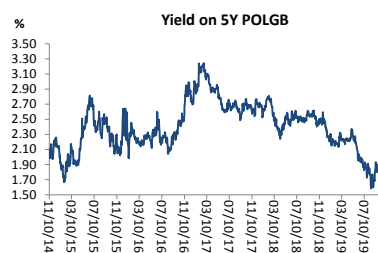
Source: Bloomberg

Figure 2: Yield on 5Y POLGB



Source: Bloomberg

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



Source: Bloomberg

## THE DAY AHEAD...

- POL: Official reserve assets (Oct)
- DEU: Industrial production (Sep)
- CZK: Retail sales (Oct)
- EMU: EC economic forecasts
- UK: BoE decision
- USA: Initial jobless claims

## TODAY'S FOCUS:

Today market participants will be focusing on German industrial production for September and on autumn forecasts of the European Commission.

## DIARY (Today)

Country	GMT	Release	DB Expected	Actual	Consensus
DEU	7:00	Industrial production (Sep)	(4.4%)	-0.6% (4.3%)	-0.4% (4.4%)
CZK	8:00	Retail sales (Sep)		(8.2%)	(7.1%)
EMU	10:00	EC economic forecasts			
UK	12:00	BoE decision	0.75%		075%
POL	13:00	Official reserve assets (Oct)			
USA	13:30	Initial jobless claims	215k		215k



## 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 PLN4.2600-4.2800 per EUR.

The EUR remained steady versus the USD.

## Fixed Income

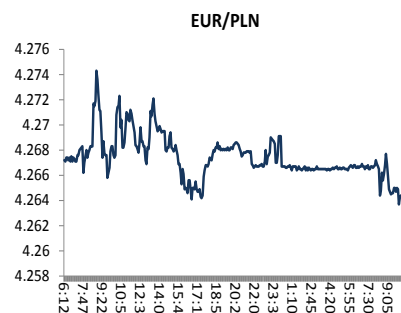
The yields on Poland's government bonds were practically unchanged in all tenors.

## Interest Rates

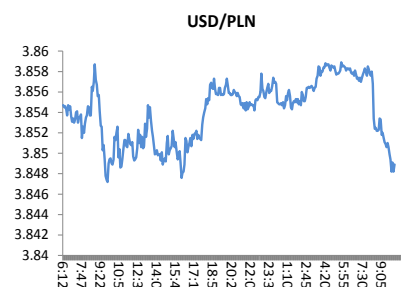
Today the O/N bid rate should be within a range of 1.00%-1.30%. Swap rates were practically unchanged in all tenors.

## Equities

Yesterday the Dow Jones index closed unchanged and the S&P 500 index was 0.07% up. Today in the morning the FTSE 100 index was 0.37% up, the CAC 40 index was 0.32% up and the DAX index was 0.73% up. The Nikkei index closed 0.11% up. Today in the morning the WIG20 index was 0.66% up and the WIG index was 0.58% up.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

## Polish local market data 7 November 2019 (9:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN			
				forwards	bid	offer	forwards	bid	offer	
USD/PLN	3.8486	3.8497	0.0%	SPOT	3.8481	3.8491	SPOT	4.2640	4.2651	
EUR/PLN	4.2646	4.2697	-0.1%	S/N	3.8485	3.8495	S/N	4.2644	4.2655	
GBP/PLN	4.9535	4.9607	-0.1%	1W	3.8485	3.8495	1W	4.2644	4.2655	
CHF/PLN	3.8757	3.8778	-0.1%	1M	3.8485	3.8495	1M	4.2644	4.2655	
SEK/PLN	0.4003	0.3999	0.1%	2M	3.8485	3.8495	2M	4.2644	4.2655	
NOK/PLN	0.4214	0.4199	0.4%	3M	3.8485	3.8495	3M	4.2644	4.2655	
DKK/PLN	0.5708	0.5715	-0.1%	6M	3.8485	3.8495	6M	4.2644	4.2655	
CAD/PLN	2.9226	2.9254	-0.1%	12M	3.8485	3.8495	12M	4.2644	4.2655	
CZK/PLN	0.1672	0.1673	-0.1%							
				WIBOR	Last fixing	1-day change	T-bills (mid)	Today's opening	1-day change	
EUR/USD	1.1081	1.1091	-0.1%	O/N	1.59 %	-1 bp				
USD/JPY	108.98	108.96	0.0%	1W	1.59 %	0 bp				
GBP/USD	1.2871	1.2886	-0.1%	1M	1.63 %	0 bp	1M			
USD/CHF	0.9931	0.9928	0.0%	3M	1.71 %	0 bp	3M	%	bp	
EUR/JPY	120.76	120.85	-0.1%	6M	1.79 %	0 bp	6M	%	bp	
EUR/GBP	0.8609	0.8607	0.0%	9M	1.80 %	0 bp	9M	%	bp	
USD/CAD	1.3168	1.3160	0.1%	12M	1.84 %	0 bp	12M	%	bp	
				FRA's (mid)	Last closing		T-Bonds (mid)	Today's opening	1-day change	
				1X2	1.64	1X7	1.79	2Y	1.40 %	-1 bp
				2X3	1.63	3X9	1.79	5Y	1.76 %	0 bp
				1X4	1.71	6X12	1.76	10Y	2.02 %	1 bp
				3X6	1.71			5Y-2Y	3 bp	-1 bp
				6X9	1.67			10Y-5Y	7 bp	0 bp
				9X12	1.65			10Y-2Y	11 bp	-1 bp



# Appendix 1

## Important Disclosures

### Additional information available upon request

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