



Poland Daily

HEADLINES...

POL: PM Mateusz Morawiecki won confidence vote for his government with 237 votes for, 214 votes against and 3 votes abstaining. The Sejm also approved draft bill on hiking excise tax on alcohol and tobacco by 10% in Q1 2020 and a bill on payment of 13 pension in 2020. Government backed out from its earlier proposal of removing cap on pension fees for high-earners.

POL: Poland's energy firms submitted motions for energy regulator URE for a hike in retail prices of energy from 10% to 40% in 2020. Deputy PM and State Assets Minister Jacek Sasin assured that government would do everything for maintaining current freeze on energy prices for households.

THE DAY AHEAD...

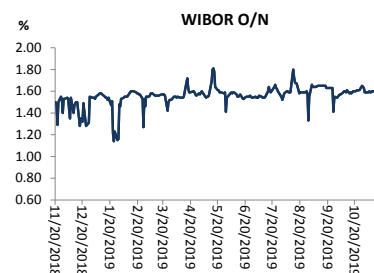
DEU: PPI (Oct)

USA: Minutes from FOMC meeting

TODAY'S FOCUS:

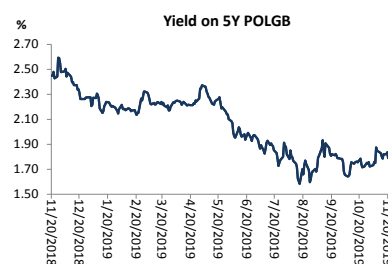
Today market participants will be focusing on minutes from FOMC meeting on October 30, 2019. In the morning Germany's PPI for October is released.

Figure 1: WIBOR O/N



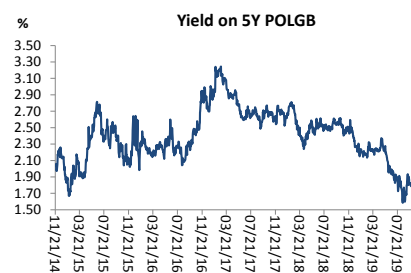
Source: Bloomberg

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
DEU	7:00	PPI (Oct)	(-0.4%)	-0.2% (-0.6%)	0.0% (-0.4%)
USA	19:00	Minutes from FOMC meeting			



Foreign Exchange

Today in the morning the zloty was 0.1% weaker versus the USD and was unchanged versus the EUR compared to the yesterday's NBP fixing. The zloty should be moving today within a range of PLN4.2800-4.3050 per EUR.

The USD firmed against the EUR by 0.1% on concerns of escalation in trade conflict between the US and the China.

Fixed Income

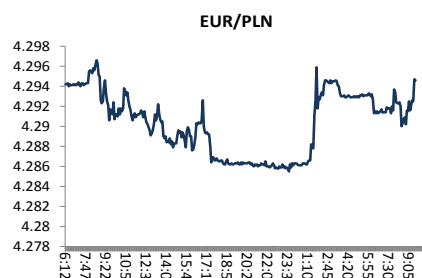
The yields on Poland's government bonds were 1bp down in 2-year sector and fell by 5bps and 6bps respectively in 5-year and 10-year sectors.

Interest Rates

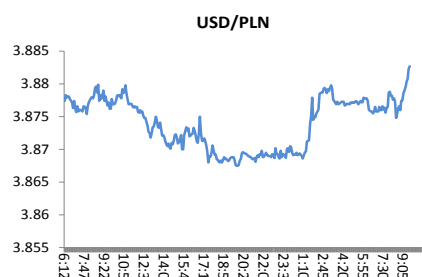
Today the O/N bid rate should be within a range of 1.00%-1.30%. Swap rates were 4bps down in 5-year and 10-year sectors.

Equities

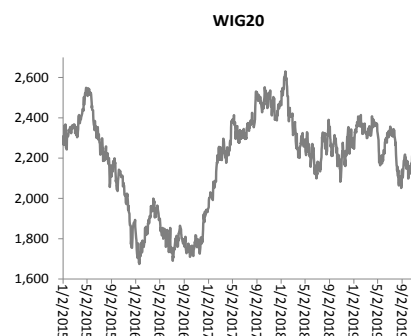
Yesterday the Dow Jones index closed 0.36% down and the S&P 500 index was 0.06% down. Today in the morning the FTSE 100 index was 0.27% down, the CAC 40 index was 0.67% down and the DAX index was 0.77% down. The Nikkei index closed 0.62% down. Today in the morning the WIG20 index was 0.59% down and the WIG index was 0.46% down.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

Polish local market data 20 November 2019 (9:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN		
				forwards	bid	offer	forwards	bid	offer
USD/PLN	3.8824	3.8786	0.1%	SPOT	3.8818	3.8829	SPOT	4.2937	4.2947
EUR/PLN	4.2942	4.2928	0.0%	S/N	3.8822	3.8833	S/N	4.2941	4.2951
GBP/PLN	5.0087	5.0238	-0.3%	1W	3.8822	3.8833	1W	4.2941	4.2951
CHF/PLN	3.9166	3.9113	0.1%	1M	3.8822	3.8833	1M	4.2941	4.2951
SEK/PLN	0.3997	0.4029	-0.8%	2M	3.8822	3.8833	2M	4.2941	4.2951
NOK/PLN	0.4216	0.4253	-0.9%	3M	3.8822	3.8833	3M	4.2941	4.2951
DKK/PLN	0.5747	0.5745	0.0%	6M	3.8822	3.8833	6M	4.2941	4.2951
CAD/PLN	2.9196	2.9374	-0.6%	12M	3.8822	3.8833	12M	4.2941	4.2951
CZK/PLN	0.1681	0.1680	0.0%						
				WIBOR	Last fixing	1-day change	T-bills (mid)	Today's opening	1-day change
EUR/USD	1.1061	1.1068	-0.1%	O/N	1.56 %	bp			
USD/JPY	108.43	108.78	-0.3%	1W	1.58 %	bp			
GBP/USD	1.2901	1.2953	-0.4%	1M	1.63 %	bp	1M		
USD/CHF	0.9912	0.9916	0.0%	3M	1.71 %	bp	3M	%	bp
EUR/JPY	119.93	120.40	-0.4%	6M	1.79 %	bp	6M	%	bp
EUR/GBP	0.8574	0.8545	0.3%	9M	1.80 %	bp	9M	%	bp
USD/CAD	1.3298	1.3204	0.7%	12M	1.84 %	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	1.63	1X7	1.79	2Y	1.73 %	-1 bp	2Y	1.41 %	-1 bp
2X3	1.63	3X9	1.79	5Y	1.73 %	-4 bp	5Y	1.79 %	-5 bp
1X4	1.71	6X12	1.76	10Y	1.79 %	-4 bp	10Y	2.04 %	-6 bp
3X6	1.71			5Y-2Y	0 bp	-3 bp			
6X9	1.68			10Y-5Y	6 bp	0 bp			
9X12	1.64			10Y-2Y	6 bp	-4 bp			



Appendix 1

Important Disclosures

Additional information available upon request

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