



Poland Daily

HEADLINES...

POL: MPC member Jerzy Zyzynski expressed a view that the central bank ought to cut interest rates by 50 bps if GDP growth decelerates to 3.5% y/y. It suggests that as economic growth in Poland decelerates a group of proponents of easier monetary policy may be formed within the MPC.

POL: In October average wage in enterprises' sector rose by 2.5% m/m and increased by 5.9% y/y to PLN5213. In October average employment in enterprises' sector was unchanged m/m and rose by 2.5% y/y to 6 million 383 thousand employees.

THE DAY AHEAD...

POL: Average wage (Oct), average employment (Oct), minutes from MPC meeting

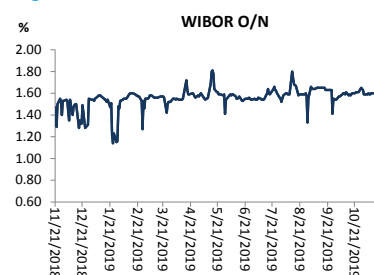
EMU: Minutes from ECB meeting, OECD Economic Outlook

USA: Initial jobless claims, Philadelphia Fed Index (Nov), consumer confidence (Nov), leading indicators index (Oct), existing home sales (Oct)

TODAY'S FOCUS:

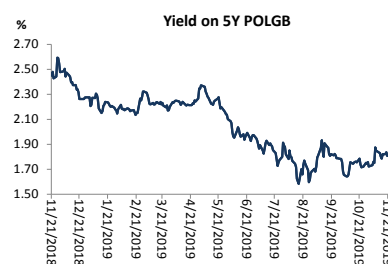
Today market participants will be focusing on minutes from ECB meeting and on minutes from MPC meeting. Economic calendar contains also release of OECD Economic Outlook and US consumer confidence and existing home sales.

Figure 1: WIBOR O/N



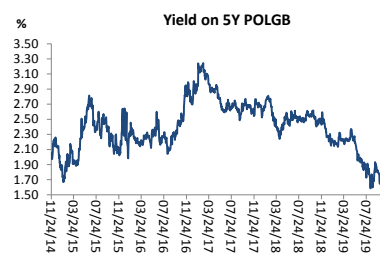
Source: Bloomberg

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
POL	9:00	Average wage (Oct)	2.6% (6.0%)	2.5% (5.9%)	2.8% (6.2%)
POL	9:00	Average employment (Oct)	-0.1% (2.5%)	0.0% (2.5%)	0.0% (2.6%)
POL	13:00	Minutes from MPC meeting			
USA	15:00	Consumer confidence (Nov)	-7.3		-7.3
USA	15:00	Existing home sales (Oct)	0.4%		2.0%

Source: Deutsche Bank Estimates and Bloomberg Finance LP



Foreign Exchange

Today in the morning the zloty was 0.1% firmer versus the USD and was 0.1% weaker 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 weakened against the EUR by 0.2% ahead of publication of minutes from ECB meeting.

Fixed Income

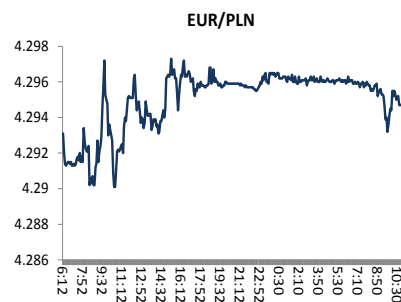
The yields on Poland's government bonds were 1bp down in 2-year sector and rose by 2bps in 5-year and 10-year sectors.

Interest Rates

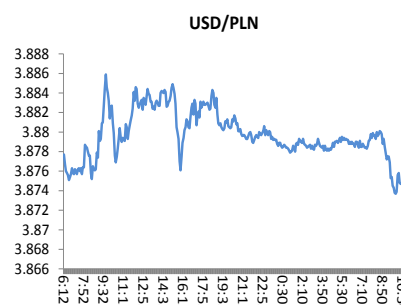
Today the O/N bid rate should be within a range of 1.00%-1.30%. Swap rates were practically unchanged in all sectors.

Equities

Yesterday the Dow Jones index closed 0.40% down and the S&P 500 index was 0.38% down. Today in the morning the FTSE 100 index was 0.66% down, the CAC 40 index was 0.44% down and the DAX index was 0.38% down. The Nikkei index closed 0.48% down. Today in the morning the WIG20 index was 0.82% down and the WIG index was 0.79% down.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

Polish local market data 21 November 2019 (9:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN forwards			EUR/PLN forwards		
				SPOT	bid	offer	SPOT	bid	offer
USD/PLN	3.8735	3.8792	-0.1%	SPOT	3.8729	3.8740	SPOT	4.2943	4.2953
EUR/PLN	4.2948	4.2917	0.1%	S/N	3.8733	3.8744	S/N	4.2947	4.2957
GBP/PLN	5.0142	5.0081	0.1%	1W	3.8733	3.8744	1W	4.2947	4.2957
CHF/PLN	3.9121	3.9126	0.0%	1M	3.8733	3.8744	1M	4.2947	4.2957
SEK/PLN	0.4032	0.4000	0.8%	2M	3.8733	3.8744	2M	4.2947	4.2957
NOK/PLN	0.4257	0.4222	0.8%	3M	3.8733	3.8744	3M	4.2947	4.2957
DKK/PLN	0.5747	0.5743	0.1%	6M	3.8733	3.8744	6M	4.2947	4.2957
CAD/PLN	2.9112	2.9172	-0.2%	12M	3.8733	3.8744	12M	4.2947	4.2957
CZK/PLN	0.1685	0.1681	0.2%						
				WIBOR	Last fixing	1-day change	T-bills (mid)	Today's opening	1-day change
EUR/USD	1.1088	1.1063	0.2%	O/N	1.56 %	0 bp			
USD/JPY	108.51	108.43	0.1%	1W	1.58 %	0 bp			
GBP/USD	1.2945	1.2910	0.3%	1M	1.63 %	0 bp	1M		
USD/CHF	0.9902	0.9915	-0.1%	3M	1.71 %	0 bp	3M	%	bp
EUR/JPY	120.31	119.96	0.3%	6M	1.79 %	0 bp	6M	%	bp
EUR/GBP	0.8565	0.8570	0.0%	9M	1.80 %	0 bp	9M	%	bp
USD/CAD	1.3306	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	1.63	1X7	1.79	2Y	1.73 %	0 bp	2Y	1.40 %	-1 bp
2X3	1.63	3X9	1.79	5Y	1.73 %	0 bp	5Y	1.81 %	2 bp
1X4	1.71	6X12	1.77	10Y	1.79 %	1 bp	10Y	2.06 %	2 bp
3X6	1.70			5Y-2Y	0 bp	0 bp			
6X9	1.69			10Y-5Y	6 bp	0 bp			
9X12	1.65			10Y-2Y	6 bp	0 bp			



Appendix 1

Important Disclosures

Additional information available upon request

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