



## Poland Daily

### HEADLINES...

POL: In December 2019 industrial output fell by 9.4% m/m and increased by 3.8% y/y, below analyst's consensus forecast of 6.4% y/y. Seasonally adjusted industrial output fell by 2.9% m/m and rose by 2.1% y/y in December. Production of investment goods rose by 6.1% y/y, production of consumer non-durable goods rose by 4.6% y/y, production of consumer durable goods rose by 4.2% y/y and production of intermediate goods rose by 3.1% y/y in December. Production of energy-related goods fell by 2.5% y/y in December.

POL: In December 2019 producer prices rose by 0.1% m/m and increased by 1.0% y/y, coming slightly above market consensus forecast of 0.9% y/y.

### THE DAY AHEAD...

EMU: Consumer confidence (Jan), ECB decision

POL: Retail sales (Dec), minutes from MPC meeting

USA: Index of leading indicators (Dec), initial jobless claims

### TODAY'S FOCUS:

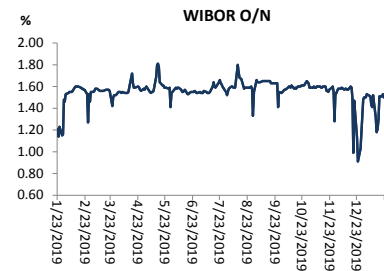
Today economic calendar contains the European Central Bank decision (no change in monetary policy settings is expected), retail sales from Poland for December, US initial jobless claims and index of leading indicators for December.

### DIARY (Today)

Country	GMT	Release	DB Expected	Actual	Consensus
POL	9:00	Retail sales (Dec)	(7.0%)	14.6% (7.5%)	14.4% (7.3%)
EMU	12:45	ECB decision	0.0%		0.0%
POL	13:00	Minutes from MPC meeting			
USA	13:30	Initial jobless claims			214k
USA	15:00	Index of leading indicators (Dec)	-0.2%		-0.2%
POL	16:00	Consumer confidence (Jan)			-7.8

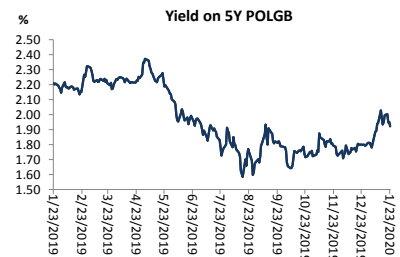
Source: Deutsche Bank Estimates and Bloomberg Finance LP

Figure 1: WIBOR O/N



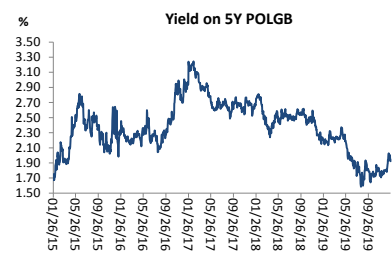
Source: Bloomberg

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 0.3% weaker versus the USD and was 0.2% weaker versus the EUR compared to the yesterday's NBP fixing. The zloty should be moving today within a range of PLN4.2350-4.2550 per EUR.

The USD has been moving in a horizontal trend versus the EUR ahead of ECB meeting today.

## Fixed Income

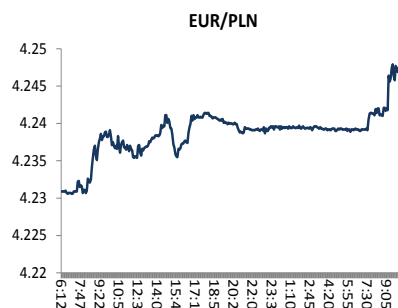
The yields on Poland's government bonds were 2-3bps down in all tenors.

## Interest Rates

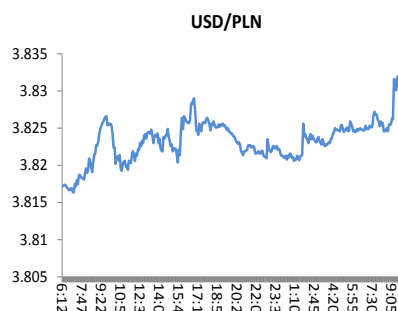
Today the O/N bid rate should be within a range of 1.20%-1.30%. Swap rates were 1-3 bps down across the curve.

## Equities

Yesterday the Dow Jones index closed 0.03% down and the S&P 500 index was 0.03% up. Today in the morning the FTSE 100 index was 0.22% down, the CAC 40 index was 0.14% down and the DAX index was 0.46% down. The Nikkei index closed 0.98% down. Today in the morning the WIG20 index was 0.15% up and the WIG index was 0.16% up.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

## Polish local market data 23 January 2020 (8:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN forwards	bid	offer	EUR/PLN forwards	bid	offer
USD/PLN	3.8329	3.8202	0.3%	SPOT	3.8323	3.8334	SPOT	4.2468	4.2478
EUR/PLN	4.2473	4.2370	0.2%	S/N	3.8323	3.8334	S/N	4.2470	4.2480
GBP/PLN	5.0306	4.9894	0.8%	1W	3.8320	3.8332	1W	4.2483	4.2494
CHF/PLN	3.9548	3.9328	0.6%	1M	3.8314	3.8325	1M	4.2538	4.2549
SEK/PLN	0.4030	0.4018	0.3%	2M	3.8306	3.8319	2M	4.2606	4.2619
NOK/PLN	0.4258	0.4259	0.0%	3M	3.8302	3.8315	3M	4.2684	4.2698
DKK/PLN	0.5684	0.5670	0.2%	6M	3.8296	3.8312	6M	4.2910	4.2932
CAD/PLN	2.9124	2.9236	-0.4%	12M	3.8307	3.8338	12M	4.3380	4.3420
CZK/PLN	0.1688	0.1687	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	1.50 %	bp			
USD/JPY	109.53	109.96	-0.4%	1W	1.54 %	bp			
GBP/USD	1.3125	1.3061	0.5%	1M	1.63 %	bp	1M		
USD/CHF	0.9692	0.9714	-0.2%	3M	1.71 %	bp	3M	%	bp
EUR/JPY	121.37	121.96	-0.5%	6M	1.79 %	bp	6M	%	bp
EUR/GBP	0.8443	0.8492	-0.6%	9M	1.80 %	bp	9M	%	bp
USD/CAD	1.3161	1.3067	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	1.80	2Y	1.85 %	bp	2Y	1.55 %	-3 bp
2X3	1.64	3X9	1.81	5Y	1.93 %	bp	5Y	1.92 %	-3 bp
1X4	1.71	6X12	1.83	10Y	1.99 %	bp	10Y	2.25 %	-2 bp
3X6	1.72			5Y-2Y	8 bp	bp			
6X9	1.75			10Y-5Y	6 bp	bp			
9X12	1.76			10Y-2Y	15 bp	bp			



# Appendix 1

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### Additional information available upon request

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