



## Poland Daily

### HEADLINES...

POL: Government sent to parliament and trade unions and employers' associations extended version of "anti-crisis shield".

POL: Pawel Borys from government's investment agency PFR said that it was unlikely that borrowing needs of Poland exceeded 4-5% of GDP in 2020, so it was unlikely that public debt would rise to above 50% in 2020 from about 45% of GDP.

**The Finance Ministry starts issuing T-bills as of Monday, March 30.**

DEU: Business conditions index IFO fell to 86.1 in March from 96.0 in February. IFO expectations index fell to 79.7 in March from 93.1 in February while IFO current conditions index declined to 93.0 in March from 99.0 in February.

### THE DAY AHEAD...

USA: initial jobless claims, GDP (Q4)

UK: Bank of England's decision

CZK: CNB decision

EMU: Money supply M3 (Feb)

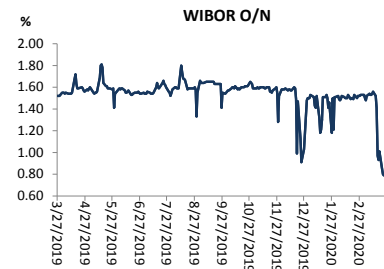
FRA: Business confidence (Mar)

DEU: GfK consumer confidence (Apr)

### TODAY'S FOCUS:

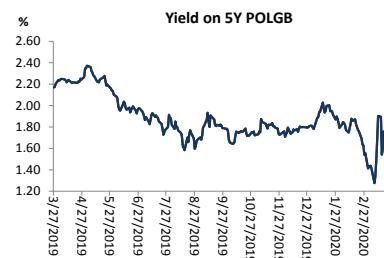
Today market participants will focus on US initial jobless claims that will be the first indicator showing labour market reaction to lockdown in the US. Today Bank of England holds policy meeting (no change expected) and Czech central bank is expected to cut interest rates by 50bps.

Figure 1: WIBOR O/N



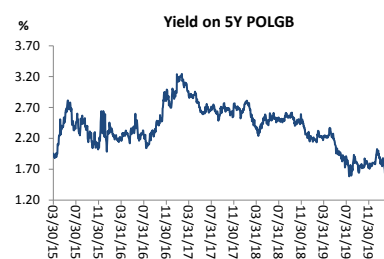
Source: Bloomberg

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
FRA	6:30	Business confidence (Mar)		95	97
DEU	7:00	GfK consumer confidence (Apr)		2.7	7.5
EMU	9:00	Money supply M3 (Feb)		(5.5%)	(5.2%)
UK	12:00	Bank of England decision	0.1%		0.1%
CZK	12:00	CNB decision	1.25%		1.25%
USA	12:30	Initial jobless claims	1700k		1640k
USA	12:30	GDP (Q4)	(2.1%)		(2.1%)

Source: Deutsche Bank Estimates and Bloomberg Finance LP



## Foreign Exchange

Today in the morning the zloty was 0.8% firmer versus the USD and was 0. steady versus the EUR compared to the yesterday's NBP fixing. The zloty was 1.4% firmer versus the GBP and firmed by 0.3% versus the CHF. The zloty should be moving today within a wide range of PLN4.5400-4.6350 per EUR.

Today in the morning the EUR firmed versus the USD as the ECB lifted limits to its purchases of government bonds under QE programme.

## Fixed Income

The yields on Poland's government bonds were 2bps down in 2Y sector and fell by 16bps and 13bps respectively in 5-year and 10-year sectors.

At bond purchase auction today the NBP will be buying government bonds series DS1029, DS0727, WS0428, PS0244, DS0725, DS0726. The NBP didn't specify amounts to be purchased.

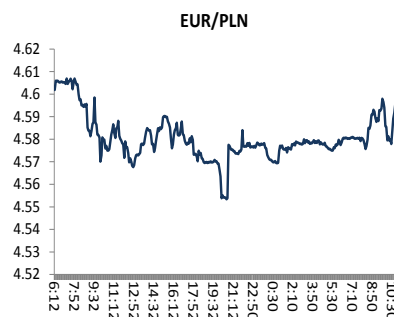
**At auction on Monday, March 30, the Finance Ministry will offer 20-week T-bills worth PLN1-2bn and 52-week T-bills worth PLN1-2bn.** The Finance Ministry start issuing short-term debt to finance cash component of "anti-crisis shield".

## Interest Rates

Today the O/N bid rate should be within a range of 0.60%-0.75%. Swap rates were 2bps-6bps up across the curve.

## Equities

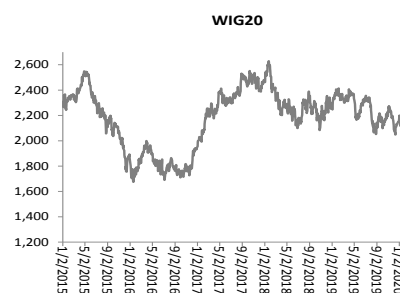
Yesterday the Dow Jones index closed 2.39% up and the S&P 500 index was 1.15% up. Today in the morning the FTSE 100 index was 1.85% down, the CAC 40 index was 1.76% down and the DAX index was 1.76% down. The Nikkei index was 4.51% down. Today in the morning the WIG index was 0.06% down and the WIG20 index was 0.09% down.



Source: Bloomberg

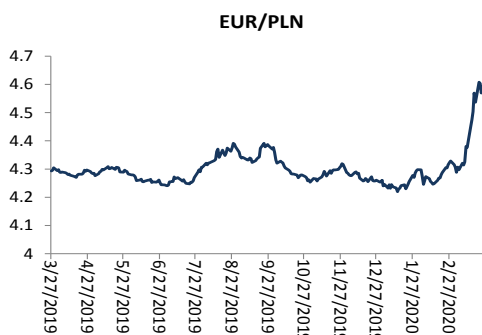


Source: Bloomberg

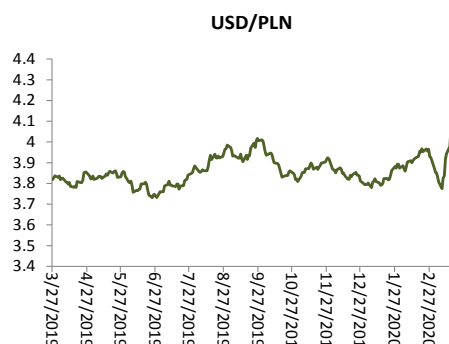


Source: Bloomberg

## Medium term FX trends:



Source: Bloomberg



Source: Bloomberg



# Appendix 1

## Important Disclosures

### Additional information available upon request

Deutsche Bank Polska S.A. represents that the data contained in this publication are of information nature only, and the content presented herein does not constitute an offer within the meaning of Art. 66 of the Civil Code of 23 April 1964, an invitation to offer or a recommendation to enter into any transaction. This publication may not be treated as advice and does not perform any function of advice. All information used in this publication has been obtained from generally accessible sources which are generally recognized as reliable. Deutsche Bank Polska S.A. has exercised due diligence to verify the above information and bring it up to date, but it disclaims any and all liability for its accuracy or completeness, or for any damage that the Client or third parties may incur as a result of decisions made in reliance on the information contained in this publication.

The transactions or products listed herein may not be appropriate for all investors. Before making a decision on entering into a transaction or acquiring a product the Client should, without relying only on the information provided in this publication, make an independent assessment of the economic risk of such transaction and his ability to incur it, its tax and legal nature, the legal consequences of the transaction and potential benefits and losses associated with it, as well as assess the market characteristics.

The assumptions, simulations and opinions contained in this publication constitute the sole judgment of Deutsche Bank Polska S.A.'s / persons preparing it as at the date of publication of this document which is subject to change without a requirement to publish it. Any and all projections are based on assumptions pertaining to market conditions and there is no guarantee that any projected results will be achieved. Past performance is not a guarantee of future results.

Deutsche Bank Polska S.A. represents that the information presented above should not be in any case treated by the Client as Deutsche Bank Polska S.A.'s recommendation or advice. This publication may not be duplicated or distributed in any way, in particular through mass media, without the prior written consent of Deutsche Bank Polska S.A., al. Armii Ludowej 26, 00-609 Warsaw, NIP no. 676-01-07-416, District Court for the capital city of Warsaw, 12th Corporate Division of the National Court Register, file number KRS 0000022493, share capital PLN 1,744,449,384 paid up in full.

## Analyst Certification

The views expressed in this report accurately reflect the personal views of the undersigned lead analyst(s). In addition, the undersigned lead analyst(s) has not and will not receive any compensation for providing a specific recommendation or view in this report. Arkadiusz Krześniak