



# Poland Daily

## HEADLINES...

POL: Yesterday, in the second vote, the Sejm accepted draft bill submitted by the Law and Justice allowing for vote by mail in presidential elections scheduled for May 10. The bill empowers Sejm speaker to postpone elections due to the state of epidemic. Draft bill was sent to the Senate that indicated they would use full 30-day deadline to work on the draft bill. It means that after likely rejection of the draft bill by the Senate, the draft will be returned to Sejm just couple of days before scheduled election date.

POL: The NBP informed it doesn't plan any changes to open market operations, including structural operations, that include purchases of POLGBs. In March at three auctions the NBP bought government bonds worth total about PLN19bn.

## THE DAY AHEAD...

POL: Official reserve assets (Mar)

DEU: Industrial production (Feb)

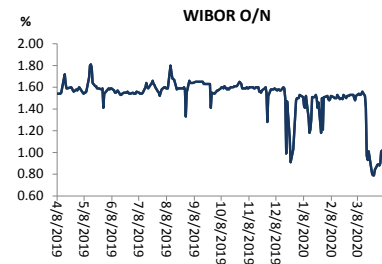
HUN: Industrial production (Feb)

CZK: Retail sales (Feb)

## TODAY'S FOCUS:

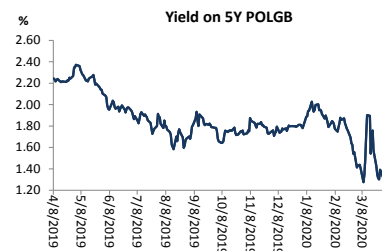
Market participants will be focusing on estimates of the impact of lockdown on Poland's economy. Tomorrow, at one-day policy meeting the MPC most likely will not change interest rates. Post-meeting press conference is not scheduled.

Figure 1: WIBOR O/N



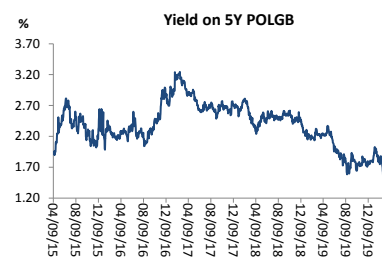
Source: Bloomberg

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	6:00	Industrial production (Feb)		0.3%	-0.8%
CZK	7:00	Retail sales (Feb)		3.6%	2.4%
HUN	7:00	Industrial production (Feb)		0.2%(1.7%)	(0.6%)
POL	12:00	Official reserve assets (Mar)			



## Foreign Exchange

Today in the morning the zloty was 1.2% firmer versus the USD and was 0.6% firmer versus the EUR compared to the yesterday's NBP fixing. The zloty was 1.0% weaker versus the GBP and firmed by 0.7% versus the CHF. Today the zloty should be moving within a wide range of PLN4.5000-4.5650 per EUR.

The EUR firmed by 0.6% versus the USD on hopes that coronavirus epidemic slowed down in major economies.

## Fixed Income

The yields on Poland's government bonds were practically unchanged across the curve.

At auction yesterday the Finance Ministry sold 19-week T-bills worth PLN1bn (versus demand for PLN1.9bn) with the yield of 0.9% and 51-week T-bills worth PLN1.9bn (versus demand for PLN2.7bn) with the yield of 0.9%.

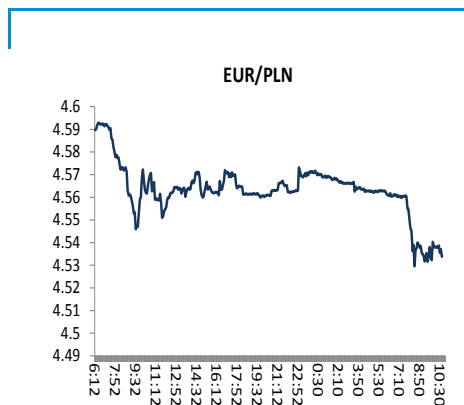
## Interest Rates

Today the O/N bid rate should be within a range of 0.60%-0.75%. Swap rates were 1-2bps down across the curve.

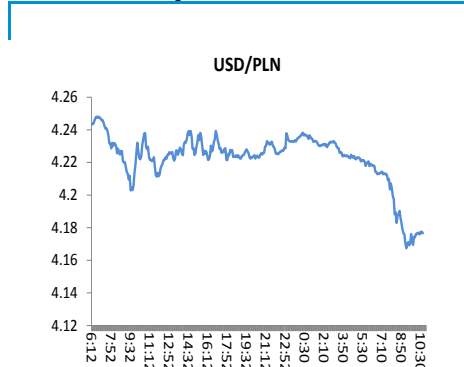
## Equities

Yesterday the Dow Jones index closed 7.73% up and the S&P 500 index was 7.03% up. Today in the morning the FTSE 100 index was 2.49% up, the CAC 40 index was 3.40% up and the DAX index was 3.92% up. The Nikkei index was 2.01% up. Today in the morning the WIG index was 3.73% up and the WIG20 index was 4.18% up. Stock markets rebounded on hopes coronavirus pandemic loses its dynamic.

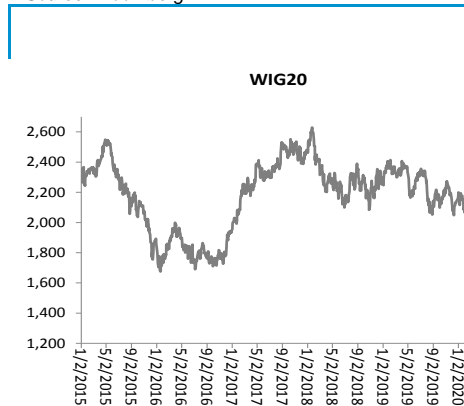
## Medium term FX trends:



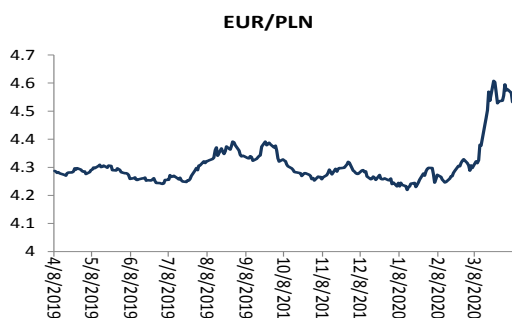
Source: Bloomberg



Source: Bloomberg



Source: Bloomberg





# Appendix 1

## Important Disclosures

### Additional information available upon request

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