



Poland Daily

POL: PM Mateusz Morawiecki informed that during the first week of payments, the State Development Fund (PFR) paid subsidies worth total PLN10bn for 50 thousands enterprises employing total 500 thousands employees.

POL: Deputy President of the State Development Fund (PFR), Bartłomiej Pawlak informed that today the PFR will issue bonds worth PLN10-15bn.

THE DAY AHEAD...

USA: employment report (Apr)

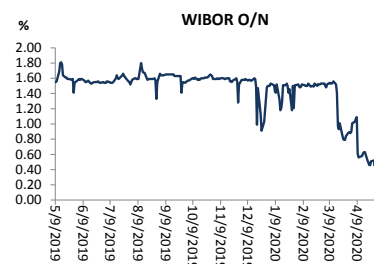
DEU: Trade balance (Mar)

HUN: Inflation (Apr)

TODAY'S FOCUS:

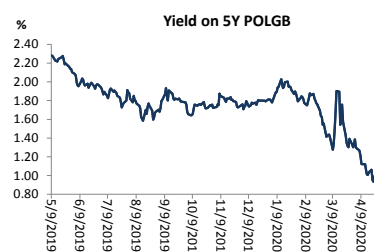
Today market participants will be focusing on US employment report for April. DB expects a 22 million decline in non-farm payrolls and an increase of unemployment rate to 17.1% in April from 4.4% in March.

Figure 1: WIBOR O/N



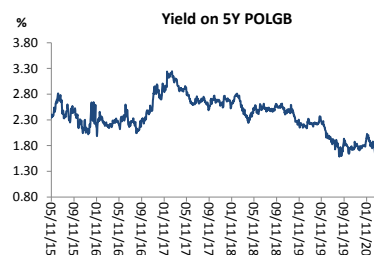
Source: Bloomberg

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	Trade balance (Mar)		EUR17.4bn	EUR18.8bn
HUN	7:00	Inflation (Apr)		-0.6% (2.4%)	-0.4% (2.7%)
USA	12:30	Change in non-farm employment (Apr)	-22000k		-22000k
USA	12:30	Unemployment rate (Apr)	17.1%		16.0%



Foreign Exchange

Today in the morning the zloty was 0.2% firmer versus the USD and was 0.2% weaker versus the EUR compared to the previous NBP fixing. The zloty should be moving within a range of PLN4.5300-4.5700 per EUR.

The USD weakened by 0.3% versus the EUR ahead of US employment report for April.

Fixed Income

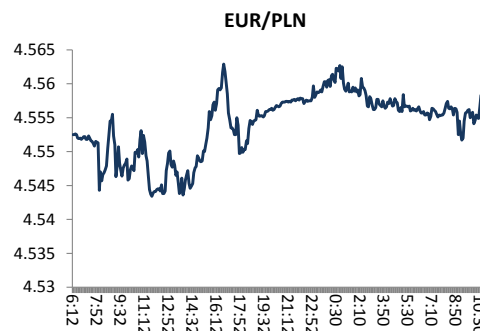
The yields on Poland's government bonds were 2bps up in 2-year sector and fell by 2-3bps in 5-year and 10-year sectors.

Interest Rates

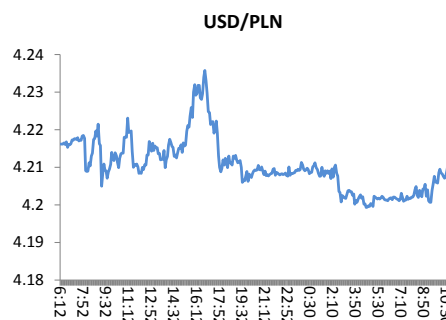
Today the O/N bid rate should be within a range of 0.20%-0.30%. Swap rates were 2-4bps down in all tenors.

Equities

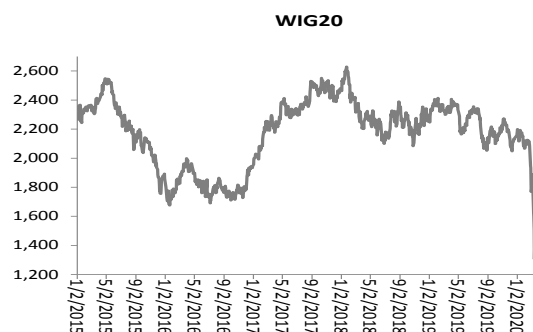
Yesterday the Dow Jones index closed 0.89% up and the S&P 500 index was 1.15% up. Today in the morning the FTSE 100 index was 1.40% up, the CAC 40 index was 0.73% up and the DAX index was 0.79% up. The Nikkei index increased by 2.56%. Today in the morning the WIG index was 1.04% up and the WIG20 index was 1.20% up.



Source: Bloomberg

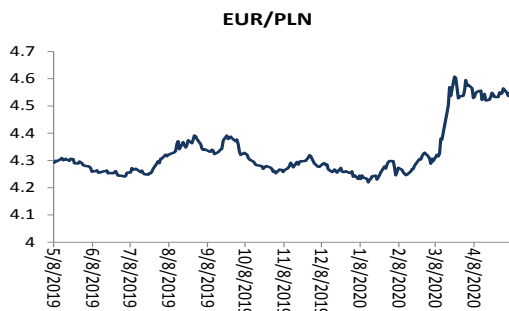


Source: Bloomberg

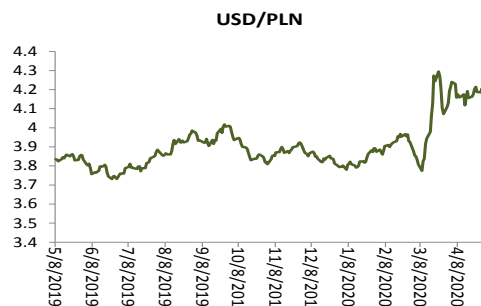


Source: Bloomberg

Medium term FX trends:



Source: Bloomberg



Source: Bloomberg



Appendix 1

Important Disclosures

Additional information available upon request

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