



Poland Daily

HEADLINES:

POL: Polish Development Fund (PFR) informed that consumption of electricity fell by 1.2% y/y last week. Since beginning of the year demand declined by 4.9% y/y.

POL: Monetary Policy Council member Jerzy Kropiwnicki said he didn't expect changes in NBP interest rates this year but added he expected gradual hikes in central bank's interest rates during next year. He expects inflation to accelerate to 5% this year from estimated inflation of 3.1% in July.

THE DAY AHEAD...

DEU: Inflation (Jul),

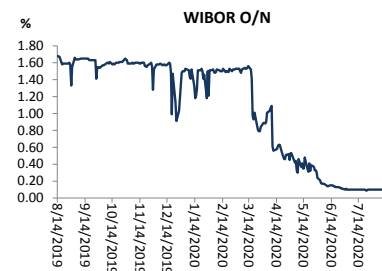
POL: Balance of payments (Jun)

USA: Initial jobless claims,

TODAY'S FOCUS:

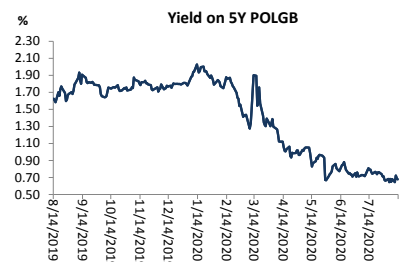
Today economic calendar contains balance of payments in Poland for June, inflation from Germany for July and US initial jobless claims.

Figure 1: WIBOR O/N



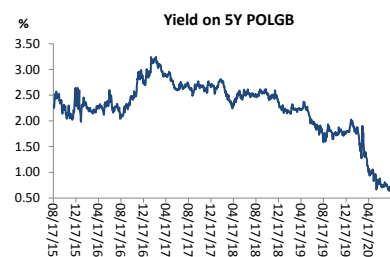
Source: Bloomberg

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	Inflation(Jul)	-0.5% (-0.1%)	-0.5% (-0.1%)	-0.5% (-0.1%)
POL	12:00	Current account (Jun)	EUR1933mn		EUR2219mn
POL	12:00	Trade balance (Jun)	EUR706mn		EUR1210mn
USA	12:30	Initial jobless claims	1150k		1100k

Source: Deutsche Bank Estimates and Bloomberg Finance LP



Foreign Exchange

Today in the morning the zloty firmed by 1.0% versus the USD and was 0.1% firmer versus the EUR compared to the previous NBP fixing. The zloty should be moving within a range of PLN4.3850-4.4100 per EUR.

The USD weakened by 1.0% versus the EUR due to the deadlock in US Congress on extension of fiscal stimulus.

Fixed Income

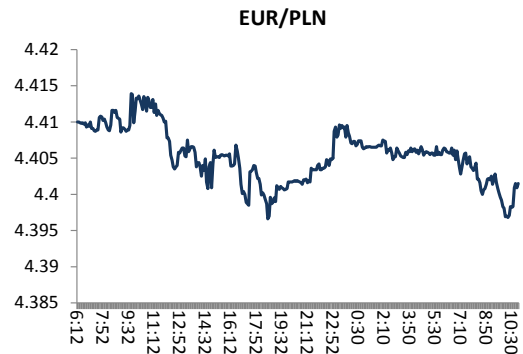
The yields on Poland's government bonds were 1 and 3 bps down respectively in 5-year and 10-year sectors.

Interest Rates

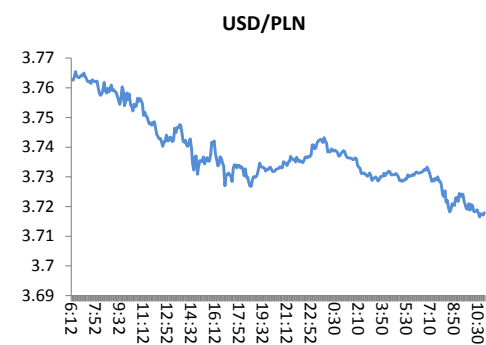
Today the O/N bid rate should be within a range of 0.00%-0.05%. Swap rates were steady across the curve.

Equities

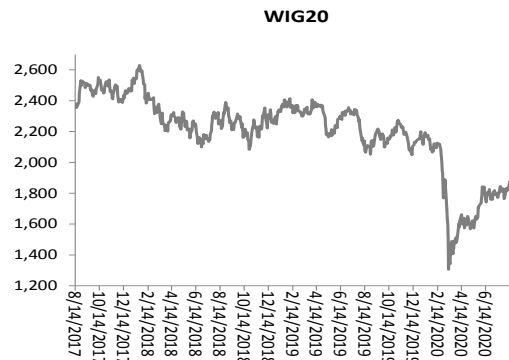
Yesterday the Dow Jones index closed 1.05% up and the S&P 500 index was 1.40% up. US equities practically has recovered all covid-related losses. Today in the morning the FTSE 100 index was 0.97% down, the CAC 40 index was 0.11% down and the DAX index was 0.08% down. The Nikkei index increased by 1.78%. Today in the morning the WIG index was 1.15% up and the WIG20 index was 1.13% 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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