



Poland Daily

HEADLINES:

POL: In October average employment in enterprises' sector rose by 0.1% m/m and was 1.0% down y/y. Employment in business sector has been gradually recovering, in line with our expectations. The recovery is slow due to sanitary restrictions and weaker demand from domestic consumers and lower export orders.

POL: In October average wage in enterprises' sector rose by 1.6% mm and increased by 4.7% y/y. Wage growth in business sector has been recovering faster than employment due to the fact that companies have to compensate for absences in work caused by quarantine or taking care of children.

POL: In November consumer confidence fell to -29.2pts from -20pts in October.

THE DAY AHEAD...

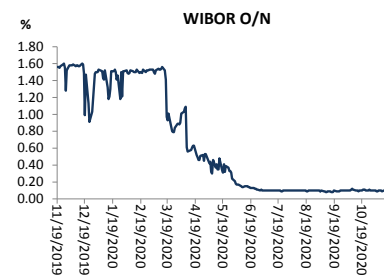
POL: Wages (Oct), employment (Oct), consumer confidence (Nov)

USA: Existing Home Sales (Oct), leading indicators (Oct), initial jobless claims

TODAY'S FOCUS:

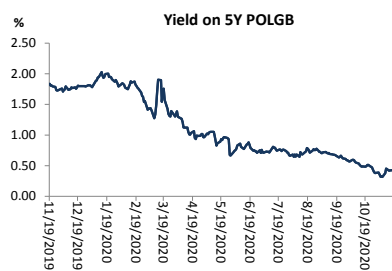
Today economic calendar contains average wage and employment for October from Poland and US initial jobless claims, existing home sales and leading indicators for October.

Figure 1: WIBOR O/N



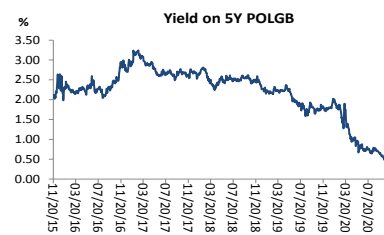
Source: Bloomberg

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
POL	9:00	Average wage (Oct)	1.5% (4.5%)	1.6% (4.7%)	1.5% (4.8%)
POL	9:00	Average employment (Oct)	0.2% (-1.0%)	0.1% (-1.0%)	0.0% (-1.1%)
POL	9:00	Consumer confidence (Nov)	-25	-29.2	-25
USA	13:30	Initial jobless claims	700k		700k.
USA	15:00	Existing Home Sales (Oct)	6.47 m		6.5 m
USA	15:00	Leading indicators (Oct)	0.1%		0.7%



Foreign Exchange

Today in the morning the zloty was 0.6% weaker versus the USD and was 0.2% weaker versus the EUR compared to the previous NBP fixing. Today the zloty should be moving in a range of 4.4600-4.5000 PLN per EUR.

The USD was 0.5% firmer versus the EUR as ECB President Lagarde said economic recovery in euro-zone stalled in Q4 due to rise in number of infections.

Fixed Income

Yesterday the NBP bought outright government bonds series PS0425, WS0428 and DS1029 (worth respectively PLN 80m, PLN95m and PLN38.5m) worth total PLN214.5m. In outright purchases the NBP has already bought bonds worth total PLN105.5bn including BGK bonds worth PLN33.6bn and PFR bonds worth PLN18.6bn.

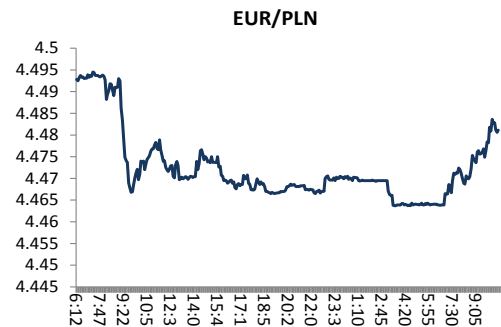
The yields on Poland's government bonds fell by 1bps in all tenors.

Interest Rates

Today the O/N bid rate should be within a range of -0.05% - 0.00%. Swap rates were 1-2bp down in all tenors.

Equities

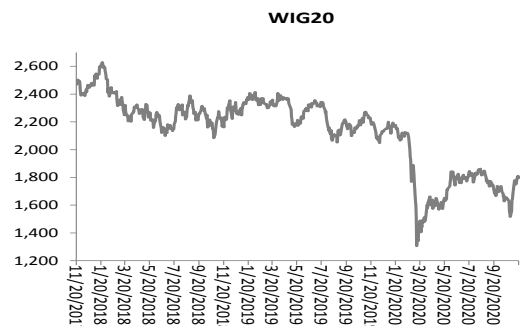
Yesterday the Dow Jones index closed 1.16% down and the S&P 500 index fell by 1.16%. Today in the morning the FTSE 100 index was 0.93% down, the CAC 40 index was 0.91% down and the DAX index was 0.96% down. The Nikkei index closed 0.36% down. Today in the morning the WIG index was 0.87% down and the WIG20 index was 0.90% down.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

Medium term FX trends:





Appendix 1

Important Disclosures

Additional information available upon request

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