



Poland Daily

HEADLINES:

POL: At a press conference, the NBP president, Prof. Adam Glapiński, said that interest rates will stay unchanged until the end of the year, and maybe even until mid-2027, because inflation is likely to exceed the target in the coming months. Higher-than-expected inflation is caused by rising fuel prices, due to the escalation of the US-Iran conflict. The NBP president reported that the central bank currently holds 648 tons of gold and confirmed that the goal is to increase gold reserves to 700 tons. Ludwik Kotecki from the MPC said that if forecasts show inflation rising above 4% for an extended period, the MPC would consider raising interest rates by 25–50 basis points this year or at the beginning of 2027. In his opinion, interest rates will stay unchanged in October. Prof. Henryk Wnorowski from the MPC stated that interest rates will probably remain unchanged until mid-2027, although the risk balance is shifting towards a rate hike.

THE DAY AHEAD...

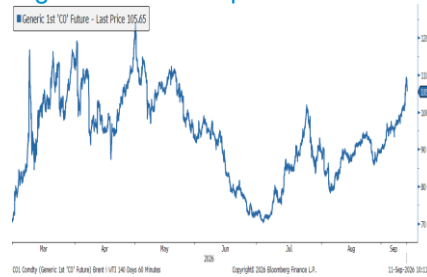
UK: Industrial production (Jul)

USA: CPI (Aug), Core CPI (Aug), Consumer Sentiment (Sep, prel.)

TODAY'S FOCUS:

Today, market participants will be focused on the inflation and core inflation data for August from the US, which will have a big impact on market expectations regarding the Fed's decisions in September. The economic calendar also includes preliminary consumer sentiment data from the University of Michigan for September and industrial production for July.

Figure 1: Brent oil price



Source: Bloomberg

Figure 2: Yield on 5Y POLGB



Source: Bloomberg

Figure 3: Yield on 5Y POLGB – medium term trend



Source: Bloomberg

DIARY (Today)

Country	CET	Release	DB Expected	Actual	Consensus
UK	8:00	Industrial production (Jul)		0.2% (0.6%)	-0.2% (0.2%)
USA	14:30	CPI (Aug)	0.4%		0.4% (3.4%)
USA	14:30	Core CPI (Aug)	0.2%		0.2% (2.4%)
USA	16:00	Consumer sentymnt (Sep, prel.)	52.5		51.0



Foreign Exchange

This morning, the zloty was weaker by 0.5% against the USD and weaker by 0.1% against the EUR compared to yesterday's fixing. The zloty rate was unchanged against the CHF and weaker by 0.1% against the GBP compared to yesterday's fixing.

This morning, the USD was stronger by 0.3% against the EUR, the CHF was weaker by 0.1% against the EUR, and the GBP was weaker by 0.3% against the USD compared to yesterday's fixing.

Fixed Income

This morning, the yield on Polish government bonds rose by 4 bp in the 2-year sector and rose by 3 and 5 bps in the 5-year and 10-year sectors, respectively.

Interest Rates

Today in the morning swap rates rose by 3 bps in 2-year and 5-year sectors and increased by 3 bps in 10-year.

Equities

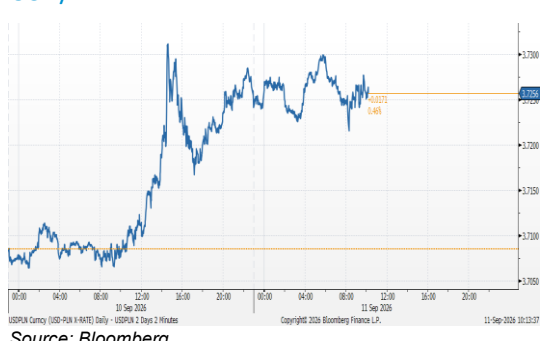
Yesterday at the close, the Dow Jones fell by 0.60%, the S&P 500 dropped by 0.58%, and the NASDAQ fell by 0.65%. This morning, the FTSE 100 rose by 0.06%, the CAC 40 was up by 0.38%, and the DAX was up by 0.22%. The Nikkei fell by 1.93% at today's close, and the Hang Seng was down 0.67%. This morning, the WIG rose by 0.45% and the WIG20 was up 0.45%.

EUR/PLN



Source: Bloomberg

USD/PLN



Source: Bloomberg

WIG20



Source: Bloomberg

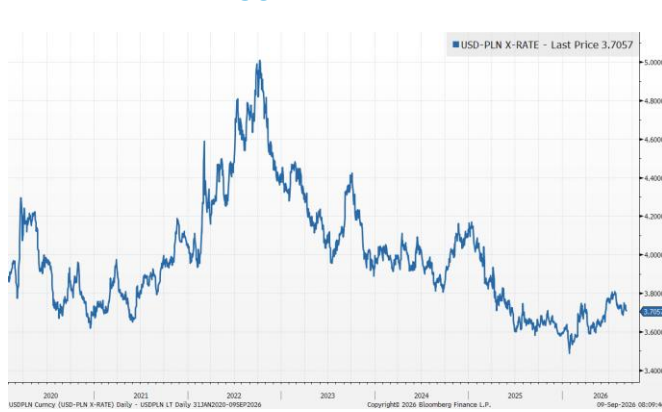
Medium term FX trends:

EUR/PLN



Source: Bloomberg

USD/PLN



Source: Bloomberg



Appendix 1

Important Disclosures

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 2,496,849,384 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 Krzeński