



Poland Daily

HEADLINES:

POL: Consumer confidence rose to -10.8 points in September from -11.3 points in August. The improvement in the consumer confidence index in September was due to better expectations about Poland's economic situation over the next 12 months and an increase in the index of making major purchases.

POL: Industrial production in August increased by 4.3% year-on-year but fell by 7.3% month-on-month. Growth in production at constant prices was recorded in 25 out of 34 industrial sectors, including the production of electrical equipment (+18.7% y/y), machinery and equipment (+12.8% y/y), waste management (+10.8% y/y), electricity, gas, steam, and hot water generation and supply (+10.5% y/y), paper production (+8.8% y/y), metals (+7.2% y/y), computers, electronic and optical products (+7.1% y/y), and other transport equipment (+6.7% y/y). Production declined in areas such as furniture manufacturing (-2.3% y/y) and car production (-1.5% y/y).

POL: In August, producer prices went up by as much as 0.6% month-on-month to 4.2% year-on-year. In August, prices in mining and extraction rose by 6.4% year-on-year and 1.5% month-on-month, while prices in manufacturing went up by 4.6% year-on-year and 0.6% month-on-month.

THE DAY AHEAD...

POL: Industrial production (Aug), PPI (Aug)

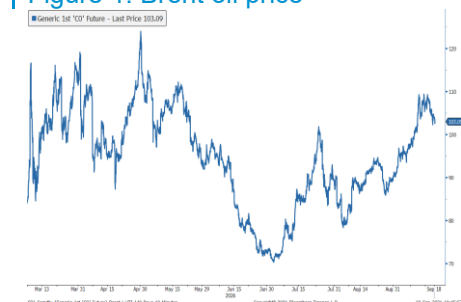
USA: Industrial production (Aug), Leading Index (Aug)

TODAY'S FOCUS:

Today's economic calendar includes industrial production and producer prices from Poland for August, as well as industrial production and the leading indicators index for August from the USA.

DIARY (Today)

Figure 1: Brent oil price



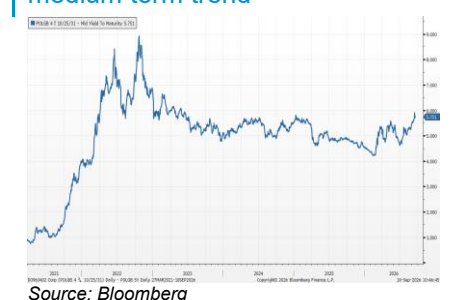
Source: Bloomberg

Figure 2: Yield on 5Y POLGB



Source: Bloomberg

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



Source: Bloomberg

Country	CET	Release	DB Expected	Actual	Consensus
POL	9:30	Industrial production (Aug)	(6.5%)	-7.5% (4.3%)	-5.3% (7.2%)
POL	9:30	PPI (Aug)		0.6% (4.2%)	0.4% (3.6%)
USA	15:15	Industrial production (Aug)	0.3%		0.3%
USA	16:00	Leading Index (Aug)	0.2%		0.1%



Foreign Exchange

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

This morning, the USD was 0.1% weaker against the EUR, the CHF was unchanged against the EUR, and the GBP was 0.2% weaker against the USD compared to yesterday's fixing.

Fixed Income

This morning, the yield on Polish government bonds rose by 4 basis points in the 2-year and 5-year sectors and went up by 3 basis points in the 10-year sector after higher-than-expected producer prices for August, pointing to a rise in energy commodity prices, including coal.

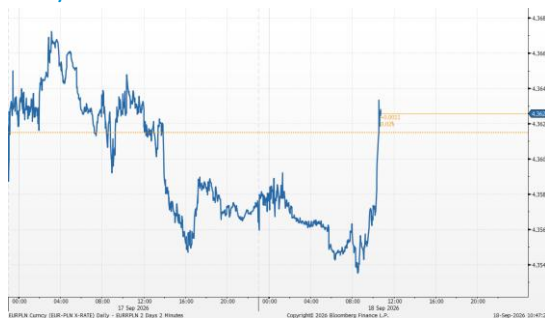
Interest Rates

This morning, swap rates went up by 3 bps in the 2-year sector, increased by 4 bps in the 5-year sector, and rose by 3 bps in the 10-year sector.

Equities

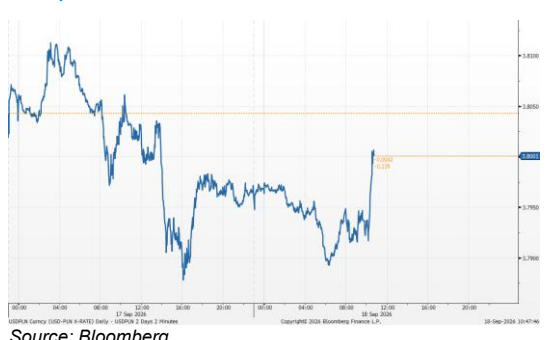
Yesterday at the close, the Dow Jones index rose by 0.61%, the S&P 500 went up by 1.14%, and the NASDAQ increased by 1.69%, boosted by a drop in oil prices. This morning, the FTSE 100 index fell by 0.62%, the CAC 40 was down 0.58%, and the DAX was down 0.52%. At today's close, the Nikkei index rose by 1.38% and the Hang Seng was up 0.60%. This morning, the WIG index fell by 0.14% and the WIG20 was down 0.15%.

EUR/PLN



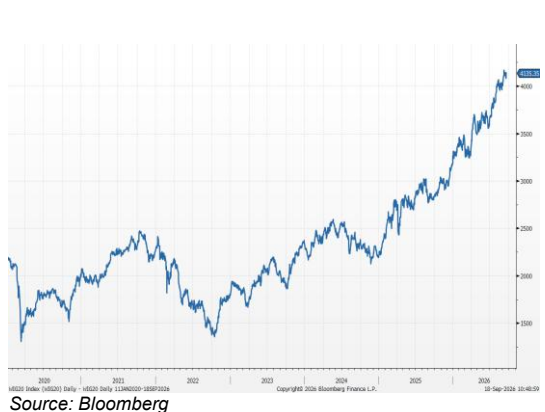
Source: Bloomberg

USD/PLN



Source: Bloomberg

WIG20



Source: Bloomberg

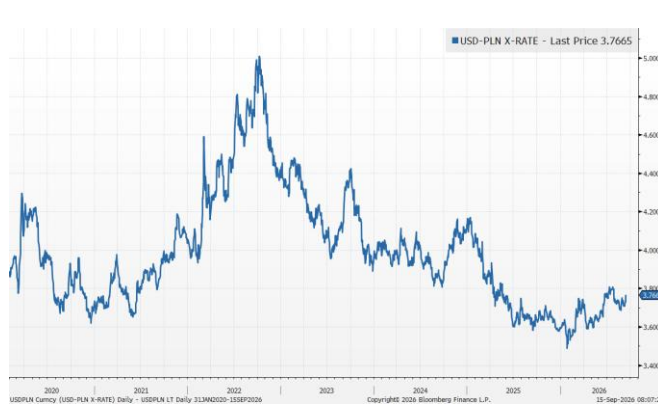
Medium term FX trends:

EUR/PLN



Source: Bloomberg

USD/PLN



Source: Bloomberg



Appendix 1

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