



Poland Daily

HEADLINES...

POL: According to IBRiS poll, ruling Law and Justice (PiS) may count on 37% of votes in next parliamentary elections, while coalition of the main opposition parties Civic Platform (PO) and Nowoczesna is supported by 31% of voters. Left SLD party enjoyed 9% support. According to this poll, if Robert Biedroń's liberal party takes part in next parliamentary elections, ruling PiS would have 38% of votes, coalition of PO-Nowoczesna 29% of votes, Biedroń's party 8% of votes and SLD 8% of votes.

POL: In local elections this fall farmer's party PSL will not enter coalition of opposition parties nor form coalition with ruling Law and Justice.

POL: In 1H2018 Poland's companies created 426k new jobs, and number of vacancies rose by almost 30% to 165k in the end of June 2018. In 1H2018 most new jobs were created in trade and car repair (101k), manufacturing (82k), construction (59k), transport and logistics (28k), business administration (28k), professional, technical and scientific activity (26k), hotels and restaurants (20k), information and telecommunication (17k), education (15k) and healthcare (13k). In June 2018 majority of vacancies were in manufacturing (37.5k), construction (30k), trade (28k), transport and logistics (10.5k) and information and telecommunication (9k).

THE DAY AHEAD...

HUN: Inflation (Aug)

UK: Unemployment rate (Jul)

DEU: ZEW (Sep)

USA: Wholesale inventories (Jul)

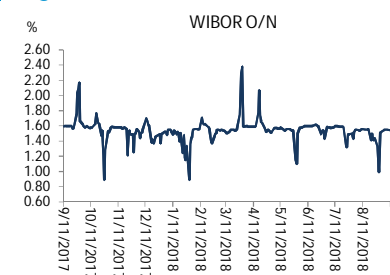
TODAY'S FOCUS:

Today economic calendar contains German ZEW index of economic expectations for September.

DIARY (Today)

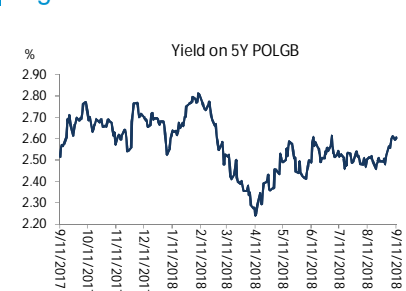
Country	GMT	Release	DB Expected	Actual	Consensus
HUN	7:00	Inflation (Aug)		0.1% (3.4%)	-0.1% (3.3%)
UK	8:30	Unemployment rate (Jul)			4.0%
DEU	9:00	ZEW (Sep)	72		72

Figure 1: WIBOR O/N



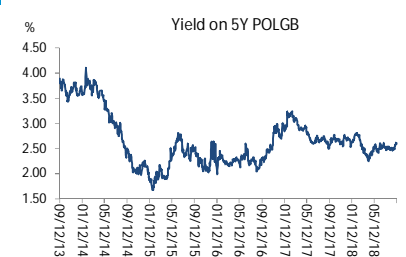
Source: Bloomberg

Figure 2: Yield on 5Y POLGB



Source: Bloomberg

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



Source: Bloomberg



Foreign Exchange

Today in the morning the zloty was 0.8% firmer versus the USD and was 0.2% firmer versus the EUR compared to the last NBP fixing. The zloty firmed on improved mood in EM in the region. Today the zloty should be moving within a range of PLN4.2900-4.3200 per EUR.

The EUR firmed versus the USD due to improved confidence on Brexit talks and prospects of better US-EU trade relations.

Fixed Income

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

Interest Rates

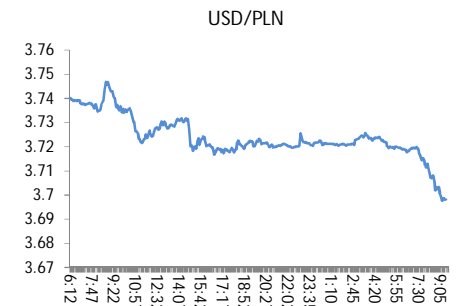
Today the O/N bid rate should be within a range of 1.20%-1.45%. Swap rates were 1-3 bps up across the curve.

Equities

Yesterday the Dow Jones index closed 0.23% down. Today in the morning the FTSE index fell by 0.24%, the CAC index increased by 0.18% and the DAX index was 0.12% up. The Nikkei index closed 1.30% up. Today in the morning the WIG20 index fell by 0.28% and the WIG index increased by 0.22%.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

Polish local market data 11 September 2018 (7:00 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN		
				forwards	bid	offer	forwards	bid	offer
USD/PLN	3.6970	3.7283	-0.8%	SPOT	3.6964	3.6976	SPOT	4.3025	4.3037
EUR/PLN	4.3031	4.3138	-0.2%	S/N	3.6963	3.6976	S/N	4.3027	4.3039
GBP/PLN	4.8331	4.8255	0.2%	1W	3.6960	3.6973	1W	4.3041	4.3054
CHF/PLN	3.7978	3.8384	-1.1%	1M	3.6940	3.6954	1M	4.3101	4.3115
SEK/PLN	0.4097	0.4120	-0.6%	2M	3.6916	3.6930	2M	4.3168	4.3183
NOK/PLN	0.4430	0.4444	-0.3%	3M	3.6888	3.6905	3M	4.3237	4.3256
DKK/PLN	0.5770	0.5784	-0.3%	6M	3.6788	3.6808	6M	4.3465	4.3492
CAD/PLN	2.8152	2.8310	-0.6%	12M	3.6584	3.6611	12M	4.3953	4.3995
CZK/PLN	0.1681	0.1682	-0.1%						
				WIBOR	Last fixing	1-day change	T-bills (mid)	Today's opening	1-day change
EUR/USD	1.1639	1.1570	0.6%	O/N	1.54 %	bp			
USD/JPY	111.51	111.08	0.4%	1W	1.55 %	bp			
GBP/USD	1.3074	1.2943	1.0%	1M	1.64 %	bp	1M		
USD/CHF	0.9736	0.9713	0.2%	3M	1.71 %	bp	3M	%	bp
EUR/JPY	129.79	128.52	1.0%	6M	1.79 %	bp	6M	%	bp
EUR/GBP	0.8903	0.8940	-0.4%	9M	1.82 %	bp	9M	%	bp
USD/CAD	1.3134	1.3170	-0.3%	12M	1.87 %	bp	12M	%	bp
FRAs (mid)	Last closing			IRS (mid)	Today's opening	1-day change	T-Bonds (mid)	Today's opening	1-day change
1X2	1.67	1X7	1.80	2Y	1.96 %	bp	2Y	1.63 %	1 bp
2X3	1.67	3X9	1.82	5Y	2.50 %	bp	5Y	2.61 %	2 bp
1X4	1.72	6X12	1.86	10Y	2.99 %	bp	10Y	3.28 %	3 bp
3X6	1.75			5Y-2Y	55 bp	bp			
6X9	1.80			10Y-5Y	49 bp	bp			
9X12	1.81			10Y-2Y	103 bp	bp			



Appendix 1

Important Disclosures

Additional information available upon request

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