



## Poland Daily

### HEADLINES...

POL: Minutes from MPC meeting on September 5, in line with expectations, were market neutral. The MPC reiterated that despite good business conditions in global economy, inflation remained limited. In the opinion of the Council Q2 GDP data point to maintained high GDP growth, driven by robust consumption supported by rising wages and employment, transfers payments and very high consumer confidence. The MPC underlined that robust GDP growth was accompanied by rising investments in public sector and in sector of big companies. The MPC expects GDP growth to remain relatively high in 2018 and to gradually decelerate in coming years. Some MPC members stated that wage growth stabilised and was likely to remain steady in following months. The MPC underlined that inflation had been stabilising at 2% and was likely to increase to 2.5% within next 12 months. The MPC sees no signs of economic imbalances in Poland. The Council concluded that interest rates should be kept unchanged in the coming quarters what would be conducive for keeping balanced economic growth in Poland.

### THE DAY AHEAD...

POL: Retail sales (Aug)

EMU: PMI Manufacturing (Sep), PMI Services (Sep)

DEU: PMI Manufacturing (Sep), PMI Services (Sep)

USA: PMI Manufacturing (Sep), PMI Services (Sep)

### TODAY'S FOCUS:

Today the GUS will release data on retail sales for August. On a foreign side market participants will be focusing on PMI manufacturing and services indices from euro-zone and the US for September.

### DIARY (Today)

Country	GMT	Release	DB Expected	Actual	Consensus
DEU	7:30	PMI Manufacturing (Sep)	55.5	53.7	55.7
POL	8:00	Retail sales (Sep)	1.0% (9.0%)	0.9% (9.0%)	1.0% (9.2%)
POL	8:00	Real retail sales (Aug)	(6.8%)	(6.7%)	(7.1%)
EMU	8:00	PMI Manufacturing (Sep)	54.2		54.5
USA	13:45	PMI Manufacturing (Sep)	55.0		55.0
USA	13:45	PMI Services (Sep)	55.0		55.0

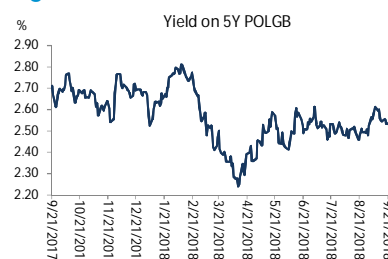
Source: Deutsche Bank Estimates and Bloomberg Finance LP

Figure 1: WIBOR O/N



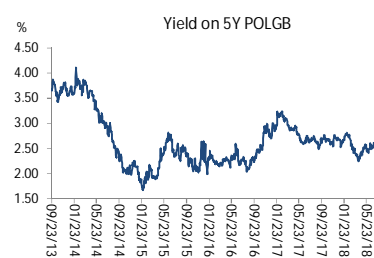
Source: Bloomberg

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 0.7% firmer versus the USD and was unchanged versus the EUR compared to the last NBP fixing. The zloty firmed versus the USD due to technical weakening of the US. Today the zloty should be moving within a range of PLN4.2800-4.3050 per EUR.

The USD weakened versus the EUR as global risk appetite increased.

## Fixed Income

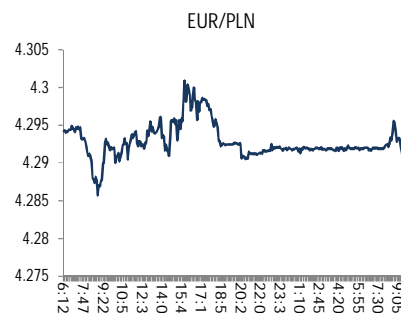
The yields on Poland's government bonds were 1-2bps up in 5-year and 10-year sectors.

## Interest Rates

Today the O/N bid rate should be within a range of 1.20%-1.40%. Swap rates were 1bp up in all tenors.

## Equities

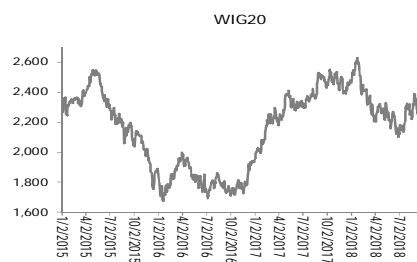
Yesterday the Dow Jones index closed 0.95% up. Today in the morning the FTSE index rose by 0.82%, the CAC index increased by 0.65% and the DAX index was 0.62% up. The Nikkei index closed 0.82% up. Today in the morning the WIG20 index rose by 0.14% and the WIG index increased by 0.15%.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

## Polish local market data 21 September 2018 (7:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN		
				forwards	bid	offer	forwards	bid	offer
USD/PLN	3.6447	3.6702	-0.7%	SPOT	3.6441	3.6453	SPOT	4.2910	4.2921
EUR/PLN	4.2916	4.2912	0.0%	S/N	3.6440	3.6452	S/N	4.2912	4.2923
GBP/PLN	4.8161	4.8412	-0.5%	1W	3.6435	3.6447	1W	4.2926	4.2939
CHF/PLN	3.8062	3.7985	0.2%	1M	3.6416	3.6429	1M	4.2980	4.2993
SEK/PLN	0.4151	0.4132	0.4%	2M	3.6391	3.6404	2M	4.3056	4.3072
NOK/PLN	0.4479	0.4461	0.4%	3M	3.6365	3.6379	3M	4.3131	4.3146
DKK/PLN	0.5754	0.5753	0.0%	6M	3.6261	3.6279	6M	4.3352	4.3379
CAD/PLN	2.8242	2.8403	-0.6%	12M	3.6039	3.6073	12M	4.3834	4.3877
CZK/PLN	0.1681	0.1679	0.1%						
				WIBOR			T-bills (mid)		
					Last fixing	1-day change		Today's opening	1-day change
EUR/USD	1.1775	1.1692	0.7%	O/N	1.43 %	-7 bp	1M		
USD/JPY	112.68	112.27	0.4%	1W	1.54 %	0 bp	3M	%	bp
GBP/USD	1.3215	1.3191	0.2%	1M	1.64 %	0 bp	6M	%	bp
USD/CHF	0.9576	0.9662	-0.9%	3M	1.72 %	0 bp	9M	%	bp
EUR/JPY	132.69	131.26	1.1%	6M	1.79 %	0 bp	12M	%	bp
EUR/GBP	0.8911	0.8864	0.5%	9M	1.82 %	0 bp			
USD/CAD	1.2906	1.2922	-0.1%	12M	1.87 %	0 bp			
				FRAs			T-Bonds (mid)		
					Last closing	1-day change		Today's opening	1-day change
1X2	1.68	1X7	1.81	IRS (mid)	Today's opening	1-day change	2Y	1.56 %	0 bp
2X3	1.68	3X9	1.83	2Y	1.97 %	1 bp	5Y	2.54 %	1 bp
1X4	1.73	6X12	1.86	5Y	2.49 %	1 bp	10Y	3.23 %	2 bp
3X6	1.75			10Y	2.98 %	1 bp			
6X9	1.78			5Y-2Y	52 bp	0 bp			
9X12	1.82			10Y-5Y	48 bp	0 bp			
				10Y-2Y	101 bp	0 bp			



# Appendix 1

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### Additional information available upon request

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