



Poland Daily

HEADLINES...

POL: According to IBRiS poll, ruling coalition, led by Law and Justice (PiS) has 37% voter support, almost unchanged from survey in August. Koalicja Obywatelska (Civic Coalition), comprised of the main opposition parties Civic Platform (PO) and Nowoczesna enjoys support of 30% of voters, unchanged from August survey. Anti-establishment Kukiz'15 movement has got 10% voter support (increase by 3.1 p.p.), leftist SLD is supported by 7% of voters (down 1.6 p.p.) and peasant party PSL is supported by 5% of voters (no change versus August).

POL: Today President Andrzej Duda will appoint Supreme Court judges despite injunction from the Supreme Administrative Court and a suit against Poland at the European Court of Justice.

THE DAY AHEAD...

FRA: Industrial production (Aug)

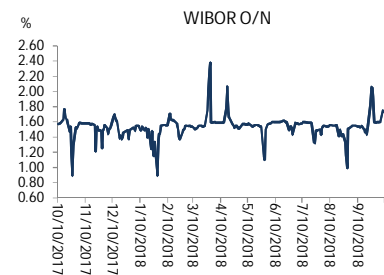
UK: Industrial production (Aug), trade balance (Aug)

USA: PPI (Sep), wholesale inventories (Sep)

TODAY'S FOCUS:

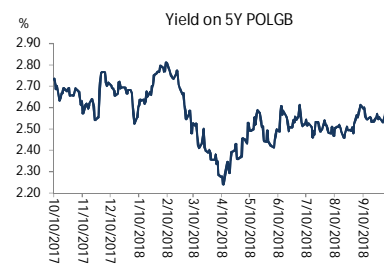
Today economic calendar contains industrial production for August from France and the UK, trade balance for August from the UK and PPI for September from the US.

Figure 1: WIBOR O/N



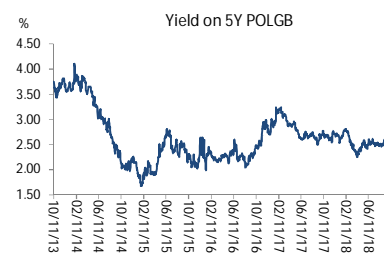
Source: Bloomberg

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
FRA	8:45	Industrial production (Aug)		0.3% (1.6%)	0.1% (1.5%)
UK	10:30	Industrial production (Aug)			0.1% (1.0%)
UK	10:30	Trade balance (Aug)			-GBP1200mn
USA	14:30	PPI (Sep)	0.3%		0.2%



Foreign Exchange

Today in the morning the zloty was 0.5% firmer versus the USD and was 0.3% firmer versus the EUR compared to the last NBP fixing. Today the zloty should be moving within a range of PLN4.2950-4.3200 per EUR.

Today the USD weakened as yields on US Treasuries stabilised ahead of crucial US CPI data to be released on Thursday.

Fixed Income

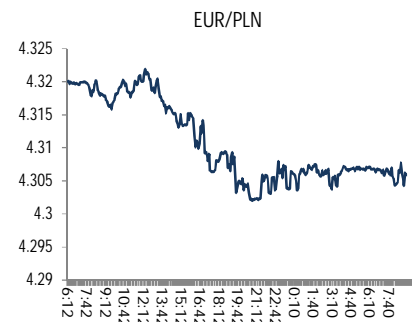
The yields on Poland's government bonds were unchanged across the curve.

Interest Rates

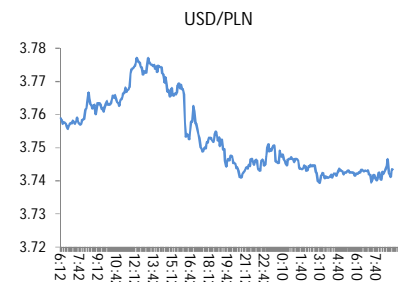
Today the O/N bid rate should be within a range of 1.30%-1.50%. Swap rates were steady in all tenors.

Equities

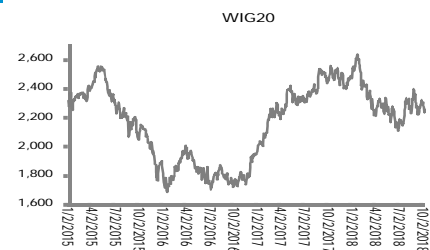
Yesterday the Dow Jones index closed 0.21% down. Today in the morning the FTSE index fell by 0.29%, the CAC index decreased by 0.62% and the DAX index was 0.39% down. The Nikkei index closed 0.16% up. Today in the morning the WIG20 index fell by 0.49% and the WIG index decreased by 0.28%.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

Polish local market data 10 October 2018 (7:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN		
				forwards	bid	offer	forwards	bid	offer
USD/PLN	3.7436	3.7629	-0.5%	SPOT	3.7429	3.7442	SPOT	4.3044	4.3057
EUR/PLN	4.3051	4.3190	-0.3%	S/N	3.7427	3.7440	S/N	4.3052	4.3065
GBP/PLN	4.9317	4.9161	0.3%	1W	3.7424	3.7438	1W	4.3062	4.3076
CHF/PLN	3.7761	3.7861	-0.3%	1M	3.7403	3.7417	1M	4.3122	4.3137
SEK/PLN	0.4121	0.4141	-0.5%	2M	3.7378	3.7394	2M	4.3192	4.3209
NOK/PLN	0.4549	0.4551	-0.1%	3M	3.7328	3.7344	3M	4.3282	4.3302
DKK/PLN	0.5771	0.5790	-0.3%	6M	3.7231	3.7250	6M	4.3500	4.3528
CAD/PLN	2.8938	2.9011	-0.3%	12M	3.7011	3.7033	12M	4.3998	4.4044
CZK/PLN	0.1668	0.1674	-0.4%						
				WIBOR			T-bills (mid)		
					Last fixing	1-day change		Today's opening	1-day change
EUR/USD	1.1500	1.1478	0.2%	O/N	1.73 %	13 bp	1M		bp
USD/JPY	113.07	113.16	-0.1%	1W	1.63 %	5 bp	3M	%	bp
GBP/USD	1.3174	1.3065	0.8%	1M	1.64 %	0 bp	6M	%	bp
USD/CHF	0.9913	0.9939	-0.3%	3M	1.72 %	0 bp	9M	%	bp
EUR/JPY	130.03	129.89	0.1%	6M	1.79 %	0 bp	12M	%	bp
EUR/GBP	0.8730	0.8785	-0.6%	9M	1.82 %	0 bp			
USD/CAD	1.2937	1.2971	-0.3%	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		2Y	1.61 %	0 bp
2X3	1.68	3X9	1.83	2Y	2.01 %	bp	5Y	2.60 %	0 bp
1X4	1.73	6X12	1.88	5Y	2.60 %	bp	10Y	3.30 %	1 bp
3X6	1.76			10Y	3.08 %	bp			
6X9	1.81			5Y-2Y	59 bp	bp			
9X12	1.85			10Y-5Y	48 bp	bp			
				10Y-2Y	106 bp	bp			



Appendix 1

Important Disclosures

Additional information available upon request

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