



Poland Daily

HEADLINES...

POL: In Q3 2018 unemployment rate according to labour force survey rose to 3.8 percent from 3.6 percent in Q2 2018. In Q3 this year participation rate rose to 56.8% from a 56.5% in Q2 2018. Participation rate increased mainly among young people and middle-aged ones and declined in retiring age group. In Q3 2018 number of working persons rose by 0.6% yoy and was 0.3% up qoq. An increase in unemployment rate in Q3 stemmed mainly from increased job rotation and inflow of new entrants to labour market.

POL: MPC member Kamil Zabelewicz expressed a view that potential interest rate decisions of the Monetary Policy Council would be late. In his view NBP's inflation projection of November this year was not conservative, but realistic. In his opinion inflation will be rising by more than 3% per annum.

THE DAY AHEAD...

POL: Unemployment rate (Oct)

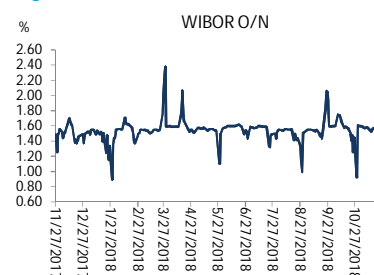
FRA: Consumer confidence (Nov)

USA: Consumer confidence (Nov)

TODAY'S FOCUS:

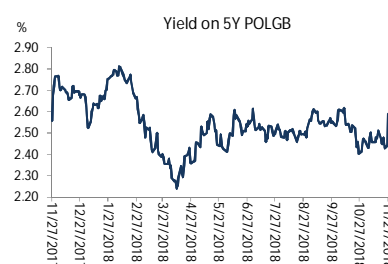
Today market participants will focus on domestic unemployment rate for October and on US consumer confidence.

Figure 1: WIBOR O/N



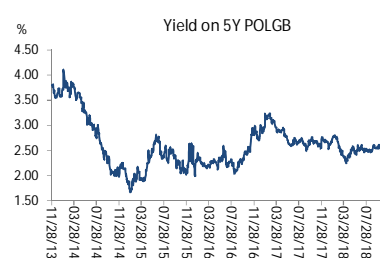
Source: Bloomberg

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	6:45	Consumer confidence (Nov)		92	94
POL	8:00	Unemployment rate (Oct)	5,7%	5,7%	5,7%
USA	14:00	Consumer confidence (Nov)	135,0		135,9



Foreign Exchange

Today in the morning the zloty was 0.5% weaker versus the USD and was 0.1% weaker versus the EUR compared to the last NBP fixing. Today the zloty should be moving within a range of PLN4.2800-4.3050 per EUR.

The GBP weakened on concerns that UK's parliament won't accept Brexit deal. The USD was firming on expectations that the fed will accelerate the pace of rate hikes.

Fixed Income

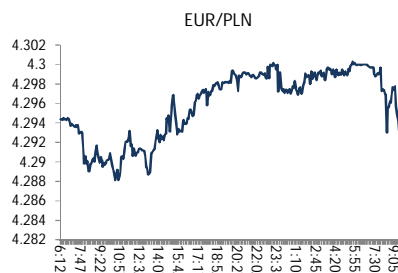
The yields on Poland's government bonds were 12bps up in 5-year segment ahead of information on supply of government bonds at auction on Thursday.

Interest Rates

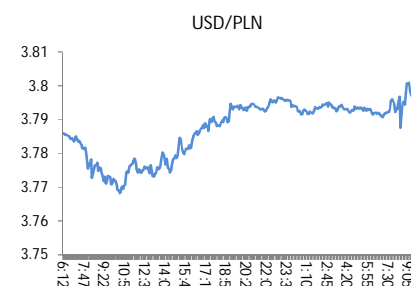
Today the O/N bid rate should be within a range of 1.10%-1.50%.

Equities

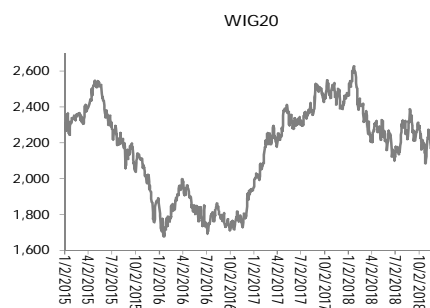
Yesterday the Dow Jones index closed 1.46% up and the S&P 500 index increased by 1.55%. Today in the morning the FTSE index fell by 0.07%, the CAC index increased by 0.14% and the DAX index was 0.20% up. Today the Nikkei index closed 0.64% up. Today in the morning the WIG20 index increased by 0.31% and the WIG index rose by 0.35%.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

Polish local market data 27 November 2018 (7:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN		
				forwards	bid	offer	forwards	bid	offer
USD/PLN	3.7906	3.7701	0.5%	SPOT	3.7901	3.7911	SPOT	4.2906	4.2915
EUR/PLN	4.2911	4.2883	0.1%	S/N	3.7900	3.7911	S/N	4.2908	4.2918
GBP/PLN	4.8333	4.8392	-0.1%	1W	3.7896	3.7907	1W	4.2923	4.2933
CHF/PLN	3.7931	3.7831	0.3%	1M	3.7875	3.7887	1M	4.2984	4.2996
SEK/PLN	0.4170	0.4170	0.0%	2M	3.7830	3.7843	2M	4.3072	4.3086
NOK/PLN	0.4410	0.4410	0.0%	3M	3.7795	3.7809	3M	4.3141	4.3155
DKK/PLN	0.5752	0.5747	0.1%	6M	3.7697	3.7716	6M	4.3368	4.3397
CAD/PLN	2.8576	2.8580	0.0%	12M	3.7469	3.7508	12M	4.3845	4.3894
CZK/PLN	0.1653	0.1658	-0.3%						
				WIBOR			T-bills (mid)		
					Last fixing	1-day change		Today's opening	1-day change
EUR/USD	1.1320	1.1374	-0.5%	O/N	1.55 %	3 bp	1M		
USD/JPY	113.62	113.23	0.3%	1W	1.55 %	-1 bp	3M	%	bp
GBP/USD	1.2751	1.2836	-0.7%	1M	1.64 %	0 bp	6M	%	bp
USD/CHF	0.9994	0.9966	0.3%	3M	1.72 %	0 bp	9M	%	bp
EUR/JPY	128.62	128.79	-0.1%	6M	1.79 %	0 bp	12M	%	bp
EUR/GBP	0.8878	0.8862	0.2%	9M	1.82 %	0 bp			
USD/CAD	1.3265	1.3191	0.6%	12M	1.87 %	0 bp			
				FRAs			T-Bonds (mid)		
					Last closing	1-day change		Today's opening	1-day change
				1X2	1.65	1.80	2Y	1.58 %	0 bp
				2X3	1.65	1.82	5Y	2.59 %	12 bp
				1X4	1.73	1.86	10Y	3.17 %	-1 bp
				3X6	1.74		5Y-2Y		
				6X9	1.78		10Y-5Y		
				9X12	1.82		10Y-2Y		



Appendix 1

Important Disclosures

Additional information available upon request

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