



Poland Daily

HEADLINES...

POL: Money supply M3 for December 2018 rose by 2.6% mom and increased by 9.2% yoy. In December cash in circulation rose by 12.2% yoy, current account deposits rose by 14.8% yoy while households' current account deposits rose by 15.1% yoy. In December term deposit increased by 1.3% yoy while households' term deposits increased by 1.9% yoy. In December money supply M2 rose by 10.2% yoy.

THE DAY AHEAD...

P POL: Unemployment rate (Dec)

HUN: Consumer confidence (Jan)

CZK: Consumer confidence (Jan)

DEU: PMI (Jan)

EMU: PMI (Jan), decyzja EBC

USA: PMI (Jan)

TODAY'S FOCUS:

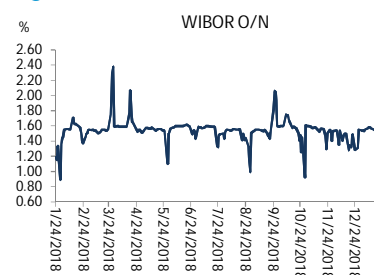
Today economic calendar contains unemployment rate for December from Poland, PMIs from Europe and the US for January and the ECB decision.

DIARY (Today)

Country	GMT	Release	DB Expected	Actual	Consensus
HUN	0:00	Consumer confidence (Jan)		-12.1	
CZK	7:00	Consumer confidence (Jan)		6.8	
DEU	7:30	PMI manufacturing (Jan)	51.5	49.9	51.5
EMU	8:00	PMI manufacturing (Jan)	51.4	50.5	51.4
POL	8:00	Unemployment rate (Dec)	5.8%	5.8%	5.8%
EMU	11:45	ECB decision	0.00%		0.00%
USA	13:45	PMI manufacturing (Jan)	53.5		53.5

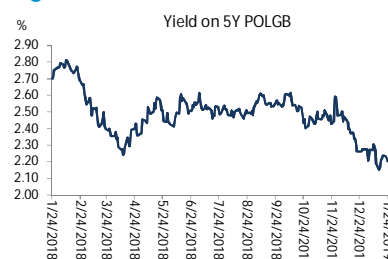
Source: Deutsche Bank Estimates and Bloomberg Finance LP

Figure 1: WIBOR O/N



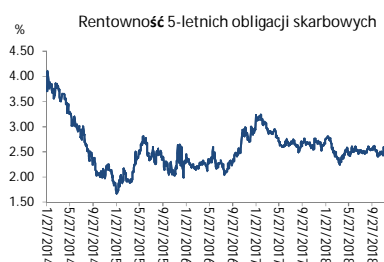
Source: Bloomberg

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 0.1% 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 PLN4.2800-4.3100 per EUR.

The EUR weakened versus the USD after weaker than expected manufacturing PMI from Germany and the euro-zone.

Fixed Income

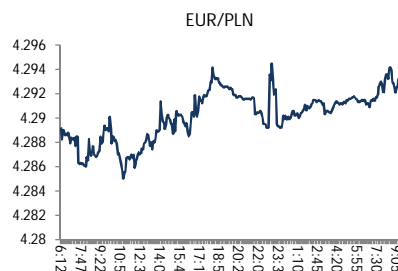
The yields on Poland's government bonds were 3-4bp down in 5-year and 10-year sectors.

Interest Rates

Today the O/N bid rate should be within a range of 1.00%-1.30%. Swap rates were 1bp down in all sectors.

Equities

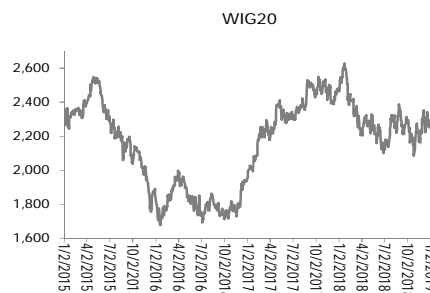
Yesterday the Dow Jones index closed 0.70% up and the S&P 500 index increased by 0.22%. Today in the morning the FTSE index fell by 0.34%, the CAC 40 index was 0.16% up and the DAX index was 0.12% up. Today the Nikkei index fell by 0.09%. Today in the morning the WIG20 index increased by 0.36% and the WIG index was 0.39% up.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

Polish local market data 24 January 2019 (7:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN		
				forwards	bid	offer	forwards	bid	offer
USD/PLN	3.7768	3.7747	0.1%	SPOT	3.7762	3.7774	SPOT	4.2920	4.2931
EUR/PLN	4.2926	4.2867	0.1%	S/N	3.7760	3.7773	S/N	4.2922	4.2933
GBP/PLN	4.9294	4.9019	0.6%	1W	3.7752	3.7765	1W	4.2934	4.2946
CHF/PLN	3.7947	3.7817	0.3%	1M	3.7726	3.7741	1M	4.2990	4.3005
SEK/PLN	0.4184	0.4182	0.0%	2M	3.7698	3.7712	2M	4.3060	4.3075
NOK/PLN	0.4407	0.4392	0.3%	3M	3.7666	3.7681	3M	4.3145	4.3161
DKK/PLN	0.5749	0.5741	0.1%	6M	3.7569	3.7597	6M	4.3371	4.3402
CAD/PLN	2.8280	2.8349	-0.2%	12M	3.7372	3.7404	12M	4.3841	4.3882
CZK/PLN	0.1670	0.1672	-0.1%						
				WIBOR			T-bills (mid)		
				Last fixing			Today's opening		
				1-day change			1-day change		
EUR/USD	1.1366	1.1356	0.1%	O/N	1.21 %	-30 bp	1M		
USD/JPY	109.64	109.67	0.0%	1W	1.52 %	-1 bp	3M		
GBP/USD	1.3052	1.2986	0.5%	1M	1.64 %	0 bp	6M		
USD/CHF	0.9955	0.9981	-0.3%	3M	1.72 %	0 bp	9M		
EUR/JPY	124.61	124.54	0.1%	6M	1.79 %	0 bp	12M		
EUR/GBP	0.8708	0.8745	-0.4%	9M	1.82 %	0 bp			
USD/CAD	1.3356	1.3315	0.3%	12M	1.87 %	0 bp			
FRAs (mid)				Today's opening			T-Bonds (mid)		
Last closing				1-day change			Today's opening		
1X2	1.64	1X7	1.79	2Y	1.78 %	-1 bp	2Y	1.39 %	-1 bp
2X3	1.63	3X9	1.79	5Y	2.08 %	-1 bp	5Y	2.20 %	-3 bp
1X4	1.72	6X12	1.78	10Y	2.45 %	-1 bp	10Y	2.82 %	-4 bp
3X6	1.71				5Y-2Y	30 bp	0 bp		
6X9	1.71				10Y-5Y	37 bp	0 bp		
9X12	1.70				10Y-2Y	67 bp	0 bp		



Appendix 1

Important Disclosures

Additional information available upon request

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