



Poland Daily

HEADLINES...

POL: The government is considering whether or not to extend 2019 pension bonus payments for the following years. The government also contemplates partial payment of pension bonus to some eligible pensioners depending of the size of their current pension.

POL: At today's cabinet meeting the government will be discussions preparations to disorderly Brexit.

POL: Today the Monetary Policy Council starts two-day policy meeting. Market participants will be interested in the Council's assessment of government fiscal stimulus programme in 2019 and the following years and its implications for monetary policy.

THE DAY AHEAD...

EMU: PMI Services (Feb), Retail Sales (Jan)

DEU: PMI Services (Feb),

USA: PMI Services (Feb), New Home Sales (Dec)

TODAY'S FOCUS:

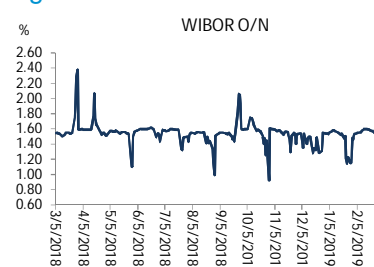
Today market participants will be focusing on series of Services PMIs from Europe and the US and on US new home sales and retail sales from the euro-zone.

DIARY (Today)

Country	GMT	Release	DB Expected	Actual	Consensus
DEU	7:55	PMI Services (Feb)	55.0	55.3	55.1
EMU	8:00	PMI Services (Feb)	52.2	52.8	52.3
EMU	9:00	Retail Sales (Jan)	(2.1%)		(2.1%)
USA	13:45	PMI Services (Feb)	56.2		56.2
USA	14:00	New Home Sales (Dec)	-4.9		-8.7

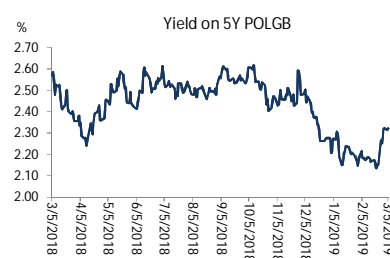
Source: Deutsche Bank Estimates and Bloomberg Finance LP

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 0.3% weaker versus the USD and was 0.1% weaker versus the EUR compared to the last NBP fixing. The zloty should be moving within a range of PLN4.2850-4.3150 per EUR.

The USD firmed versus the EUR despite critique of strong dollar and Fed's monetary policy by President Trump.

Fixed Income

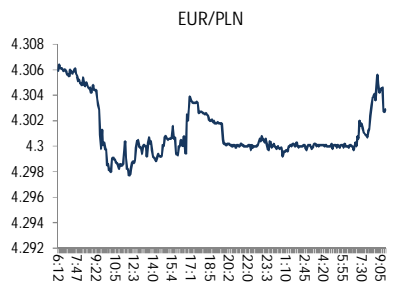
The yields on Poland's government bonds rose by 3-4bps in 2-year and 5-year sectors and increased by 6bps in 10-year one.

Interest Rates

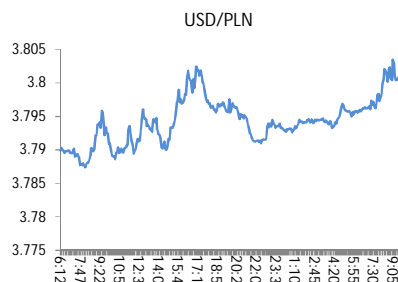
Today the O/N bid rate should be within a range of 1.20%-1.35%. Swap rates were 5-6bps up in 5-year and 10-year sectors.

Equities

Yesterday the Dow Jones index closed 0.79% down and the S&P 500 index decreased by 0.39%. Today in the morning the FTSE index was 0.20% up, the CAC 40 index was 0.02% down and the DAX index was 0.05% up. Today the Nikkei index fell by 0.44%. Today in the morning the WIG20 index rose by 0.29% and the WIG index was 0.26% up.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

Polish local market data 5 March 2019 (7:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN forwards	bid	offer	EUR/PLN forwards	bid	offer
USD/PLN	3.8000	3.7893	0.3%	SPOT	3.7995	3.8005	SPOT	4.3017	4.3027
EUR/PLN	4.3022	4.2984	0.1%	S/N	3.7994	3.8004	S/N	4.3019	4.3029
GBP/PLN	5.0054	5.0183	-0.3%	1W	3.7987	3.7997	1W	4.3032	4.3043
CHF/PLN	3.7950	3.7856	0.2%	1M	3.7957	3.7968	1M	4.3088	4.3101
SEK/PLN	0.4068	0.4079	-0.3%	2M	3.7921	3.7934	2M	4.3152	4.3166
NOK/PLN	0.4384	0.4406	-0.5%	3M	3.7883	3.7896	3M	4.3219	4.3235
DKK/PLN	0.5766	0.5761	0.1%	6M	3.7774	3.7794	6M	4.3433	4.3463
CAD/PLN	2.8481	2.8494	0.0%	12M	3.7577	3.7607	12M	4.3879	4.3924
CZK/PLN	0.1679	0.1677	0.1%						
				WIBOR	Last fixing	1-day change	T-bills (mid)	Today's opening	1-day change
EUR/USD	1.1322	1.1344	-0.2%	O/N	1.55 %	bp			
USD/JPY	111.91	111.84	0.1%	1W	1.55 %	bp			
GBP/USD	1.3173	1.3243	-0.5%	1M	1.64 %	bp	1M		
USD/CHF	1.0012	1.0010	0.0%	3M	1.72 %	bp	3M	%	bp
EUR/JPY	126.70	126.87	-0.1%	6M	1.79 %	bp	6M	%	bp
EUR/GBP	0.8595	0.8565	0.3%	9M	1.82 %	bp	9M	%	bp
USD/CAD	1.3343	1.3299	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	1.64	1X7	1.79	2Y	1.82 %	bp	2Y	1.65 %	3 bp
2X3	1.64	3X9	1.79	5Y	2.12 %	bp	5Y	2.32 %	4 bp
1X4	1.72	6X12	1.79	10Y	2.49 %	bp	10Y	2.97 %	6 bp
3X6	1.72			5Y-2Y	30 bp	bp			
6X9	1.73			10Y-5Y	37 bp	bp			
9X12	1.72			10Y-2Y	67 bp	bp			



Appendix 1

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Additional information available upon request

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