



## Poland Daily

### HEADLINES...

**POL:** The Labour Ministry informed that registered unemployment rate declined to 5.6% in April from 5.9% in March. Number of unemployed fell to 939.7 thousand persons in April, down by 45 thousand m/m and down by 102 thousand y/y. In April employers filled 117.3 thousand job offers, down by 11.6 thousand m/m. Labour Minister Rafalska expects registered unemployment rate to fall to 5.1% in the summer months.

**USA:** US trade deficit widened to the USD50.0bn in March.

**USA:** Initial jobless claims fell by 2k to 228k.

### THE DAY AHEAD...

**UK:** GDP (Q1), industrial production (Mar)

**USA:** Inflation (Apr), core inflation (Apr)

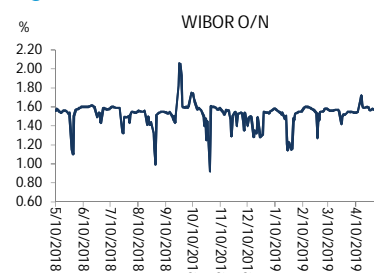
### TODAY'S FOCUS:

Today economic calendar contains UK's GDP for Q1 and industrial output for March and US CPI and core CPI for April. Today the US will increase tariffs to 25% on imports from China worth USD200bn. President Trump informed he started to work on imposing 25% tariff rate on the remaining imports from China worth USD325bn.

### DIARY (Today)

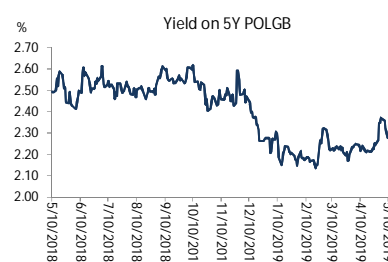
Country	GMT	Release	DB Expected	Actual	Consensus
UK	8:30	GDP (Q1)	(1.8%)	0.5% (1.8%)	0.5% (1.8%)
UK	8:30	Industrial production (Mar)		0.7% (1.3%)	0.1% (0.5%)
USA	12:30	Inflation (Apr)	0.4%		0.4% (2.1%)
USA	12:30	Core inflation (Apr)	0.2%		0.2% (2.1%)

Figure 1: WIBOR O/N



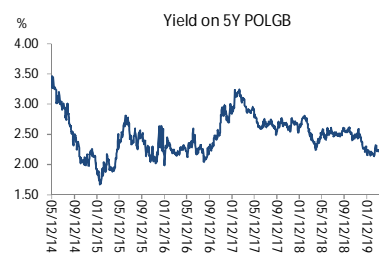
Source: Bloomberg

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 unchanged versus the EUR compared to the last NBP fixing. The zloty should be moving within a range of PLN4.2800-4.3150 per EUR today.

The EUR weakened by 0.2% versus the USD as US-China trade war is likely to escalate further.

## Fixed Income

The yields on Poland's government bonds fell by 3bps in 5-year and 10-year sectors and remained unchanged in the short end of the curve.

## Interest Rates

Today the O/N bid rate should be within a range of 1.20%-1.35%. Swap rates were 3bps down across the curve.

## Equities

Yesterday the Dow Jones index fell by 0.54% and the S&P 500 index was 0.30% down. Today in the morning the FTSE index was 0.50% up, the CAC 40 index was 0.71% down and the DAX index was 0.80% up. Today the Nikkei index decreased by 0.27%. Today in the morning the WIG20 index rose by 0.89% and the WIG index was 0.74% down.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

## Polish local market data 10 May 2019 (7:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN		
				forwards	bid	offer	forwards	bid	offer
USD/PLN	3.8284	3.8410	-0.3%	SPOT	3.8279	3.8288	SPOT	4.2965	4.2974
EUR/PLN	4.2970	4.2977	0.0%	S/N	3.8278	3.8287	S/N	4.2967	4.2977
GBP/PLN	4.9785	4.9898	-0.2%	1W	3.8272	3.8281	1W	4.2981	4.2991
CHF/PLN	3.7733	3.7741	0.0%	1M	3.8245	3.8256	1M	4.3037	4.3049
SEK/PLN	0.3977	0.3984	-0.2%	2M	3.8208	3.8220	2M	4.3110	4.3122
NOK/PLN	0.4378	0.4388	-0.2%	3M	3.8178	3.8190	3M	4.3180	4.3195
DKK/PLN	0.5756	0.5757	0.0%	6M	3.8080	3.8099	6M	4.3392	4.3414
CAD/PLN	2.8444	2.8487	-0.2%	12M	3.7914	3.7943	12M	4.3837	4.3877
CZK/PLN	0.1671	0.1671	0.0%						
				WIBOR	Last fixing	1-day change	T-bills (mid)	Today's opening	1-day change
EUR/USD	1.1224	1.1189	0.3%	O/N	1.55 %	0 bp			
USD/JPY	109.77	109.71	0.1%	1W	1.55 %	0 bp			
GBP/USD	1.3004	1.2991	0.1%	1M	1.64 %	0 bp	1M		
USD/CHF	1.0147	1.0177	-0.3%	3M	1.72 %	0 bp	3M	%	bp
EUR/JPY	123.21	122.75	0.4%	6M	1.79 %	0 bp	6M	%	bp
EUR/GBP	0.8631	0.8613	0.2%	9M	1.81 %	0 bp	9M	%	bp
USD/CAD	1.3460	1.3483	-0.2%	12M	1.87 %	0 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	1.67	1X7	1.79	2Y	1.85 %	-3 bp	2Y	1.66 %	-1 bp
2X3	1.67	3X9	1.79	5Y	2.11 %	-3 bp	5Y	2.27 %	-3 bp
1X4	1.72	6X12	1.81	10Y	2.44 %	-3 bp	10Y	2.91 %	-3 bp
3X6	1.72			5Y-2Y	26 bp	0 bp			
6X9	1.74			10Y-5Y	34 bp	0 bp			
9X12	1.75			10Y-2Y	60 bp	-1 bp			



# Appendix 1

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### Additional information available upon request

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