



Poland Daily

HEADLINES...

POL: In June 2019 according to flash estimate, inflation was 0.3% m/m and 2.6% y/y coming above 2.4% market consensus view. A rise of inflation in June stemmed from higher food prices caused by draught in June, increase in fuel prices and from increase in services' prices.

USA: GDP expanded 3.1% saar in Q1, below market.

DEU: HICP rises 0.3% m/m and 1.3% y/y in June, above market.

EMU: Business climate indicator fell by 0.13pts to 0.17 in June, below market.

THE DAY AHEAD...

POL: inflation (Jun, flash)

CZK: GDP (Q1)

HUN: average wage (May)

UK: GDP (Q1)

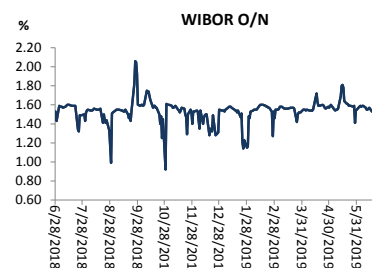
EMU: inflation (Jun), core inflation (Jun)

USA: Chicago PMI (Jun), consumer sentiment (Jun)

TODAY'S FOCUS:

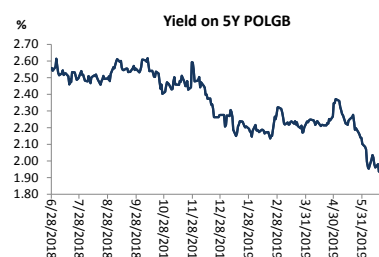
Today economic calendar contains flash CPI from Poland for June, euro-zone HICP for June and US Chicago PMI and Univ. of Michigan consumer sentiment for June.

Figure 1: WIBOR O/N



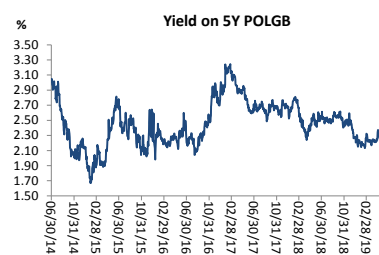
Source: Bloomberg

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
CZK	7:00	GDP (Q1)		0.6% (2.8%)	0.6% (2.8%)
HUN	7:00	Average wage (May)		(9.0%)	(10.6%)
POL	8:00	Inflation (Jun)	0.1% (2.4%)	0.3% (2.6%)	0.2% (2.4%)
UK	8:30	GDP (Q1)	0.5% (1.8%)	0.5% (1.8%)	0.5% (1.8%)
EMU	9:00	Inflation (Jun)	(1.2%)		(1.2%)
USA	13:45	Chicago PMI (Jun)	97.9		97.9
USA	14:00	Consumer sentymnt (Jun)			



Foreign Exchange

Today in the morning the zloty was 0.2% firmer versus the USD and was 0.1% firmer versus the EUR compared to the last NBP fixing. The zloty should be moving within a range of PLN4.2400-4.2700 per EUR today.

The EUR continued to firm versus the USD ahead of G20 summit in Osaka this weekend.

Fixed Income

The yields on Poland's government bonds were 4bps up in all sectors following increase in yields on US Treasuries.

Interest Rates

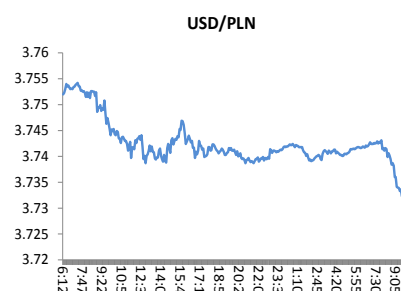
Today the O/N bid rate should be within a range of 1.20%-1.35%. Swap rates were 1bp up across the curve.

Equities

Yesterday the Dow Jones index fell by 0.04% and the S&P 500 index was 0.38% down. Today in the morning the FTSE 100 index was 0.32% up, the CAC 40 index was 0.16% up and the DAX index was 0.56% up. Today the Nikkei index decreased by 0.29%. Today in the morning the WIG20 index fell by 0.16% and the WIG index was unchanged.



Source: Bloomberg



Source: Bloomberg



Source: Bloomberg

Polish local market data 28 June 2019 (7:30 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN		
				forwards	bid	offer	forwards	bid	offer
USD/PLN	3.7338	3.7426	-0.2%	SPOT	3.7333	3.7343	SPOT	4.2517	4.2525
EUR/PLN	4.2521	4.2561	-0.1%	S/N	3.7337	3.7347	S/N	4.2521	4.2529
GBP/PLN	4.7339	4.7520	-0.4%	1W	3.7337	3.7347	1W	4.2521	4.2529
CHF/PLN	3.8312	3.8238	0.2%	1M	3.7337	3.7347	1M	4.2521	4.2529
SEK/PLN	0.4030	0.4037	-0.2%	2M	3.7337	3.7347	2M	4.2521	4.2529
NOK/PLN	0.4385	0.4400	-0.4%	3M	3.7337	3.7347	3M	4.2521	4.2529
DKK/PLN	0.5697	0.5702	-0.1%	6M	3.7337	3.7347	6M	4.2521	4.2529
CAD/PLN	2.8517	2.8525	0.0%	12M	3.7337	3.7347	12M	4.2521	4.2529
CZK/PLN	0.1672	0.1673	-0.1%						
				WIBOR	Last fixing	1-day change	T-bills (mid)	Today's opening	1-day change
EUR/USD	1.1388	1.1372	0.1%	O/N	1.54 %	-1 bp			
USD/JPY	107.66	107.94	-0.3%	1W	1.56 %	0 bp			
GBP/USD	1.2678	1.2697	-0.2%	1M	1.64 %	0 bp	1M		
USD/CHF	0.9746	0.9788	-0.4%	3M	1.72 %	0 bp	3M	%	bp
EUR/JPY	122.60	122.75	-0.1%	6M	1.79 %	0 bp	6M	%	bp
EUR/GBP	0.8983	0.8956	0.3%	9M	1.81 %	0 bp	9M	%	bp
USD/CAD	1.3094	1.3120	-0.2%	12M	1.86 %	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	1.64	1X7	1.79	2Y	1.77 %	1 bp	2Y	1.63 %	4 bp
2X3	1.64	3X9	1.79	5Y	1.88 %	1 bp	5Y	2.02 %	4 bp
1X4	1.72	6X12	1.78	10Y	2.14 %	1 bp	10Y	2.42 %	4 bp
3X6	1.72			5Y-2Y	12 bp	0 bp			
6X9	1.71			10Y-5Y	25 bp	0 bp			
9X12	1.71			10Y-2Y	37 bp	0 bp			



Appendix 1

Important Disclosures

Additional information available upon request

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