



Poland Daily

HEADLINES:

POL: According to flash estimate of Statistics Poland, consumer inflation in October this year amounted to 0.3% m/m and 5.0% y/y, increasing from 4.9% y/y in September. In October prices of food and non-alcohol beverages rose by 0.7% m/m and were 4.9% up y/y, energy prices rose by 0.3% m/m and were 11.5% up y/y while fuel prices fell by 2.2% m/m and were unchanged y/y. Inflation is gradually rising due to increasing energy prices, rising prices of services and gradual increase in food prices.

THE DAY AHEAD...

FRA: CPI (Oct, prel.)

POL: CPI (Oct, prel.)

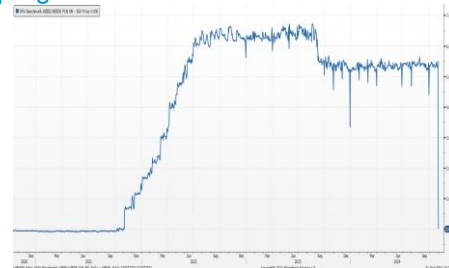
EMU: CPI (Oct, prel.), Core CPI (Oct, prel.)

USA: Initial jobless claims

TODAY'S FOCUS:

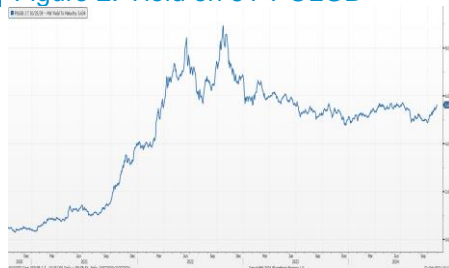
Today economic calendar contains preliminary estimates of consumer inflation for October from Poland, France and euro-zone and initial jobless claims from the USA.

Figure 1: WIBOR O/N



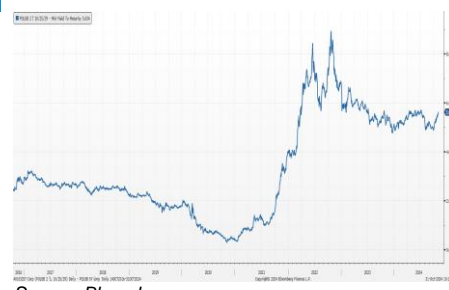
Source: Bloomberg

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	7:45	CPI (Oct, prel.)		0.2% (1.2%)	0.2% (1.1%)
POL	9:00	CPI (Oct, prel.)	0.2% (5.0%)	0.3% (5.0%)	0.4% (5.0%)
EMU	10:00	CPI (Oct, prel.)		0.3% (2.0%)	0.2% (2.6%)
EMU	10:00	Core CPI (Oct, prel.)		(2.7%)	(2.6%)
USA	12:30	Initial jobless claims	230k		230k



Foreign Exchange

Today in the morning the zloty was weaker by 0.2% versus the USD and was 0.4% weaker versus the EUR compared to the previous NBP fixing. The zloty was 0.3% weaker versus the CHF and was unchanged versus the GBP compared to the previous NBP fixing.

Today in the morning the EUR was 0.2% firmer versus the EUR and was 0.1% firmer versus the CHF compared to the previous NBP fixing. The GBP was 0.3% weaker versus the USD compared to the previous NBP fixing.

Fixed Income

Today in the morning the yields on Poland's government bonds were 5bps and 6bps up respectively in 5-year and 10-year sectors and were 8bps up in 2-year sector.

Interest Rates

Today in the morning PLN swap rates were 2bps up in 2-year and 5-year sectors and rose by 3bps in 10-year sector.

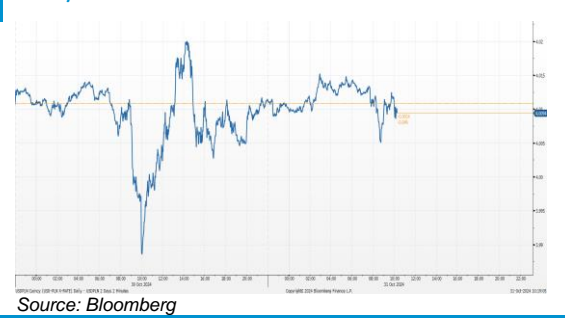
Equities

Yesterday the Dow Jones index closed 0.22% down and the S&P 500 index closed 0.33% down while NASDAQ fell by 0.56%. Today in the morning the FTSE 100 index fell by 0.72%, the CAC 40 index was 0.78% down and the DAX index was 0.59% down. The Nikkei index fell by 0.50% and the Hang Seng index fell by 0.31%. Today in the morning the WIG index fell by 0.93% and the WIG20 index was 1.08% down.

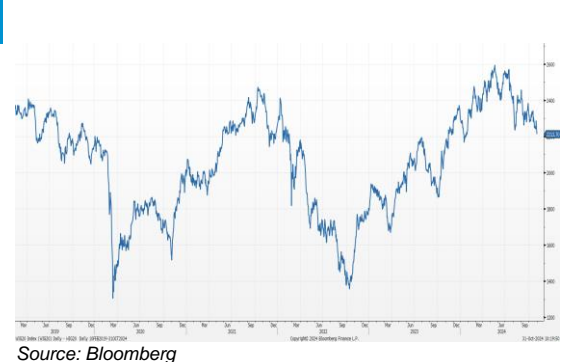
EUR/PLN



USD/PLN

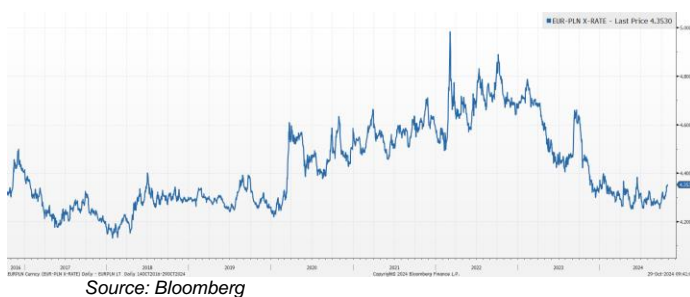


WIG20

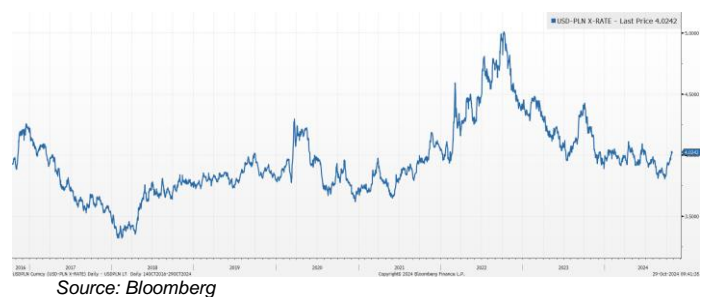


Medium term FX trends:

EUR/PLN



USD/PLN





Appendix 1

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