



Poland Daily

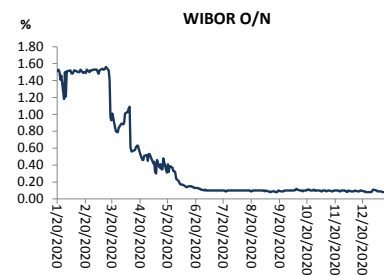
HEADLINES:

POL: In December retail sales rose by 20.0% m/m and was 0.8% down y/y. Real retail sales in December fell by 0.8% y/y, and were stronger than expected.

POL: In December construction output rose by 3.0% y/y, above market consensus view.

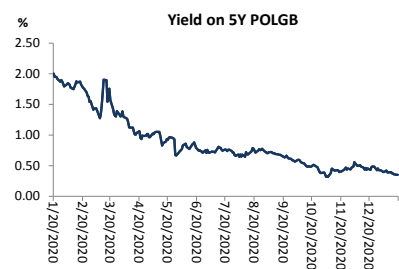
POL: In December producer prices rose by 0.2% m/m and were unchanged y/y, as expected.

Figure 1: WIBOR O/N



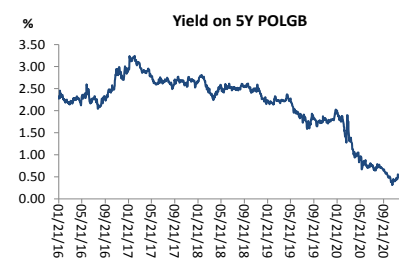
Source: Bloomberg

Figure 2: Yield on 5Y POLGB



Source: Bloomberg

Figure 3: Yield on 5Y POLGB – long term trend



Source: Bloomberg

THE DAY AHEAD...

POL: Retail sales (Dec), PPI (Dec), Construction output (Dec)

EMU: PMI (Jan)

USA: PMI (Jan), existing home sales (Dec)

TODAY'S FOCUS:

Today economic calendar contains retail sales, PPI and construction output for December from Poland and series of PMIs from Europe and the US.

DIARY (Today)

Country	GMT	Release	DB Expected	Actual	Consensus
POL	9:00	PPI (Dec)	0.3% (0.1%)	0.2% (0.0%)	0.2% (0.1%)
POL	9:00	Construction output (Dec)	(-3.0%)	(3.4%)	(-1.1%)
POL	9:00	Retail sales (Dec)	12.0 (-7.4%)	20.0% (-0.8%)	18.3% (-1.4%)
EMU	9:00	PMI manufacturing (Jan)		54.7	54.4
USA	14:45	PMI manufacturing (Jan)			56.5

Source: Deutsche Bank Estimates and Bloomberg Finance LP



Foreign Exchange

Today in the morning the zloty was 0.2% firmer versus the USD and was 0.1% weaker versus the EUR compared to the previous NBP fixing. The zloty should be moving in a range of 4.5250-4.5500 PLN per EUR today.

The USD weakened by 0.3% versus the EUR.

Fixed Income

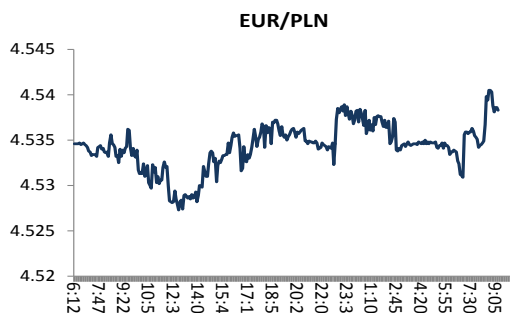
The yields on Poland's government bonds were 3bps up in 10-year sector.

Interest Rates

Today the O/N bid rate should be within a range of -0.12% - -0.08%. Swap rates were 2-3bp up in all tenors.

Equities

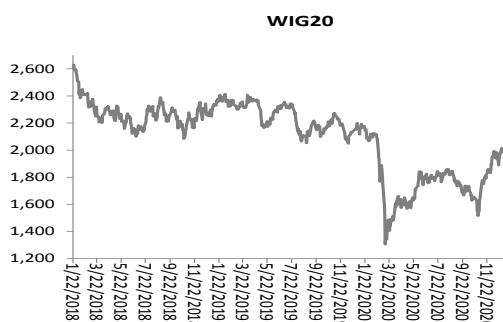
Yesterday the Dow Jones index closed 0.04% down and the S&P 500 index rose by 0.03%. Today in the morning the FTSE 100 index was 0.50% down, the CAC 40 index was 1.00% down and the DAX index was 0.83% down. The Nikkei index closed 0.40% down. Today in the morning the WIG index was 0.28% down and the WIG20 index was 0.24% down.



Source: Bloomberg

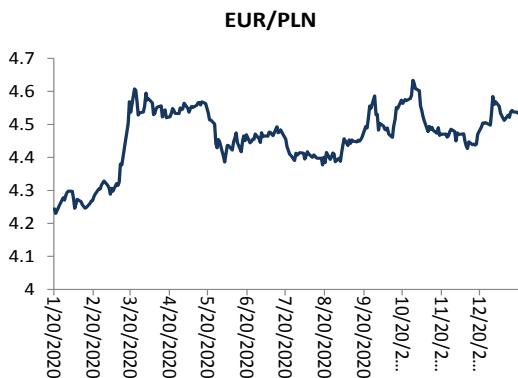


Source: Bloomberg

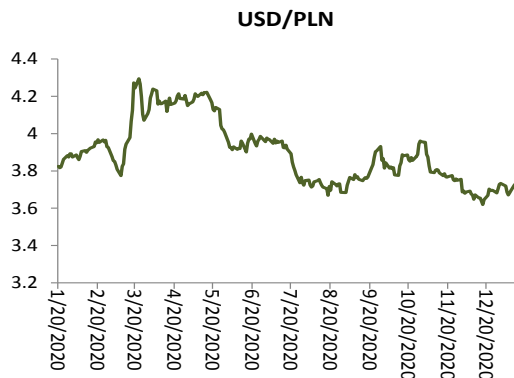


Source: Bloomberg

Medium term FX trends:



Source: Bloomberg



Source: Bloomberg



Appendix 1

Important Disclosures

Additional information available upon request

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