



Poland Daily

HEADLINES:

POL: Seym's Public Finances Committee supported candidature of Adam Glapinski that was nominated by President Andrzej Duda for the second term in the post of NBP President. The term of NBP President ends in June. NBP President reiterated that the central bank will continue its efforts to curb inflation.

POL: In February the current account deficit amounted to -EUR2.871bn while trade gap was -EUR1.741mn. In February exports rose by 10.4% y/y to EUR25.3bn and imports increased by 21.6% y/y to EUR27.0bn. In February there was EUR2.3bn surplus in services account, a -EUR2.5bn gap in primary income account and -EUR0.87bn gap in secondary income account.

Figure 1: WIBOR O/N

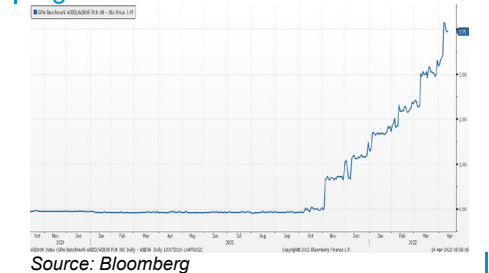


Figure 2: Yield on 5Y POLGB

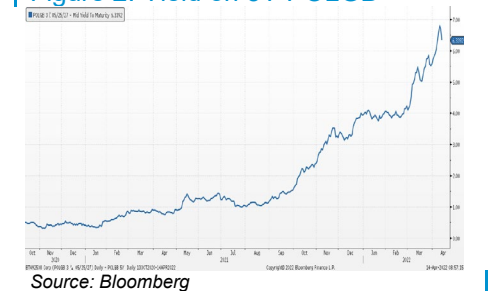
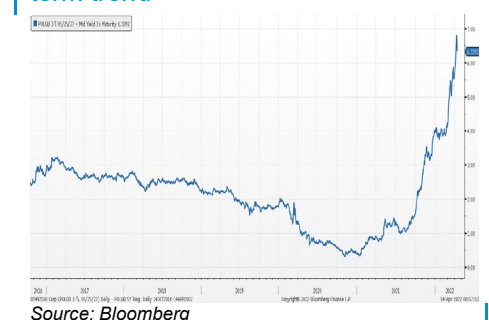


Figure 3: Yield on 5Y POLGB – long term trend



THE DAY AHEAD...

EMU: ECB decision

USA: initial jobless claims, retail sales (Mar), Univ. of Michigan Consumer Sentiment (Apr)

TODAY'S FOCUS:

Today economic calendar contains ECB decision and US initial jobless claims, retail sales for March and consumer sentiment for April.

DIARY (Today)

Country	GMT	Release	DB Expected	Actual	Consensus
EMU	12:45	ECB decision	0.00%		0.00%
USA	12:30	Initial jobless claims	177k		170k
USA	12:30	Retail sales (Mar)	0.7%		0.6%
USA	14:00	Consumer sentiment (Apr)	59.0		59.0

Source: Deutsche Bank Estimates and Bloomberg Finance LP



Foreign Exchange

Today in the morning the zloty was 0.9% firmer versus the USD, firmed by 1.1% versus the CHF and was 0.1% firmer versus the EUR compared to previous NBP fixing.

Today in the morning the USD weakened by 0.7% versus the EUR as yields on US Treasuries declined. .

Fixed Income

The yields on Poland's government bonds were 3-5bps down in all tenors.

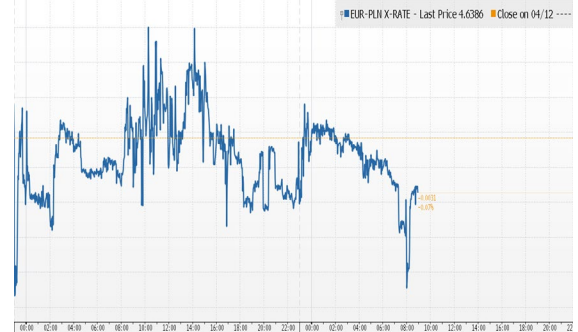
Interest Rates

Swap rates were 1bp down across the curve.

Equities

Yesterday the Dow Jones index closed 1.01% up and the S&P 500 index rose by 1.12%. Today in the morning the FTSE 100 index was 0.22% down, the CAC 40 index was 0.34% up and the DAX index was 0.13% up. The Nikkei index closed 1.22% up. Today in the morning the WIG index rose by 0.34% and the WIG20 index was 0.39% up.

EUR/PLN



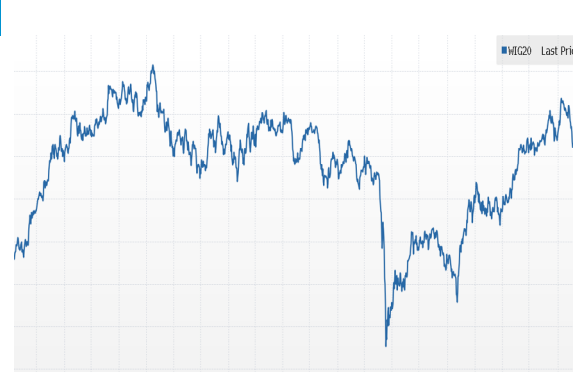
Source: Bloomberg

USD/PLN



Source: Bloomberg

WIG20



Source: Bloomberg

Medium term FX trends:

EUR/PLN



Source: Bloomberg

USD/PLN



Source: Bloomberg



Appendix 1

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