



Poland Daily

HEADLINES:

POL: In November average wage in enterprises' sector rose by 2.5% m/m and increased by 13.9% y/y. Relatively robust growth in nominal wages in enterprises' sector points to strong bargaining power of employees in sectors in which employment grows. Real wage fell by 3.0% y/y in November.

POL: Average employment in enterprises' sector rose by 0.1% m/m and increased by 2.3% y/y in November. Most likely an increase in employment took place in services that were less exposed to decline in foreign demand.

POL: In November industrial output rose by 2.9% m/m and was 4,6% up y/y. In November the strongest growth in output was reported in production of investment good (up 13.8% y/y), non-durable consumer goods (up 7.5% y/y) and intermediate goods (up 2.6% y/y) while decline was reported in production of energy-related goods (down 5.4% y/y) and consumer durables (down 3.2% y/y).

POL: In November PPI fell by 0.5% m/m and was 20.8% up y/y. The strongest decline in prices occurred in manufacturing of coke and oil refining products (down 7.6% m/m), mining of coal and lignite (down 2.4% m/m) and production of metals (down 1.9% m/m). The strongest growth in prices was reported in production and supply of electric energy, gas, steam, water and hot water (up 1.5% m/m), electrical equipment (up 0.9% m/m), tobacco (up 0.8% m/m), beverages and pharmaceuticals (each up 0.6% m/m) and food (up 0.5% m/m)

THE DAY AHEAD...

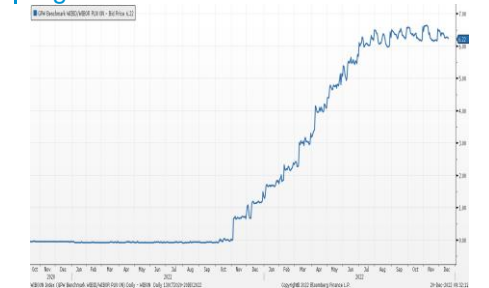
POL: Average wage (Nov), average employment (Nov), industrial output (Nov), PPI (Nov)

TODAY'S FOCUS:

Today economic calendar contains average wage and average employment in enterprises' sector and industrial output and PPI for November.

DIARY (Today)

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

Country	GMT	Release	DB Expected	Actual	Consensus
POL	9:00	Average wage (Nov)	0.9% (12.0%)	2,5% (13,9%)	1.9% (12.9%)
POL	9:00	Average employment (Nov)	0.1% (2.3%)	0,1% (2,3%)	0.1% (2.3%)
POL	9:00	Industrial output (Nov)	0.5% (2.3%)	2,9% (4,6%)	1.0% (2.8%)
POL	9:00	PPI (Nov)	0.1% (21.4%)	-0,5% (20,8%)	0.0% (21.2%)



Foreign Exchange

Today in the morning the zloty was 0.3% firmer versus the USD, firmed by 0.2% versus the EUR and was 0.2% weaker versus the CHF compared to the previous NBP fixing. The zloty was 0.8% firmer versus the GBP.

The EUR firmed by 0.2% versus the USD.

Fixed Income

The yields on Poland's government bonds were 8bps down in 2-year sector and remained steady in 5-year and 10-year ones.

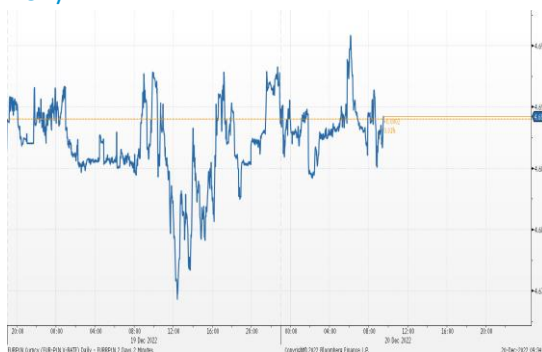
Interest Rates

PLN swap rates were unchanged in 2-year sector and rose by 4-5bps in 5-year and 10-year sectors.

Equities

Yesterday the Dow Jones index closed 0.49% down and the S&P 500 index closed 0.90% down. Today in the morning the FTSE 100 index fell by 0.13%, the CAC 40 index was 0.59% down and the DAX index was 0.26% down. The Nikkei index closed 2.46% down. Today in the morning the WIG index fell by 0.19% and the WIG20 index was 0.17% down.

EUR/PLN



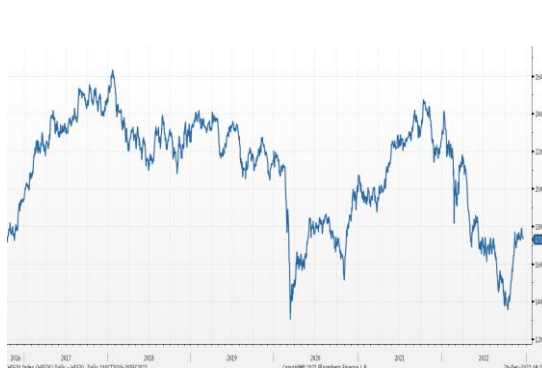
Source: Bloomberg

USD/PLN



Source: Bloomberg

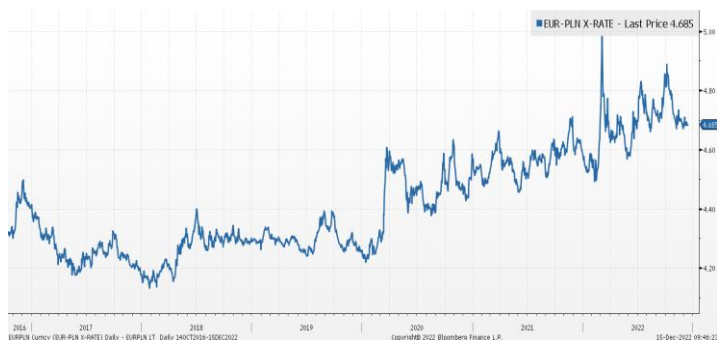
WIG20



Source: Bloomberg

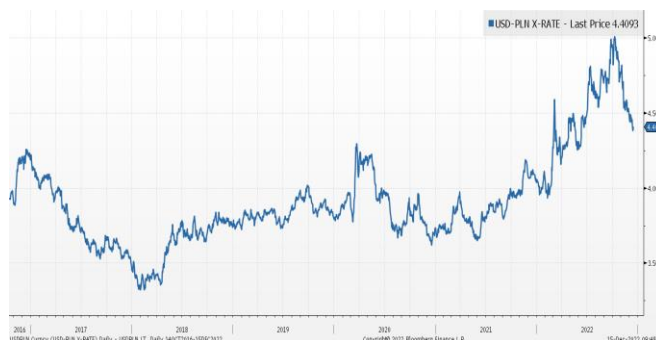
Medium term FX trends:

EUR/PLN



Source: Bloomberg

USD/PLN



Source: Bloomberg



Appendix 1

Important Disclosures

Deutsche Bank Polska S.A. represents that the data contained in this publication are of information nature only, and the content presented herein does not constitute an offer within the meaning of Art. 66 of the Civil Code of 23 April 1964, an invitation to offer or a recommendation to enter into any transaction. This publication may not be treated as advice and does not perform any function of advice. All information used in this publication has been obtained from generally accessible sources which are generally recognized as reliable. Deutsche Bank Polska S.A. has exercised due diligence to verify the above information and bring it up to date, but it disclaims any and all liability for its accuracy or completeness, or for any damage that the Client or third parties may incur as a result of decisions made in reliance on the information contained in this publication.

The transactions or products listed herein may not be appropriate for all investors. Before making a decision on entering into a transaction or acquiring a product the Client should, without relying only on the information provided in this publication, make an independent assessment of the economic risk of such transaction and his ability to incur it, its tax and legal nature, the legal consequences of the transaction and potential benefits and losses associated with it, as well as assess the market characteristics.

The assumptions, simulations and opinions contained in this publication constitute the sole judgment of Deutsche Bank Polska S.A.'s / persons preparing it as at the date of publication of this document which is subject to change without a requirement to publish it. Any and all projections are based on assumptions pertaining to market conditions and there is no guarantee that any projected results will be achieved. Past performance is not a guarantee of future results.

Deutsche Bank Polska S.A. represents that the information presented above should not be in any case treated by the Client as Deutsche Bank Polska S.A.'s recommendation or advice. This publication may not be duplicated or distributed in any way, in particular through mass media, without the prior written consent of Deutsche Bank Polska S.A., al. Armii Ludowej 26, 00-609 Warsaw, NIP no. 676-01-07-416, District Court for the capital city of Warsaw, 12th Corporate Division of the National Court Register, file number KRS 0000022493, share capital PLN 1.744.449.384 paid up in full.

Analyst Certification

The views expressed in this report accurately reflect the personal views of the undersigned lead analyst(s). In addition, the undersigned lead analyst(s) has not and will not receive any compensation for providing a specific recommendation or view in this report. Arkadiusz Krześniak