



Poland Daily

HEADLINES:

POL: At press conference NBP president Adam Glapinski informed that currently dominating view within the MPC was that a discussion on rate cuts might start in October 2025 not in March 2025 as several MPC members had signalled earlier. NBP President explained that the reason for that was that cap on energy prices would expire in end of September 2025. NBP expects consumer inflation to rise towards 5% in the end of 2025 after decline in Q2 next year. NBP President underlined that discussions on rate cuts wouldn't result in actual rate cut. This comment significantly changed market expectations on size and timing of interest rate cuts next year. The comment of NBP president was alleviated slightly by comment from MPC member Henryk Wnorowski who said that discussion on rate cuts might start after release of NBP inflation projection in March 2025 and added that total size of rate cuts in 2025 would not exceed 100bps. A similar comment came from MPC member Ludwik Kotecki who said that the view of NBP President was not the view of the MPC and added that discussion on rate cuts might still commence in March.

THE DAY AHEAD...

DEU: Industrial production (Oct)

HUN: Industrial production (Oct)

EMU: GDP (Q3)

USA: Employment report (Nov), consumer sentiment (Dec)

TODAY'S FOCUS:

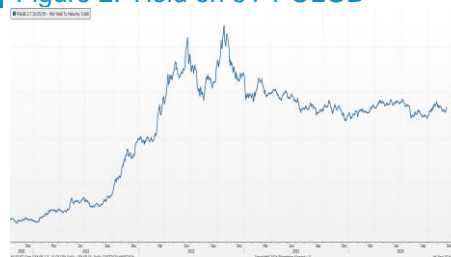
Today economic calendar contains industrial production from Germany and Hungary, Q3 GDP growth from euro-zone and employment report for November and consumer sentiment for November from the US.

Figure 1: WIBOR O/N



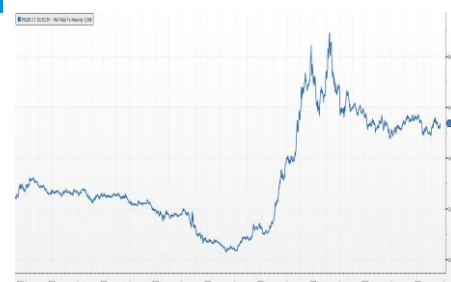
Source: Bloomberg

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
DEU	7:00	Industrial production (Oct)		-1.0% (4.5%)	1.0% (-3.3%)
HUN	7:30	Industrial production (Oct)		2.0% (-3.1%)	-0.1% (-2.6%)
EMU	10:00	GDP (Q3)		0.4% (0.9%)	0.4% (0.9%)
USA	13:30	Change in non-farm payrolls (Nov)	215k		220k
USA	13:30	Unemployment rate (Nov)	4.1%		4.1%
USA	15:00	Consumer sentiment (Nov)	72.5		73.3

Source: Deutsche Bank Estimates and Bloomberg Finance LP



Foreign Exchange

Today in the morning the zloty was 0.5% weaker versus the USD and was 0.1% firmer versus the EUR compared to the previous NBP fixing. The zloty was 0.1% weaker versus the CHF and was 0.3% firmer versus the GBP compared to the previous NBP fixing. The zloty firmed after the comment from NBP President that delayed prospects of rate cuts in 2025.

Today in the morning the USD was 0.5% weaker versus the EUR and the CHF was 0.3% firmer versus the EUR compared to the previous NBP fixing. The USD was 0.3% weaker versus the GBP compared to the previous NBP fixing.

Fixed Income

Today in the morning the yields on Poland's government bonds were 2-3bps up in all tenors.

Interest Rates

Today in the morning PLN swap rates were 1-2bps down in 5-year and 10-year sectors.

Equities

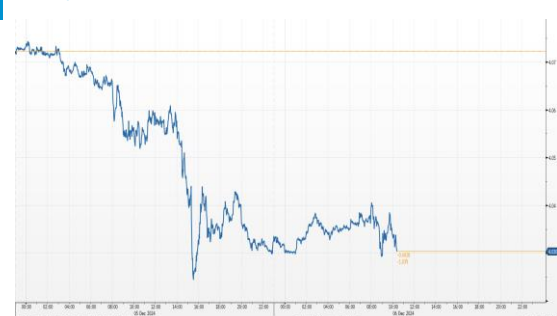
Yesterday the Dow Jones index closed 0.55% down and the S&P 500 index closed 0.19% down while NASDAQ fell by 0.17%. Today in the morning the FTSE 100 index fell by 0.07%, the CAC 40 index was 1.10% up and the DAX index was 0.25% up. The Nikkei index fell by 0.77% and the Hang Seng index rose by 1.52%. Today in the morning the WIG index was 0.23% up and the WIG20 index was 0.31% up.

EUR/PLN



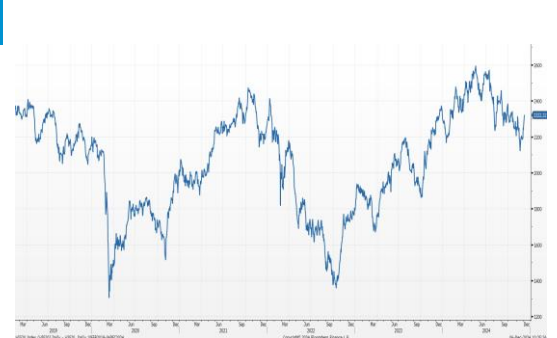
Source: Bloomberg

USD/PLN



Source: Bloomberg

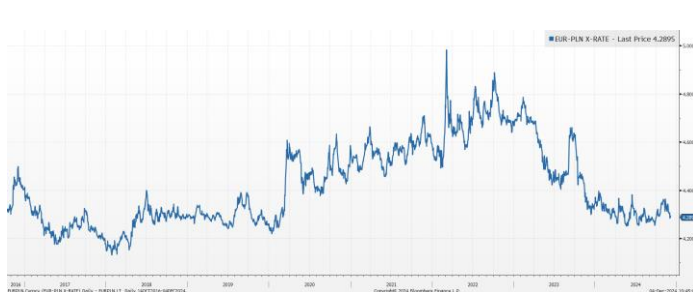
WIG20



Source: Bloomberg

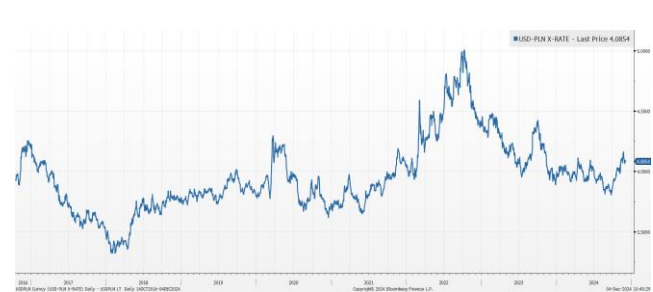
Medium term FX trends:

EUR/PLN



Source: Bloomberg

USD/PLN



Source: Bloomberg



Appendix 1

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