



# Poland Daily

## HEADLINES:

POL: NBP President Adam Glapinski at press conference informed that the MPC didn't end tightening cycle and added that the NBP decisions would continue to be data dependent. He said that if inflation fell below 10%, the central bank would start discussing rate cut that might happen in Q4 this year. NBP President Glapinski expects CPI to reach peak in February and then to start falling rapidly in the coming months. He expect inflation to decline to 6-7% range in the year end versus 7.5% level envisaged by the NBP. NBP President expressed a view that core inflation won't rise significantly and added that core CPI was not a cause of inflationary pressure in Poland. In his view the zloty will remain firm due to strong fundamentals of Poland's economy.

## THE DAY AHEAD...

POL: NBP Inflation report, minutes from MPC meeting

DEU: CPI (Feb)

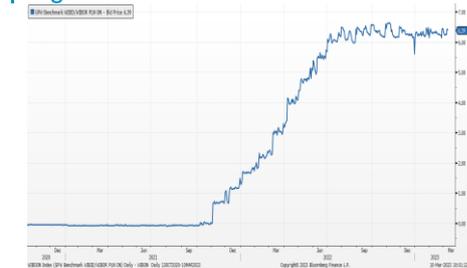
CZK: CPI (Feb)

USA: Employment report (Feb)

## TODAY'S FOCUS:

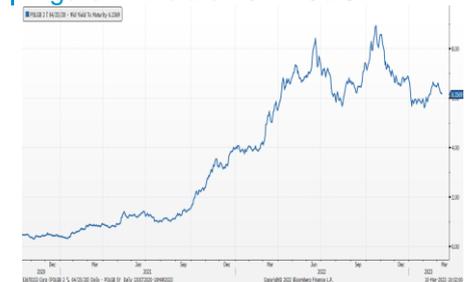
Today market participants will focus on US employment report for February, CPI for February from Germany and Czechia and on NBP Inflation report.

Figure 1: WIBOR O/N



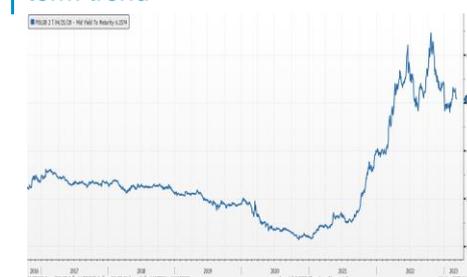
Source: Bloomberg

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	CPI (Feb)		0.8% (8.7%)	0.8% (8.7%)
CZK	8:00	CPI (Feb)		0.6% (16.7%)	0.5% (16.6%)
POL	9:00	Inflation report (Mar)			
POL	13:00	Minutes from MPC meeting			
USA	13:30	Change in non-farm payrolls (Feb)	300k		225k
USA	13:30	Unemployment rate (Feb)	3.4%		3.4%

Source: Deutsche Bank Estimates and Bloomberg Finance LP



### Foreign Exchange

Today in the morning the zloty was 0.3% firmer versus the USD, remained unchanged versus the EUR and was 0.5% weaker versus the CHF compared to the previous NBP fixing. The zloty was 0.4% weaker versus the GBP.

The USD was 0.3% weaker versus the EUR, compared to the previous NBP fixing.

### Fixed Income

The yields on Poland's government bonds fell by 5bps in 2-year sector, fell by 3bps in 5-year sector and fell by 6bps in 10-year one.

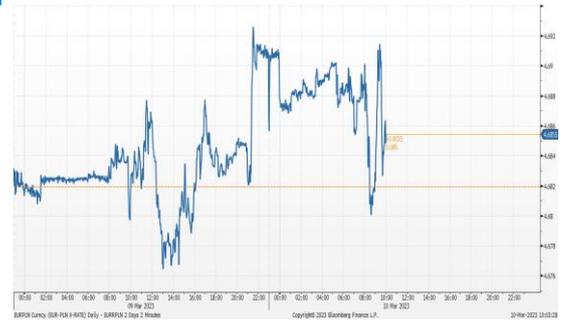
### Interest Rates

PLN swap rates were 6bps down in 2-year sector and declined by 10bps in 5-year and 10-year ones.

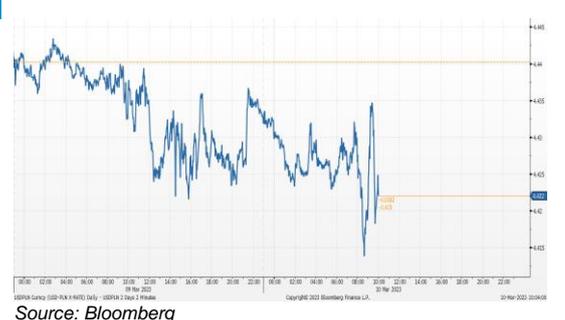
### Equities

Yesterday the Dow Jones index closed 1.66% down and the S&P 500 index closed 1.85% down. Today in the morning the FTSE 100 index fell by 1.88%, the CAC 40 index was 1.73% down and the DAX index was 1.68% down. The Nikkei index closed 1.67% down. Today in the morning the WIG index fell by 1.47% and the WIG20 index was 1.63% down. Equity indices were falling ahead of release US employment report and on concerns in US banking system.

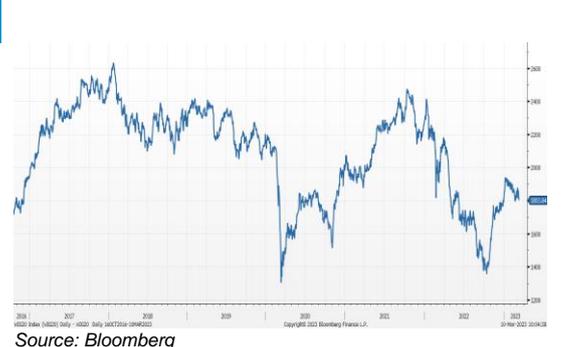
#### EUR/PLN



#### USD/PLN



#### WIG20



### Medium term FX trends:

#### EUR/PLN



#### USD/PLN





# 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 Krzeńskiak