



Poland Daily

HEADLINES:

POL: At press conference NBP President Adam Glapinski said that due to uncertainty on fiscal policy in 2024 and its impact on inflation the central bank will stop easing cycle at least until beginning of 2024. NBP President said that in his opinion rate hike was very unlikely but underlined that the central bank won't hesitate to act if need be. In his opinion inflation will stabilise or slightly rise until end of 2023 and will return to falling trend in 2024. Taking into account political cycle it means that the MPC is currently less prone to cut interest rates. In short term the MPC most likely assume wain-and-see mode, what means that expected future path of interest rates shifts up and expectations on rate cut are scaled back.

THE DAY AHEAD...

POL: minutes from MPC meeting, Inflation Report for November

HUN: CPI (Oct)

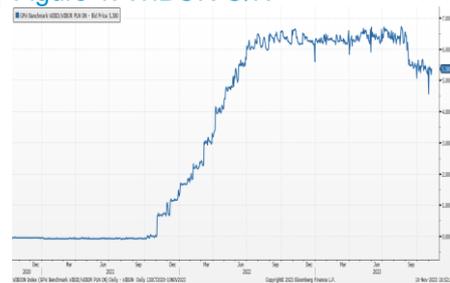
CZK: CPI (Oct)

USA: Univ. of Michigan consumer sentiment (Nov)

TODAY'S FOCUS:

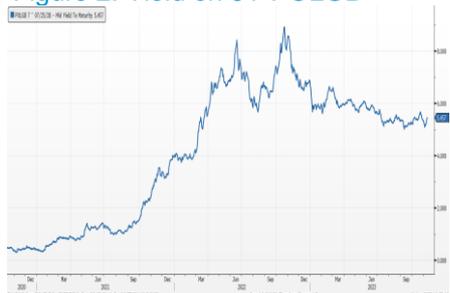
Today the NBP publishes November's Inflation report and minutes from MPC meeting in October. Economic calendar contains also CPI for October from Czechia and Hungary and consumer sentiment for November from the U.S.

Figure 1: WIBOR O/N



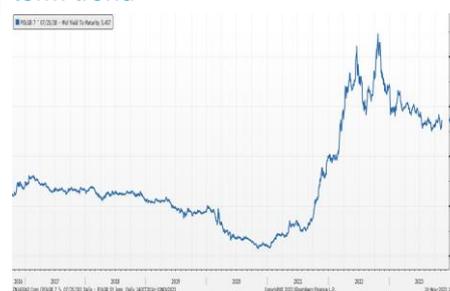
Source: Bloomberg

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
HUN	7:30	CPI (Oct)		-0.1% (9.9%)	0.3% (10.4%)
CZK	8:00	CPI (Oct)		0.1% (8.5%)	0.0% (8.4%)
POL	13:00	Minutes from MPC meeting			
USA	15:00	Univ. of Michigan consumer sentiment	65.0		63.8

Source: Deutsche Bank Estimates and Bloomberg Finance LP



Foreign Exchange

Today in the morning the zloty was 0.2% firmer versus the USD, firmed by 0.4% versus the EUR and was 0.4% firmer versus the CHF compared to the previous NBP fixing. The zloty was 0.9% firmer versus the GBP. The zloty continued its firming as NBP President suggested the MPC will keep interest rates unchanged in the near term.

The USD was 0.2% firmer versus the EUR compared to the previous NBP fixing after hawkish speech by Fed's Chairman Jerome Powell on prospects of monetary policy.

Fixed Income

The yields on Poland's government bonds were 5-7bps up in all sectors as market participants revised down expectations of rate cuts in Poland.

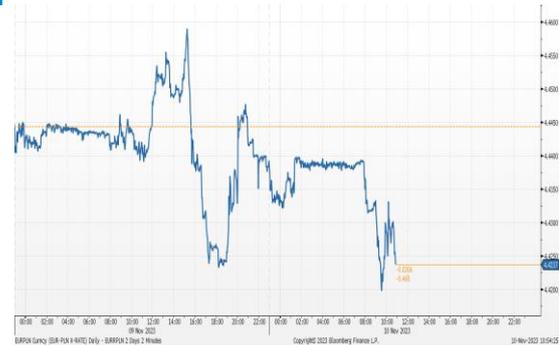
Interest Rates

PLN swap rates rose by 9bps in 2-year sector and were 11bps up in 5-year and 10-year sectors.

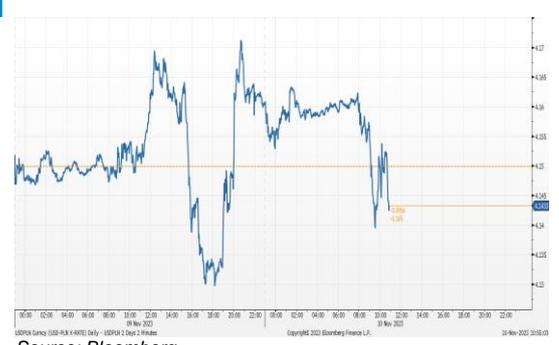
Equities

Yesterday the Dow Jones index closed 0.65% down and the S&P 500 index closed 0.81% down. Today in the morning the FTSE 100 index fell by 1.35%, the CAC 40 index was 1.19% down and the DAX index was 0.80% down. The Nikkei index closed 0.24% down. Today in the morning the WIG index fell by 0.74% and the WIG20 index was 0.83% down.

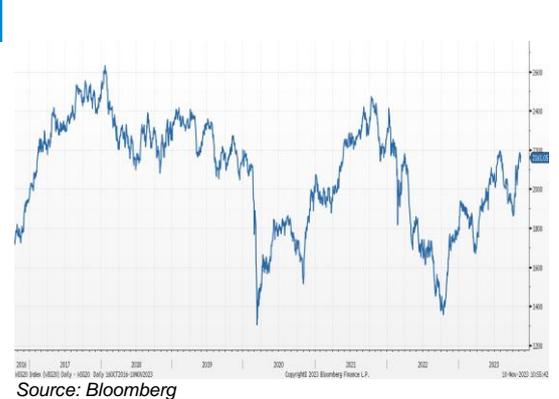
EUR/PLN



USD/PLN

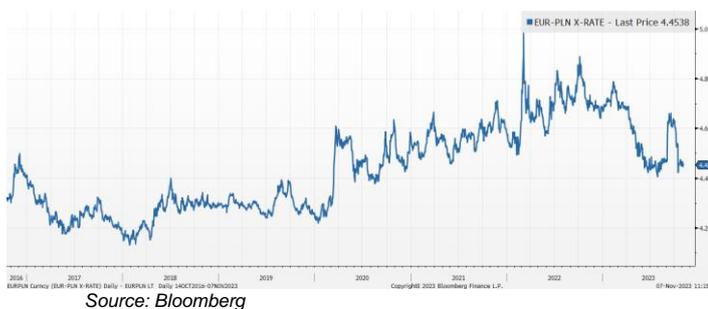


WIG20

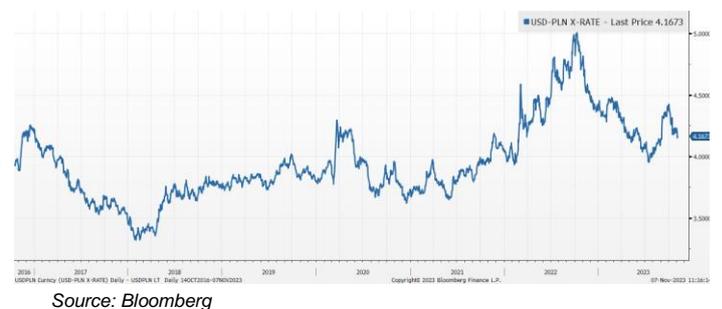


Medium term FX trends:

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 1,959,649,384 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