



Poland Daily

HEADLINES:

POL: In October PPI was 0.5% down m/m and declined by 4.1% y/y after a 2.8% y/y decline in September. The main reason for decline in PPI in October were fall in prices of manufacturing (down 1.3% m/m and down 7.5% y/y) what stemmed from widespread declines in prices of output in majority of branches including 3.5% m/m decline in prices of oil refining, 0.9% m/m decline in prices of products of wood, 0.8% m/m decline in prices of paper and 0.7% m/m decline in prices of textiles.

POL: In October industrial output rose by 4.1% m/m and was 1.6% up y/y. In October seasonally adjusted industrial output declined by 0.1% m/m and was 0.8% down y/y.

POL: In October average wage in enterprises' sector rose by 2.2% m/m and was 12.8% up y/y. Average wage in enterprises' sector was unchanged m/m and declined by 0.1% y/y in October.

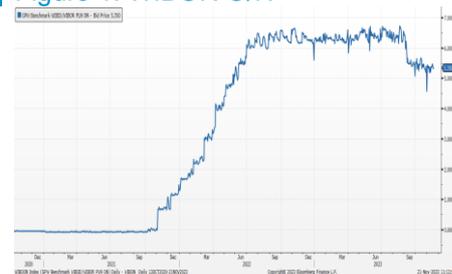
THE DAY AHEAD...

POL: PPI (Oct), industrial output (Oct), average wage (Oct), average employment (Oct)

TODAY'S FOCUS:

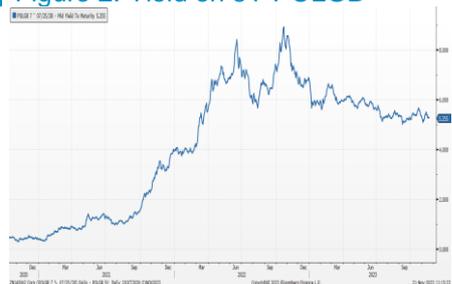
Today economic calendar contains PPI, industrial output, average wage and average employment in enterprises' sector for October from Poland.

Figure 1: WIBOR O/N



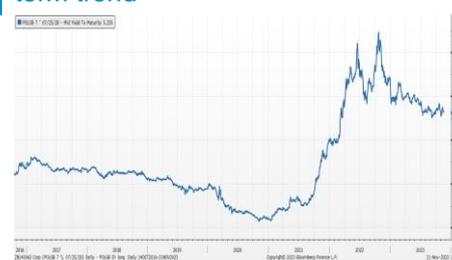
Source: Bloomberg

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
POL	9:00	PPI (Oct)	0.9% (-2.7%)	-0.5% (-4.1%)	-0.2% (-3.6%)
POL	9:00	Industrial output (Oct)	(0.0%)	4.1% (1.6%)	4.1% (1.7%)
POL	9:00	Average wage (Oct)	(10.1%)	2.2% (12.8%)	1.5% (12.0%)
POL	9:00	Average employment (Oct)	(0.0%)	0.0% (-0.1%)	0.0% (0.0%)



Foreign Exchange

Today in the morning the zloty was 0.4% firmer versus the USD, firmed by 0.3% versus the EUR and was 0,5% firmer versus the CHF compared to the previous NBP fixing. The zloty was 0.2% firmer versus the GBP compared to the previous NBP fixing.

The USD was 0.2% weaker versus the EUR compared to the previous NBP fixing.

Fixed Income

The yields on Poland's government bonds were 1 bp down in 2-year sector, fell by 3bps in 5-year one and declined by 5bps in 10-year one.

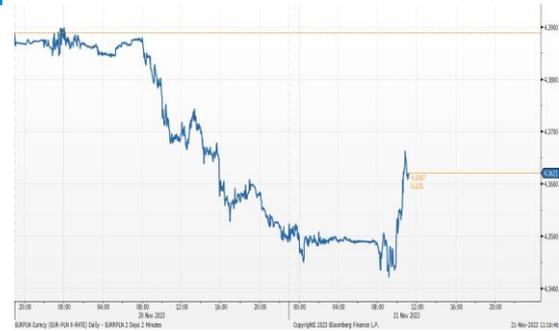
Interest Rates

PLN swap rates fell by 1bps in 2-year sector and fell by 2-3bps in 5-year and 10-year sectors.

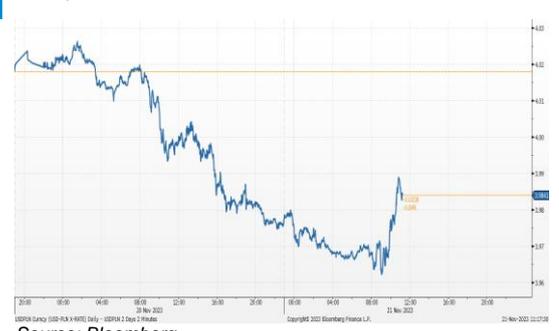
Equities

Yesterday the Dow Jones index closed 0.58% up and the S&P 500 index closed 0.74% up. Today in the morning the FTSE 100 index fell by 0.45%. the CAC 40 index was 0.19% up and the DAX index was 0.16% up. The Nikkei index closed 0.10% down. Today in the morning the WIG index rose by 0.46% and the WIG20 index was 0.39% up.

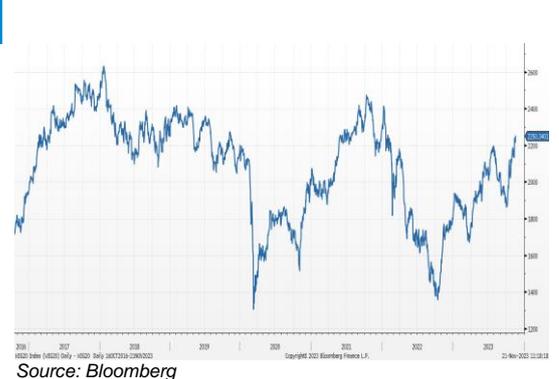
EUR/PLN



USD/PLN

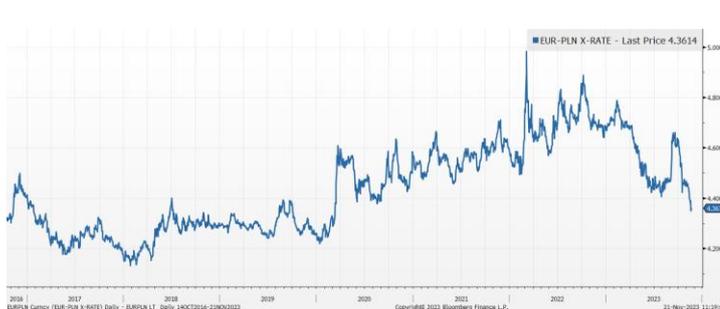


WIG20

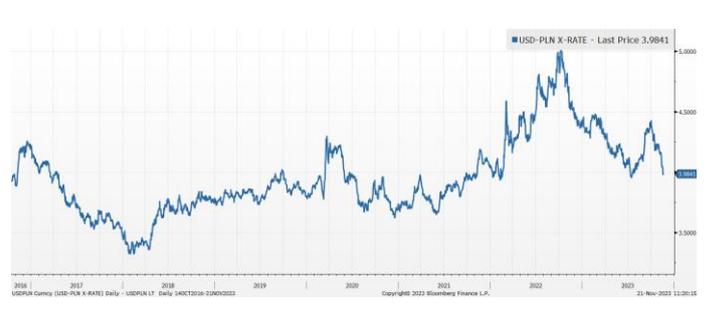


Medium term FX trends:

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 Krzeńskiak