



Poland Daily

HEADLINES:

POL: Cabinet of PM Mateusz Morawiecki failed to win confidence vote with 190 votes for and 266 votes against. The Sejm in the next vote chose Donald Tusk as new PM with 248 votes for and 201 votes against. Today PM Donald Tusk will deliver expose and will present members of new government. Today is also scheduled confidence vote for new government. New government will be sworn tomorrow in the morning.

THE DAY AHEAD...

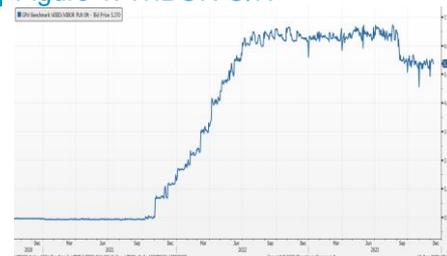
DEU: ZEW index (Dec)

USA: CPI (Nov), core CPI (Nov)

TODAY'S FOCUS:

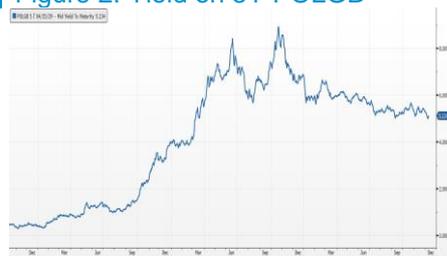
Today economic calendar contains ZEW index of economic expectations from Germany for December and CPI and core CPI from November from the USA. On the domestic side PM Donald Tusk will give expose and confidence vote on new government is scheduled.

Figure 1: WIBOR O/N



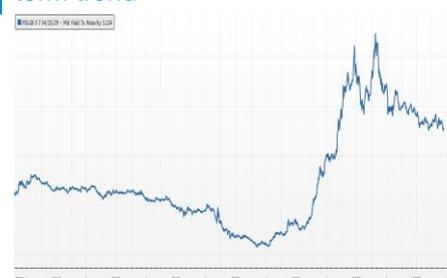
Source: Bloomberg

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	10:00	ZEW (Dec)	9.5		9.5
USA	13:30	CPI (Nov)	0.1%		0.0% (3.1%)
USA	13:30	Core CPI (Nov)	0.1%		0.3% (4.0%)



Foreign Exchange

Today in the morning the zloty was stronger by 0.1% versus the USD, firmed by 0.1% versus the EUR and was 0.1% weaker versus the CHF compared to the previous NBP fixing. The zloty was unchanged versus the GBP compared to the previous NBP fixing. The zloty remained stable as Donald Tusk was voted new PM by parliament.

The USD was 0.1% weaker versus the EUR compared to the previous NBP fixing.

Fixed Income

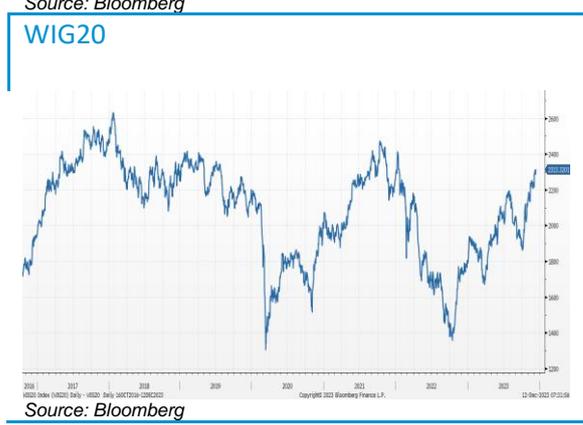
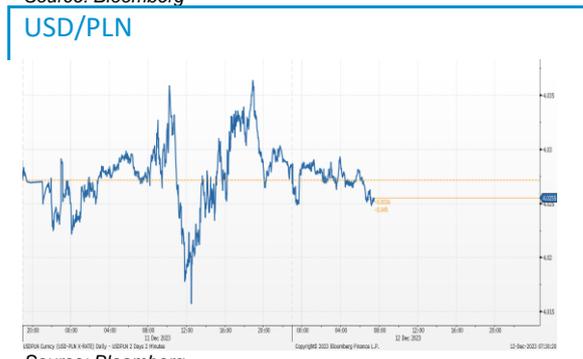
The yields on Poland's government bonds were practically unchanged and votes in Seym had no impact on the market.

Interest Rates

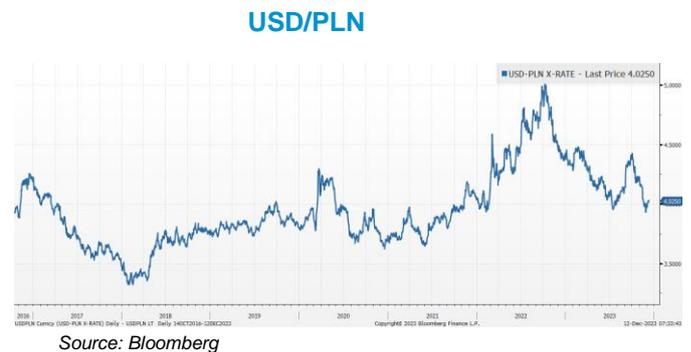
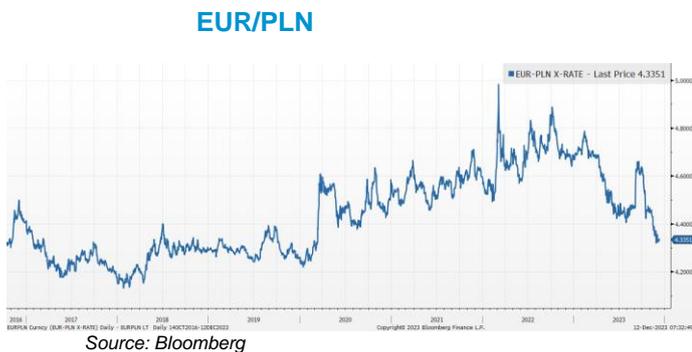
PLN swap rates were practically unchanged across the curve.

Equities

Yesterday the Dow Jones index closed 0.43% up and the S&P 500 index closed 0.39% up. Yesterday at closing the FTSE 100 index fell by 0.13%, the CAC 40 index was 0.33% up and the DAX index was 0.21% up. The Nikkei index closed 0.16% up. Yesterday at closing the WIG index rose by 0.36% to fresh historic high and the WIG20 index was 0.32% up.



Medium term FX trends:





Appendix 1

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