



Poland Daily

HEADLINES:

POL: Finance Minister Magdalena Rzeczkowska informed that Poland planned to issue about one quarter of debt in foreign currencies (USD and EUR). She informed that about 44% of this year's borrowing requirements were already financed and underlined it was very good result that showed there was demand for Poland's debt. In her view there were no big problems with funding Poland's debt in the market. She added that Finance Ministry expected economic slowdown in Poland, but it should be gradual, soft-landing like and followed by visible economic recovery. She expects no recession this year but admitted that 2023 would be a difficult year.

POL: According to customs data, in the period of January-November 2022 Poland's exports rose by 19.7% y/y to EUR315.5bn while imports to Poland rose by 27.0% y/y to EUR333.1bn what resulted in trade deficit of EUR17.6bn.

THE DAY AHEAD...

DEU: CPI (Dec), HICP (Dec), ZEW (Dec)

USA: Empire manufacturing (Dec)

TODAY'S FOCUS:

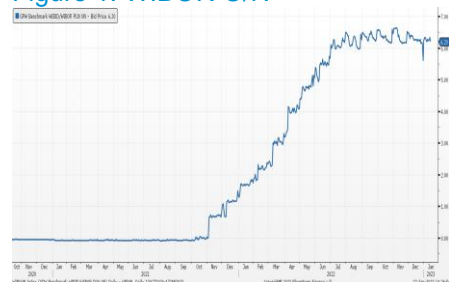
Today domestic economic calendar contains Germany's CPI, HICP for December, ZEW index for January and US Empire manufacturing index for December.

DIARY (Today)

Country	GMT	Release	DB Expected	Actual	Consensus
DEU	7:00	CPI (Dec)		-0.8% (8.6%)	-0.8% (8.6%)
DEU	7:00	HICP (Dec)		-1.2% (9.6%)	-1.2% (9.6%)
DEU	10:00	ZEW (Jan)			-15.0
USA	13:30	Empire manufacturing (Dec)	-5.0		-8.6

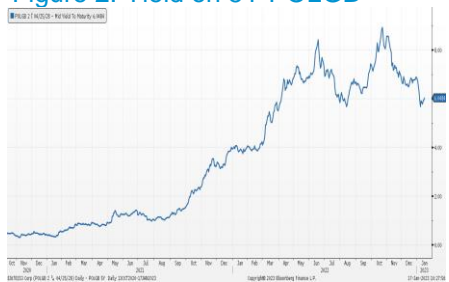
Source: Deutsche Bank Estimates and Bloomberg Finance LP

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



Foreign Exchange

Today in the morning the zloty was unchanged versus the USD, firmed by 0.1% versus the EUR and was unchanged versus the CHF compared to the previous NBP fixing. The zloty was steady versus the GBP.

Yesterday the EUR weakened by 0.1% versus the USD.

Fixed Income

The yields on Poland's government bonds were 6bps up in 2-year sector and rose by 7-8bps in 5-year and 10-year sectors

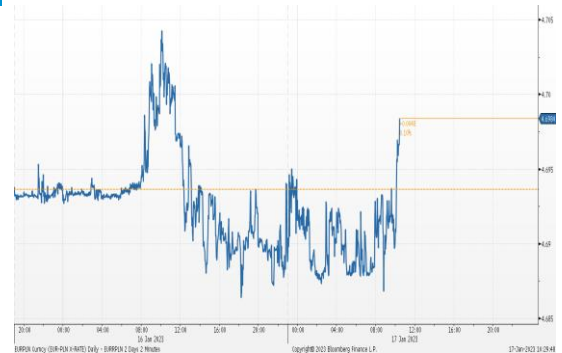
Interest Rates

PLN swap rates were 5-7bps up across the curve.

Equities

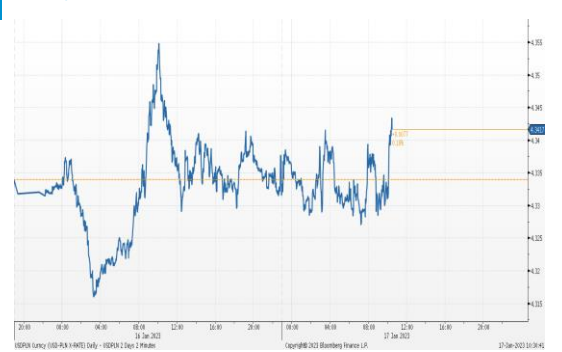
Yesterday the Dow Jones index closed 0.33% up and the S&P 500 index closed 0.40% up. Today in the morning the FTSE 100 index fell by 0.20%. the CAC 40 index was 0.14% down and the DAX index was 0.22% down. The Nikkei index closed 1.23% up. Today in the morning the WIG index fell by 0.87% and the WIG20 index was 0.98% down.

EUR/PLN



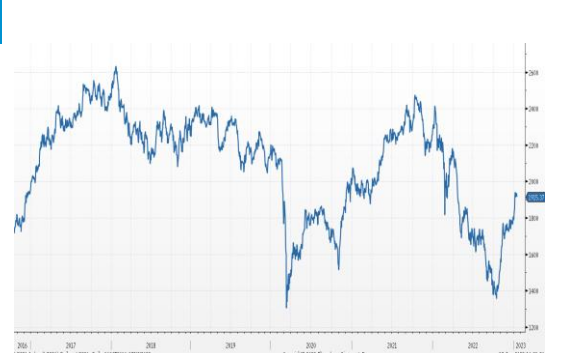
Source: Bloomberg

USD/PLN



Source: Bloomberg

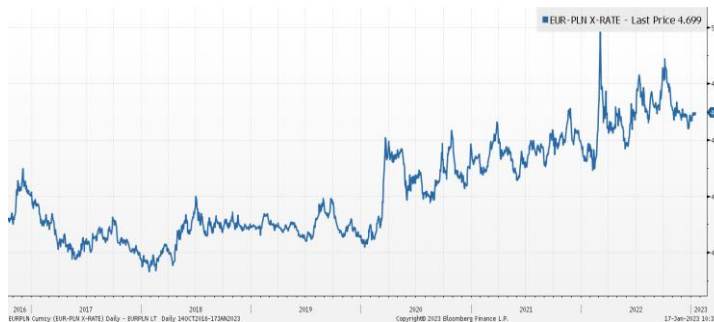
WIG20



Source: Bloomberg

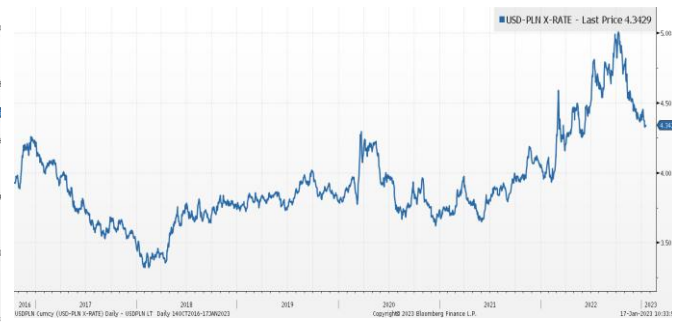
Medium term FX trends:

EUR/PLN



Source: Bloomberg

USD/PLN



Source: Bloomberg



Appendix 1

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