

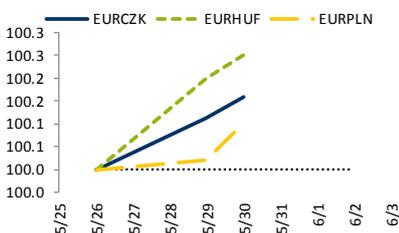


# Central European Daily

Tuesday, 30 May 2017

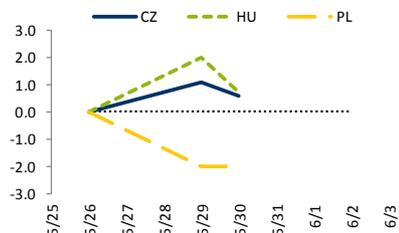
## Regional Overview

### Forex markets (index)



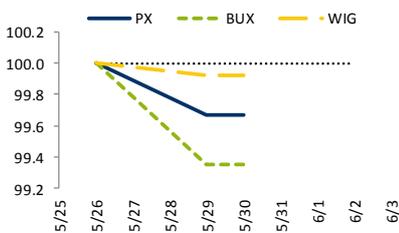
	LAST	PREVIOUS	CHANGE (%)
EURCZK	26.51	26.50	0.05
EURHUF	308.2	308.1	0.05
EURPLN	4.187	4.184	0.08

### Gov. bonds 10 Y (bps change)



	LAST	PREVIOUS	CHANGE (bps)
CZGB 10Y	0.839	0.844	-0.5
HUGB 10Y	3.01	3.02	-0.4
PLGB 10Y	3.25	3.25	0.0

### Equity indices (index)



	LAST	PREVIOUS	CHANGE (%)
PX	1012.9	1012.9	0.00
BUX	34138	34138	0.00
WIG	60859	60859	0.00

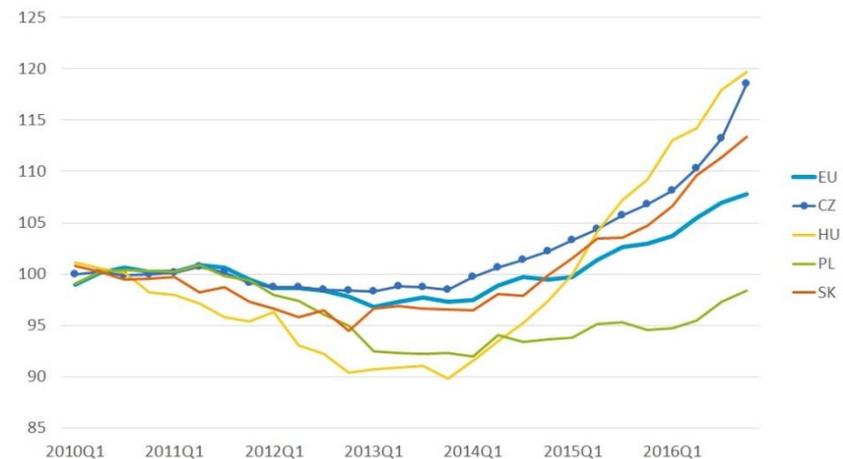
### Macro, FX & Rates: CNB continues to focus on housing

**(CZ) Rates:** The Czech National bank continues to warn about price development in the housing sector. CNB's vice-governor Hampl showed in its presentation yesterday, that Czech housing prices have been growing quickly supported by very strong growth of mortgages for new homes and flats. Hampl added that monetary policy has an impact on housing prices, but to control them would imply to face macroeconomic losses.

Clearly, as we have mentioned several times all these comments show two things: first, CNB's desire to tighten credit conditions and secondly, a clear constrain on the management side of monetary conditions in the Czech economy. While the CNB would like to see higher interest rates in the economy it cannot increase official rates, because (with the ECB still printing billion of euros – recalls yesterday dovish Draghi's testimony) it would immediately trigger much stronger koruna. Hence, macro-prudential policy tools would be preferred ahead of traditional monetary tightening rising official interest rates).

### House price index

(2010 = 100; Source: Eurostat)



### Equities: Poland's Treasury wants to change ENEA status

**(PL) ENEA:** Poland's Treasury will likely seek to changes statutes of power utility Enea to include a phrase that the firm is a guarantor of the energy security of the state, Dziennik Gazeta Prawna found out. The changes are to be introduced at a GM in late June.

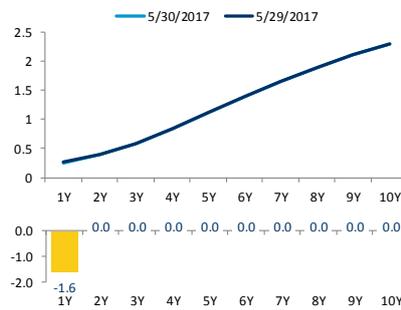
On Monday, Poland failed to introduce such changes to the statutes of Tauron, as the Treasury controls just over 40% of the firm.

# Interest-rate Swap Curves

CZK \*



HUF \*



PLN \*



\* upper plot in each panel shows interest swap curve (%), lower plot shows change in interest rates in basis points

# Calendar

Country	Time	Indicator	Period	Forecast		Actual		Consensus		Previous	
				m/m	y/y	m/m	y/y	m/m	y/y	m/m	y/y

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