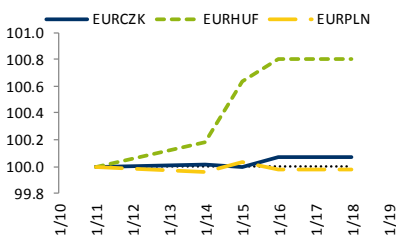




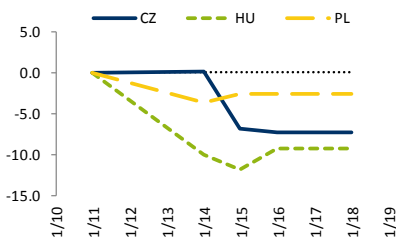
Friday, 18 January 2019

Forex markets (index)



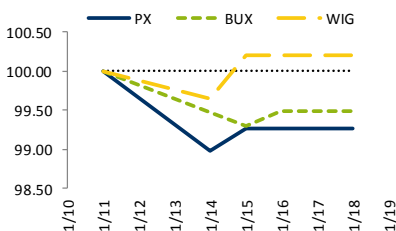
	LAST	PREVIOUS	CHANGE (%)
EURCZK	25.57	25.57	0.00
EURHUF	323.7	323.7	0.00
EURPLN	4.292	4.292	0.00

Gov. bonds 10 Y (bps change)



	LAST	PREVIOUS	CHANGE (bps)
CZGB 10Y	1.739	1.739	0.0
HUGB 10Y	2.75	2.75	0.0
PLGB 10Y	2.73	2.73	0.0

Equity indices (index)



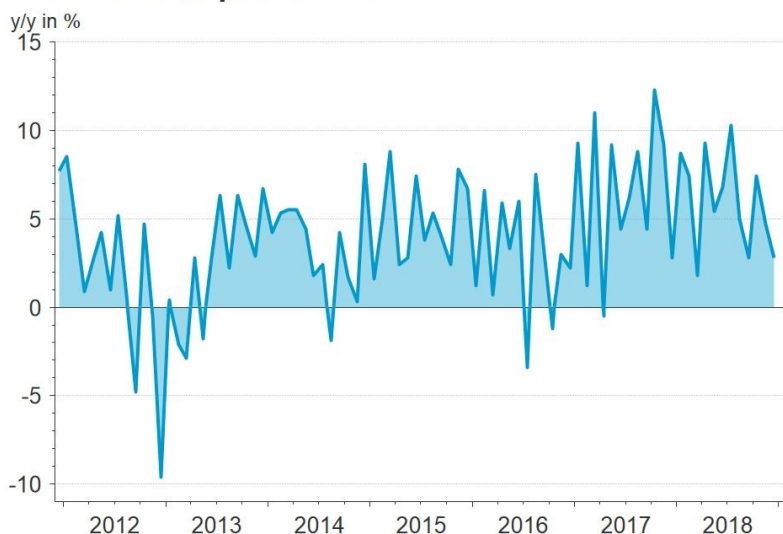
	LAST	PREVIOUS	CHANGE (%)
PX	1004.0	1004.0	0.00
BUX	40675	40675	0.00
WIG	59440	59440	0.00

Regional insights

The Polish industry slowed at the end of 2018

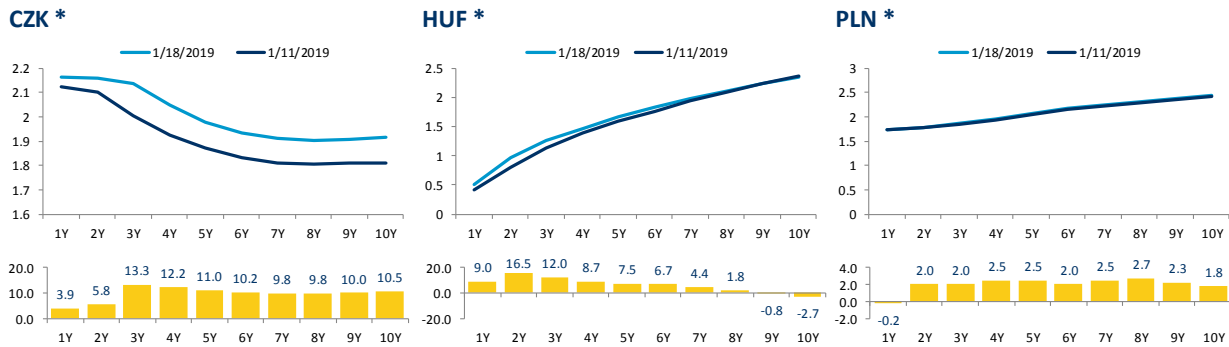
The slowdown of the Polish industry, which has already signalled poor readings of PMI readings (they slipped below the 50 mark), is now visible even in hard data. According to just released figures from the Polish statistical office the growth of industrial production has slowed to 2.8% year-on-year. As a result the year-on-year growth of industrial output fell to 5% in the fourth quarter, which has been the weakest growth performance since the mid of 2017. As concerns industry's impact of the Polish GDP performance we think that the weaker industry will be compensated by solid performance of other sectors of the economy. In this respect recalls still strong construction output and retail sales (will be released on Tuesday). Both sectors – supported by the strong domestic demand and low unemployment rate – indicate that the Polish economy was able to finish the year 2018 on solid footing despite visible weakness of the German industry. Hence, although there will GDP slowdown on quarter-on-quarter basis the growth reached probably almost 5% for the whole year of 2018, so the Polish economy was among the fastest economics inside the EU last year.

PL: Industrial production



Zdroj: Thomson Reuters Datastream / Fathom Consulting

Interest-rate Swap Curves



* upper plot in each panel shows interest swap curve (%), lower plot shows change in interest rates in basis points (against previous Friday).

Calendar

Country	Date	Time	Indicator	Period	Forecast		Actual		Consensus		Previous	
					m/m	y/y	m/m	y/y	m/m	y/y	m/m	y/y
PL	01/18	10:00	Wages	%	12/01/2018		6.2	6.1	7.4	7.3	0.9	7.7
PL	01/18	10:00	Industrial output	%	12/01/2018		-11.5	2.8	-9.6	5	-3.6	4.7
PL	01/18	10:00	PPI	%	12/01/2018		-0.9	2.2	-0.5	2.5	-0.5	2.7

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