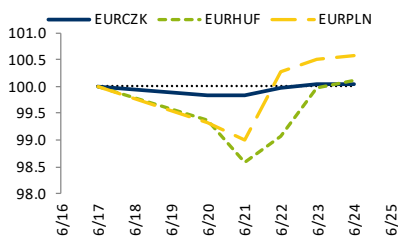




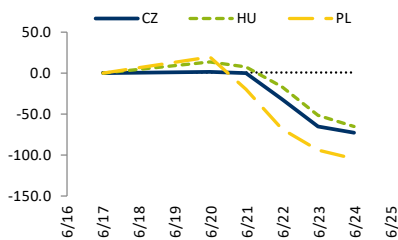
Friday, 24 June 2022

Forex markets (index)



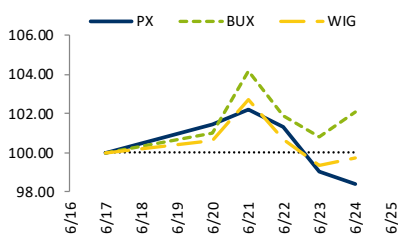
	LAST	PREVIOUS	CHANGE (%)
EURCZK	24.75	24.76	0.00
EURHUF	400.6	400.0	0.15
EURPLN	4.712	4.709	0.06

Gov. bonds 10 Y (bps change)



	LAST	PREVIOUS	CHANGE (bps)
CZGB 10Y	4.862	4.930	-6.8
HUGB 10Y	7.79	7.93	-1.7
PLGB 10Y	6.81	6.91	-1.4

Equity indices (index)



	LAST	PREVIOUS	CHANGE (%)
PX	1270.2	1278.7	-0.66
BUX	40115	39614	1.27
WIG	52492	52274	0.42

Regional insights

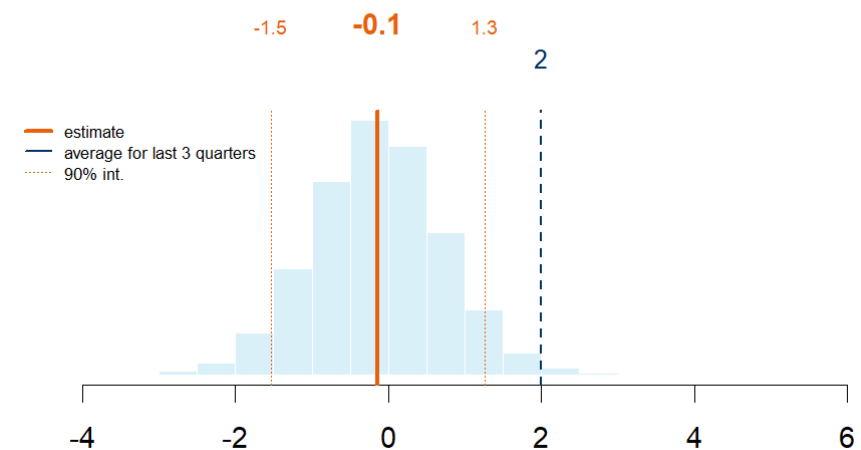
The forint under pressure ahead of NBH's meetings

The National Bank of Hungary (NBH) did not raise the level of the one-week deposit rate on Thursday morning, which seemed to disappoint the market as the EUR/HUF exchange rate rose from an opening level of around 396 to as high as 400. The Hungarian central bank is expected to raise both the one-week deposit rate and the base rate next week (on Tuesday and Thursday respectively), which could ease pressure on the forint (if the NBH satisfies the market).

Polish hard data signal slowdown in 2nd quarter

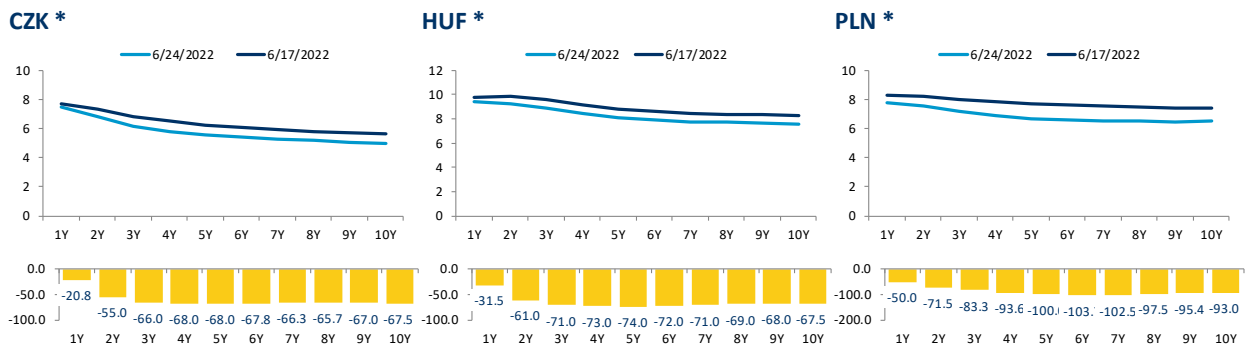
The Polish hard economic data from May confirmed that a slowdown of the Polish economy has been already underway. While the labour market has remained strong as the unemployment rate slipped to 5.1 % (which is just 0.1 percentage point above the pre-COVID levels and all-time-lows), retail sales and construction output figures were weaker in May. As a result, our nowcast for the GDP growth in the second quarter shows slightly negative readings. This would partly reflect a negative base effect coming from the first strong quarter (when GDP growth reached 2.4% QoQ), but we are afraid that the May figures indicate slowdown triggered by the military conflict in Ukraine.

Nowcast of the Polish GDP for 2022Q2 (q-o-q change in %)



Calculated on 06/2022

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
HU	06/24	9:00	Wages	% , y td.	04/01/2022			15.2				17.5
PL	06/24	10:00	Unemployment rate	%	05/01/2022		5.1		5.1		5.2	
HU	06/28	14:00	NBH meeting	%	06/01/2022						5.90	
CZ	06/30	9:00	GDP	%	1Q/2022 *F						0.9	4.8
HU	06/30	9:00	PPI	%	05/01/2022						2.9	28.8
HU	06/30	9:00	One week deposit rate	%	06/01/2022						7.25	
CZ	06/30	10:00	Money supply M2	%	05/01/2022							5.6
PL	06/30	15:00	Budget balance	PLN M	05/01/2022							9207

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