

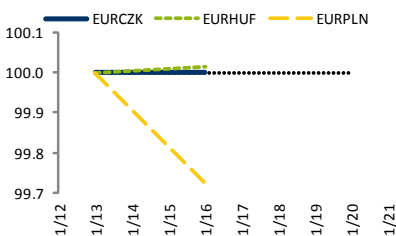


Central European Daily

Monday, 16 January 2017

Regional Overview

Forex markets (index)



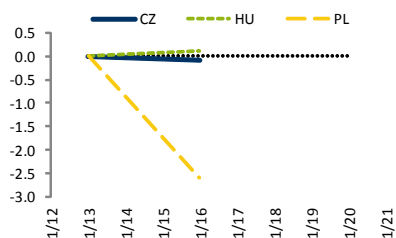
	LAST	PREVIOUS	CHANGE (%)
EURCZK	27.02	27.02	0.00
EURHUF	307.2	307.1	0.01
EURPLN	4.376	4.388	-0.28

Macro, FX & Rates: headline

(PL) Moody's passed over a Ja-13 target date to review Poland's sovereign rating, ostensibly **leaving the nation at A2** - the highest rating from the three major agencies - but with a negative outlook as set in May 2016; **Fitch confirmed Poland's rating at its long-standing A-** with **stable outlook** citing solid macro fundamentals, healthy banking systems and sound monetary framework but warning that deterioration of policy predictability added downside risks (in particular, Fitch mentioned); / *The fact that both agencies left Polish rating unchanged may be **slightly positive for the zloty and polish government bonds** in the beginning of the week.*

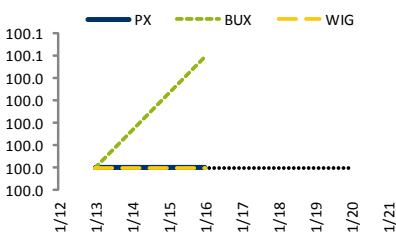
(CZ) Central bank's (CNB) vice-governor Hampl said in an interview published on **Saturday** that the **CNB won't exit the interventions regime before the end of the first quarter** and reiterated the board saw the **most likely date as mid-2017**. Again, he added that sustainable achievement of the inflation target is a necessary condition for the exit; / *This is in line with our view; we expect the exit might most likely occur in the second quarter of 2017.*

Gov. bonds 10 Y (bps change)



	LAST	PREVIOUS	CHANGE (bps)
CZGB 10Y	0.325	0.326	-0.1
HUGB 10Y	3.42	3.42	0.0
PLGB 10Y	3.62	3.65	-0.7

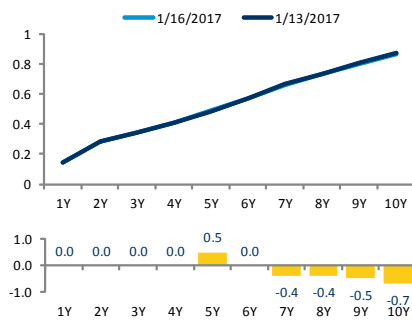
Equity indices (index)



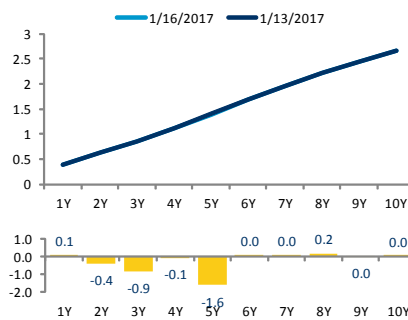
	LAST	PREVIOUS	CHANGE (%)
PX	930.4	930.4	0.00
BUX	32966	32950	0.05
WIG	53498	53498	0.00

Interest-rate Swap Curves

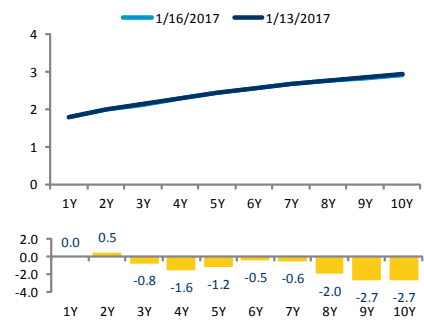
CZK *



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
CZ	9:00	PPI	% 12/01/2016			0.5	0.4	0.4	-0.5	0.1	-1.3
PL	14:00	Core CPI	% 12/01/2016					0.1	0	0	-0.1

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