

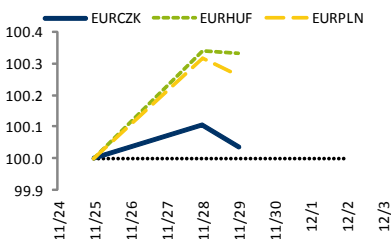


Central European Daily

Tuesday, 29 November 2016

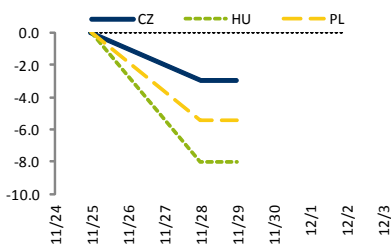
Regional Overview

Forex markets (index)



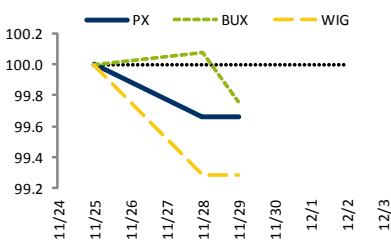
	LAST	PREVIOUS	CHANGE (%)
EURCZK	27.04	27.06	-0.07
EURHUF	311.1	311.1	-0.01
EURPLN	4.426	4.429	-0.05

Gov. bonds 10 Y (bps change)



	LAST	PREVIOUS	CHANGE (bps)
CZGB 10Y	0.486	0.486	0.0
HUGB 10Y	3.35	3.35	0.0
PLGB 10Y	3.49	3.49	0.0

Equity indices (index)



	LAST	PREVIOUS	CHANGE (%)
PX	885.1	885.1	0.00
BUX	29908	30003	-0.31
WIG	48231	48231	0.00

Macro, FX & Rates: Hungarian forint as four-month lows

(CE FX) All regional currencies weakened yesterday as global sentiment (for risky assets) deteriorated slightly. Interestingly, even the Czech koruna eased a little, but its small loss was quickly erased as Czech exporters started to hedge their positions. While the Czech koruna's moves have been still hardly visible on screens, the Hungarian forint actually hit four-month lows. Hence the EUR/HUF pair broke above the 311 level, which is also a 200-moving average. Technically speaking the EUR/HUF pair has been still in a clear uptrend channel with further resistances standing at the 315 level or 322 respectively.

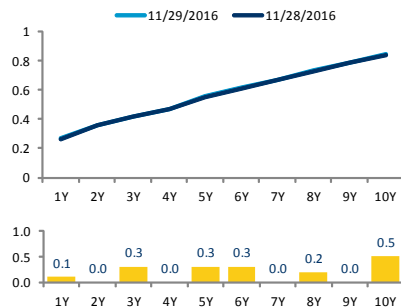
(HU) The National Bank of Hungary has published a study, what confirmed that the bank does not intend to decrease the benchmark rates further. On the other hand the Hungarian Central Bank does not plan to change the current easy monetary policy at least till the end of 2017 or longer, which should support the long-term economic decisions and make the market more predictable. *The outcome of NBH's study is actually in line with our view that the NBH will not change its base interest rate in 2017.*

Equities: GTS profit market expectation

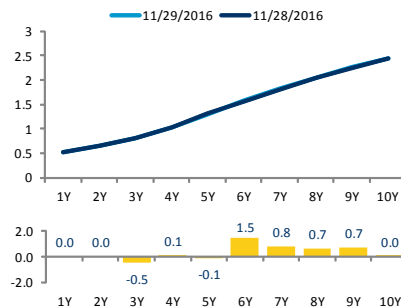
(PL) GTC: Company netted PLN 71.4mIn in 3Q16 beating market consensus by nearly 8% well supported by both revaluation and a strongly negative effective tax rate. On top of that, Company mulls further EUR denominated bond issues to refinance existing debt after a successful issue in November. Company announced in the conference call that is also analyzing a few M&A opportunities and may opt for some takeovers. / **POSITIVE.** *Following the 3Q16 figures, we would expect slightly positive market reaction.*

Interest-rate Swap Curves

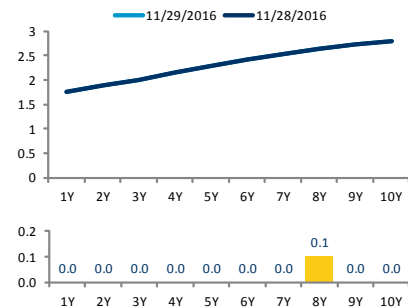
CZK *



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
HU	9:00	Unemployment rate	%	10/01/2016		4.7		4.8		4.9	

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