

29 September 2020

# Eyeopener

## Zloty weakest since April

Rebound at the start of the week  
EURPLN further up, EURUSD stable  
Polish bonds with no major changes  
Today US consumer confidence

Monday saw a clear rebound in global market moods after a clear rise in risk aversion at the end of last week. It was seen in equity markets, which rebounded after Friday's decline. Core market bonds were quite stable. As regards main currencies, most of them were also characterised by low volatility, with the exception of the British pound, which gained against the euro and the dollar. The support came from Bank of England's deputy governor Dave Ramsden, who said that zero is the lower bound for interest rates. Earlier, the rise in Covid-19 cases and the return of some restrictions caused that market started pricing-in negative interest rate scenario in the UK. In this context, Ramsden's comment sounded quite hawkish. Yesterday the German presidency presented proposals for the EU budget that would, under some circumstances, permit the suspension of disbursements of European taxpayer money to countries which breach principles such as judicial independence and respect for democracy.

PM Mateusz Morawiecki stated that yesterday the **government approved 2021 budget draft**. We described assumptions and our view in our [Economic comment](#). The PM also said that around PLN100bn of next year's borrowing needs are already covered. According to the draft, central budget deficit is to be PLN82.3bn and 2021 borrowing needs are assessed at c.PLN192.6bn.

According to the deputy minister of regional funds and policy Waldemar Buda, a draft version of the bill on **transformation of open pension funds** will be released within two weeks, and the transformation will take place in mid-2021.

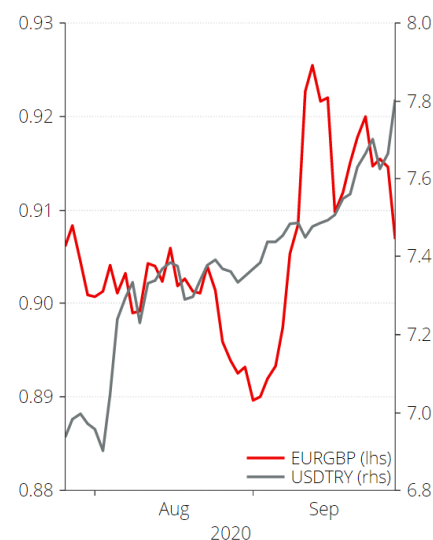
**EURUSD** moved yesterday in a narrow range 1.166-1.168 which was not far away from Friday close. Last week EURUSD broke an important support at 1.17, but this did not create enough momentum to support the dollar markedly. Equity indices falls stopped near important support levels, hence it is the coming weeks which will remain crucial for the market sentiment going forward.

**EURPLN** was stable around 4.55 for the better part of the day and only towards European markets close has the zloty started to weaken and reached almost 4.58, the highest level since April. USDPLN long hovered around 3.91 but at the end of the day was near 3.93. Also significant move took place on GBPPLN which bounced off 5.00 level towards 5.05 also thanks to strengthening pound vs other G10 currencies. Zloty is in a decent amount dependant on the global market moods and EM currencies performance. In the CEE region the rouble weakness is not a great news for the zloty, forint or koruna. Today in the morning EURPLN opens near 4.60.

**Among the other CEE currencies**, the ruble was the weakest again as it was under pressure of tensions between Armenia and Azerbaijan fighting near the Russian border. Armenia has a defence alliance with Russia while Turkey could try to support Azerbaijan that is one of the Cooperation Council of Turkic-Speaking States. Yesterday the Turkish lira reached its fresh all-time-low vs the dollar, USDTRY was temporarily above 7.83 (+2.4%). USDRUB broke 79.0 and reached new September peak. The forint and koruna also lost but EURCZK and EURHUF remained below the last week's peaks.

**On the domestic interest rate market** rates remained near the Friday's close or declined further (like 5Y bond yield and 10Y IRS by 3bp). The core markets were calm amid no important data releases and so the 10Y PL-DE bond yield spread did not change much.

### British pound and Turkish lira



Source: Refinitiv Datastream, Santander Bank Polska

### Economic Analysis Department:

al. Jana Pawła II 17, 00-854 Warszawa  
email: [ekonomia@santander.pl](mailto:ekonomia@santander.pl)  
website: [santander.pl/en/economic-analysis](https://santander.pl/en/economic-analysis)  
Piotr Bielski +48 22 534 18 87  
Marcin Łuziński +48 22 534 18 85  
Wojciech Mazurkiewicz +48 22 534 18 86  
Grzegorz Ogonek +48 22 534 19 23  
Marcin Sulewski, CFA +48 22 534 18 84

## Rynek walutowy

### Dzisiejsze otwarcie

EURPLN	4.5910	CZKPLN	0.1684
USDPLN	3.9352	HUFPLN*	1.2391
EURUSD	1.1668	RUBPLN	0.0497
CHFPLN	4.2582	NOKPLN	0.4146
GBPPLN	5.0549	DKKPLN	0.6167
USDCNY	6.8238	SEKPLN	0.4348

\*za 100HUF

### Poprzednia sesja na rynku FX

28.09.2020

	min	max	otwarcie	zamkn.	fixing
EURPLN	4.5387	4.5842	4.5451	4.5813	4.5497
USDPLN	3.8943	3.9375	3.9066	3.9300	3.9083
EURUSD	1.1621	1.1678	1.1630	1.1658	-

## Rynek stopy procentowej

28.09.2020

### Obligacje na rynku międzybankowym

Benchmark (termin)	%	Zmiana (pb)
PS0722 (2L)	0.09	0
PS0425 (5L)	0.61	-3
DS1030 (10L)	1.31	0

### Stawki IRS na rynku międzybankowym\*\*

Termin	PL		US		EZ	
	%	Zmiana (pb)	%	Zmiana (pb)	%	Zmiana (pb)
1L	0.18	0	0.22	0	-0.51	1
2L	0.22	-1	0.22	0	-0.49	0
3L	0.30	-1	0.23	0	-0.48	0
4L	0.40	-1	0.26	-1	-0.46	0
5L	0.50	-1	0.33	0	-0.43	0
8L	0.78	-1	0.54	-1	-0.32	0
10L	0.92	0	0.69	0	-0.23	1

### Stawki WIBOR

Termin	%	Zmiana (pb)
O/N	0.10	0
T/N	0.10	0
SW	0.12	0
2W	0.17	0
1M	0.20	0
3M	0.22	0
6M	0.26	0
1Y	0.27	0

### Stawki FRA (na rynku międzybankowym)\*\*

Termin	%	Zmiana (pb)
1x4	0.20	0
3x6	0.16	-1
6x9	0.16	-1
9x12	0.16	-1
3x9	0.20	-1
6x12	0.20	-1

### Miary ryzyka fiskalnego

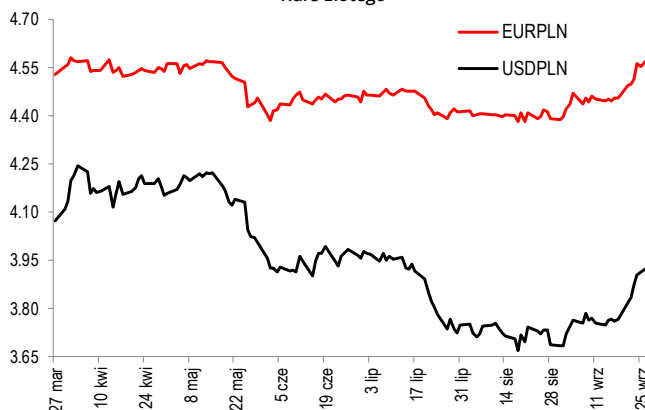
Kraj	CDS 5Y USD		Spread 10L*	
	Wartość	Zmiana (pb)	Wartość	Zmiana (pb)
Polska	58	0	183	-2
Francja	10	0	28	1
Węgry	65	1	302	-8
Hiszpania	55	-1	78	2
Włochy	96	0	142	4
Portugalia	36	0	80	2
Irlandia	19	0	37	-1
Niemcy	9	0	-	-

\*spread 10-letnich obligacji skarbowych do 10-letnich Bundów

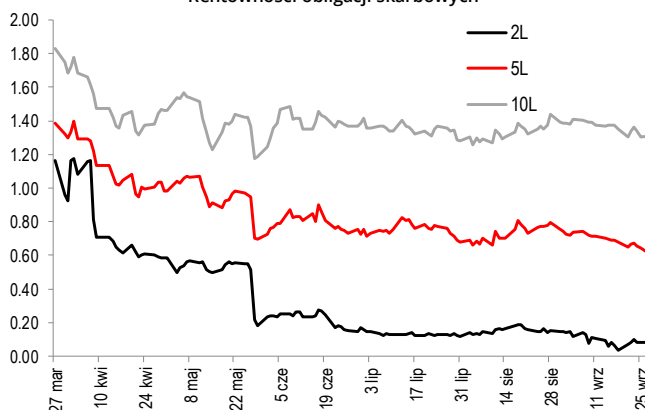
\*\*Informacje odnoszą się do stawek kupna na rynku międzybankowym na koniec dnia

Źródło: Refinitiv, Datastream

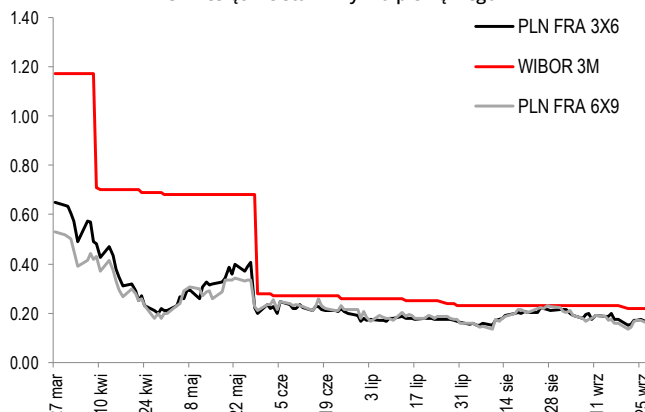
### Kurs złotego



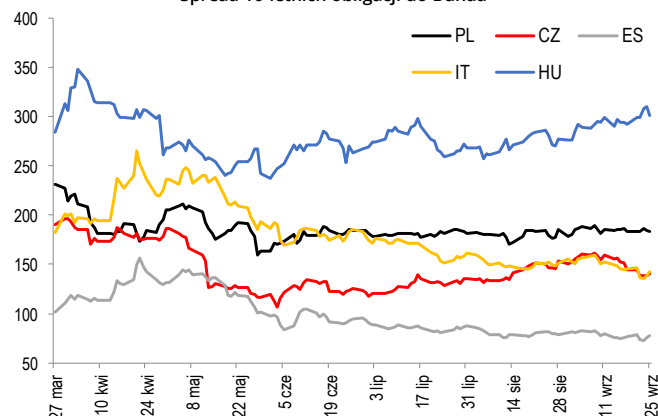
### Rentowności obligacji skarbowych



### 3-miesięczne stawki rynku pieniężnego



### Spread 10-letnich obligacji do Bunda



## Economic Calendar

TIME					FORECAST		ACTUAL	LAST
CET	COUNTRY	INDICATOR	PERIOD		MARKET	SANTANDER	VALUE	VALUE*
<b>FRIDAY (25 September)</b>								
	<b>PL</b>	<b>Rating review by Fitch</b>						
	HU	Rating review by Moody's						
14:30	US	Durable Goods Orders	Aug	% m/m	1.4	-	0.4	11.7
<b>MONDAY (28 September)</b>								
No important data								
<b>TUESDAY (29 September)</b>								
11:00	EZ	ESI	Sep	pct.	89.2	-		87.7
14:00	DE	HICP	Sep	% m/m	0.0	-		-0.2
16:00	US	Consumer Conference Board	Sep	pts	90.0	-		84.8
<b>WEDNESDAY (30 September)</b>								
08:00	DE	Retail Sales	Aug	% m/m	0.4	-		-0.2
<b>14:00</b>	<b>PL</b>	<b>Current Account</b>	<b>2Q</b>	<b>EURmn</b>	<b>-</b>	<b>6319</b>		<b>4504</b>
14:15	US	ADP report	Sep	k	650.0	-		428.4
14:30	US	GDP Annualized	2Q	% q/q	-31.6	-		-31.7
16:00	US	Pending Home Sales	Aug	% m/m	2.0	-		5.9
<b>THURSDAY (1 October)</b>								
<b>09:00</b>	<b>PL</b>	<b>Poland Manufacturing PMI</b>	<b>Sep</b>	<b>pts</b>	<b>-</b>	<b>51.2</b>		<b>50.6</b>
09:55	DE	Germany Manufacturing PMI	Sep	pts	56.6	-		56.6
10:00	EZ	Eurozone Manufacturing PMI	Sep	pts	53.7	-		53.7
<b>10:00</b>	<b>PL</b>	<b>Flash CPI</b>	<b>Sep</b>	<b>% y/y</b>	<b>2.9</b>	<b>2.8</b>		<b>2.9</b>
11:00	EZ	Unemployment Rate	Aug	%	8.1	-		7.9
14:30	US	Initial Jobless Claims	week	k	840	-		870
14:30	US	Personal Spending	Aug	% m/m	0.7	-		1.9
14:30	US	Personal Income	Aug	% m/m	-2.1	-		0.4
14:30	US	PCE Deflator SA	Aug	% m/m	0.3	-		0.3
16:00	US	ISM manufacturing	Sep	pts	55.9	-		56.0
<b>FRIDAY (2 October)</b>								
09:00	CZ	GDP SA	2Q	% y/y	-11.0	-		-11.0
11:00	EZ	Flash HICP	Sep	% y/y	-0.1	-		-0.2
14:30	US	Change in Nonfarm Payrolls	Sep	k	865	-		1 371
14:30	US	Unemployment Rate	Sep	%	8.2	-		8.4
16:00	US	Michigan index	Sep	pts	78.9	-		78.9
16:00	US	Factory Orders	Aug	% m/m	1.0	-		6.4

Source: Santander Bank Polska, Bloomberg, Parkiet

\* in the case of a revision the data is updated

This publication has been prepared by Santander Bank Polska S.A. for information purposes only. It is not an offer or solicitation for the purchase or sale of any financial instrument. Information presented in the publication is not an investment advice. All reasonable care has been taken to ensure that the information contained herein is not untrue or misleading. But no representation is made as to its accuracy or completeness. No reliance should be placed on it and no liability is accepted for any loss arising from reliance on it. Forecasts or data related to the past do not guarantee future prices of financial instruments or financial results. Santander Bank Polska S.A. its affiliates and any of its or their officers may be interested in any transactions, securities or commodities referred to herein. Santander Bank Polska S.A. or its affiliates may perform services for or solicit business from any company referred to herein. This publication is not intended for the use of private investors. Clients should contact analysts at and execute transactions through a Santander Bank Polska S.A. entity in their home jurisdiction unless governing law permits otherwise. Copyright and database rights protection exists in this publication.

Additional information is available on request. Please contact Santander Bank Polska S.A. Financial Management Division. Economic Analysis Department, al. Jana Pawła II 17, 00-854 Warsaw, Poland, phone +48 22 534 18 87, email ekonomia@santander.pl, http://www.santander.pl.