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**ENGLISH EDITION:** Marcin Łukaszewski

## Economy

- **Oppo enters Polish market.** One of the largest mobile device manufacturers in the world will start selling in Poland on January 31. The Chinese company will soon also appear on the British and Turkish markets.
- **GDDKiA: tenders for PLN 20 billion in 2019.** In total, 17 sections will be built, including national roads and motorways. Their total length will be 435 km.
- **97 percent pharmacies connected to the e-health system.** Thus, they are capable of implementing e-prescriptions. In recent months, trainings for 8,000 people took place in 38 cities.
- **From June, cable TVs will make their networks available to competitors.** The draft decision was published by the Office of Electronic Communications. Approximately 300 proceedings are carried out annually from the operators' request for access to systems and cables from other suppliers.
- **The EC supports the plan to hunt boars and praises the Polish authorities.** According to the Commission, this is a necessary step to limit the spread of African swine fever. The disease causes huge economic losses.
- **MoJ: higher penalties for selected tax offenses.** According to the authors of the project, the changes will allow to secure the financial interests of the state budget. The new project was decided, among others about raising a fine for a tax offense from 10 to 20 days.
- **Ministry of Defense with the project of increases for soldiers from January 2019.** Thus, budgetary expenses for salaries and allowances for long-term service may increase by PLN 710 million. The average salary of soldiers amounts to PLN 5530 gross.
- **Prices at Orlen stations will continue to fall.** According to the group, the scale of reductions will be determined, among others, by development of the situation on the oil market and conditions on the domestic market.

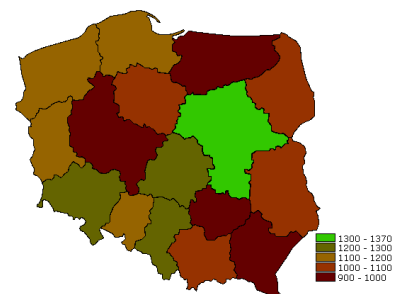
## Financial institutions

- **Monetary Policy Council without changing rates.** The MPC did not change its attitude and at its first meeting in 2019 it kept interest rates at the same level. According to the MPC decision, the reference rate will be 1.5%, the lombard

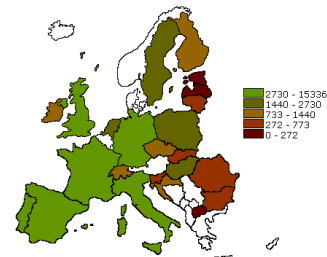
rate will be 2.5%, the deposit rate will be 0.5% and the rediscount rate for bills of exchange will be 1.75%. Interest rates are currently at the lowest level in history.

## Economic Maps

Average monthly expenditures per capita in 2016 (in zlotys)



Total lengths of motorways in 2015 (km)



## Financial Markets

- **QubicGames has signed a publishing agreement with Atomic Raccoon.** It specifies the details of the issue of the game "Stay Safe" on the Nintendo Switch. Atomic Raccoon Studio SAS in return for granting a license will receive remuneration from QubicGames as a percentage of sales revenues.
- **The Management Board of PZ Cormay decided to review the strategic options.** They are connected with the construction of the Production and Logistics Centre, located on a plot of land at the Euro-Park Mielec Economic Zone. Possible decisions of the analysed scenario, as well as its individual aspects, may be made in the first quarter of this year.
- **KGHM Polska Miedź intends to carry out tests.** These will include the impairment of assets arising from the involvement in the Sierra Gorda SCM joint ventures in Chile, the Sudbury Basin assets in Canada and the Franke mine in Chile at 31 December 2018.

- **Atal started selling 161 flats.** In the second stage of the Cracow's Apartamenty Przybyszewskiego 64 Atal began selling 161 flats. It is planned that all units will be delivered in the fourth quarter of 2021.
- **Boryszew concluded a credit agreement as a guarantor.** On its basis, Impexmetal was granted a loan for the purchase of Alchemia shares as part of the tender offer and a guarantee.
- **On Friday morning, only 6.75 yuan was paid for the dollar, less than half a year.** The Chinese currency is on track to record the best week since 2005. In recent days, the

Renminbi strengthened against the dollar by 1.7%, going down below Friday's level of 6.75, previously recorded in July.

- **The zloty will remain stable in the coming days and will remain in the range of 4.28-4.31 per euro.** According to economists, Polish bonds will follow the core markets, and nothing indicates profitability increases in Germany and the USA.

- **Oil in the US has a break in rallies for now. Oil prices in the US have already recovered by 23 percent.** from the lowest level recorded for 18 months on the eve of 2018. On Thursday, the raw material has a break in the rally and cheaper by more than 1 percent. - give brokers.

## Company of the week

**Enea SA** is an energy company. The group operates in five main areas of the energy market: electricity and heat production, electricity trading, electricity distribution, heat distribution and mining. The distribution network covers 20% of the country's area and supplies energy to 2.5 million customers. Sales

revenues 3q 2018 3.344 billion, net profit 3q 2018 153 million. Price / book value ratios 3q 2018 (P / BV): 0.33, price / sales revenues 3q 2018 (P / S): 0.39, price / operating profit 3q 2018 (P / E): 4.98, return on assets ROA 3.04%, return on equity ROE 6.36%.

## Number of passengers in passenger rail transport in 2008-2017 (in millions)

There was an increase in the number of transported passengers in 2017 as well as transport performance. Nearly 303.6 passengers benefited from the services of carriers, that is by almost 3.8% more than in the previous year. For the last time, the number of passengers similar to this result benefited from railway services in 2002 (304.1 million), ie 15 years earlier. In 2017, almost 6% more transport work was completed than in 2016. It amounted to 20.3 billion passenger-kilometers.



Source: Report on the functioning of the rail transport market in 2017, Warsaw 2018

## Statistical data

Macroeconomic indicators		Date
GDP y/y	5,1%	09.2018
CPI	1,74%	09.2018
Unemployment rate	5,7%	09.2018
Salary av. enterprises	4 848 zł	08.2018
Industrial production	4,70%	09.2018
NBP reference rate	1,5%	12.2018

Rates (%)		1W Δ bps
WIBOR 3M	1,72	0,00
EURIBOR 3M	-0,72	0,28
LIBOR CHF 3M	-0,308	-0,32
EUR/PLN	4,30	-0,23
USD/PLN	3,73	-0,19
CHF/PLN	3,79	-0,86
EUR/USD	1,15	-0,36

Markets (points)		1W Δ %
WIG	59 323	0,17
WIG 20	2 335	-0,01
DAX	10 887	-0,31
FTSE	6 918	-0,36
DJI	23 996	-0,03
SP500	2 596	-0,02