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ENGLISH EDITION: Marcin Łukaszewski

Economy

- **Drivers will be influenced by increasing oil prices.** At the end of the year, it forecasts up to 20% increases. It is possible that oil prices will affect fuel prices.
- **Thirteenth retirement payment also in 2020.** MRPiPS plans to re-pay a new benefit. The cost of one-off payments exceeds PLN 10.7 billion.
- **ZBP survey: entrepreneurs want to continue to employ.** About 33 percent positively perceive the creation of new job places. In turn, 35 percent plans to increase wages. Over half of those surveyed by the Association (55%) show willingness to invest.
- **Microfirms probably also with a lower VAT tax.** After the reduction, it should amount to 17, not 18% as before. Various scenarios are still being considered in the Ministry of Finance.
- **NATO: Poland among 6 countries that have achieved the 2% target GDP spent on defense.** European members have reached an average level of 1.51%. GDP.
- **The decline of the WPI in March.** The indicator is lower by another 0.6 percent compared to February. It serves as the forecast of several months ahead of the direction of changes in the prices of consumer goods and services. The coming months may bring declining inflation.
- **Starting from March 15, ARMA accepts applications for direct payments via eWniosekPlus.** Folding is possible until May 15. Those who submit their application later, by June 1, will receive a benefit reduced by 1 percent for each day of delay.
- **The number of homeless people in Poland is decreasing.** There are currently 30.3 thousand of them. It is over 3 thousand less than 2 years ago. The most homeless are in the Mazowieckie and Śląskie Voivodships.

Financial institutions

- **The Polish Financial Supervision Authority will get more powers.** On Friday, the Sejm passed an amendment to the Act on supervision over the financial market. It assumes the extension of KNF's powers to include supervision over the securitization market. The commission will have access to confidential information, including

legally protected information. It will also have the right to request explanations from the controlled entities.

Financial Markets

- **Suspension of a resolution of WZ ABC DATA by a sale court.** The preliminary agreement set the selling price of ABC Data for PLN 141.1 million, and ABC Data Marketing for PLN 35 million. In December, ABC Data shares were called up for sale at PLN 1.3 each, but in March, Also Holding Roseville and MCI Venture Capital raised the call price to PLN 1.44 per share.
- **47.5 million EBITDA earned by Agora in the fourth quarter.** The analysts' expected profits of PLN 343.6 million were achieved and amounted to PLN 346.1 million. There was an increase in sales by 4.8%.
- **Bad run of stock transporters.** 10th downward session consecutive Dow Jones Transportations Average. Last time, such a poor performance of this index was a decade ago. There was a global recession.
- **Planned issue of shares with pre-emptive rights in the amount of up to PLN 1.1 billion by Police.** By the end of July 2019, the company's capital increase is planned to take place. The proceeds from the issue of shares are to help in the implementation of the tasks of the Grupa Azoty SA Capital Group.
- **Kruk plans for 2019.** They assume development on current markets, i.e. in Italy and Spain. Despite the expected net profit of the company, its shares are clearly falling.
- **Copper at the London metal exchange is cheaper** - it was affected by the poor performance of the Chinese economy in early 2019. Copper in 3-month supplies loses 0.3 percent. due to Wednesday's closing, when USD 6,732.50 was recorded per ton
- **Oil in the US exceeded the level of \$ 58 a barrel, for the first time this year.** These are the highest raw material prices for 4 months. The price of raw material is supported, among others data on US fuel stocks. Crude oil inventories in the US last week fell by 3.86 million barrels to 449.07 million barrels. Meanwhile, the market expected an increase in inventories by 3 million barrels.

■ **Gold the most expensive for half a year.** On Thursday at the best time, an ounce of gold cost \$ 1292. Such expensive ore has not been since the middle of last year. During the week, he increased by almost 2 percent, and a

month by nearly 5 percent. It has gained virtually uninterrupted value since mid-August. During this time, you could earn 11 percent on it.

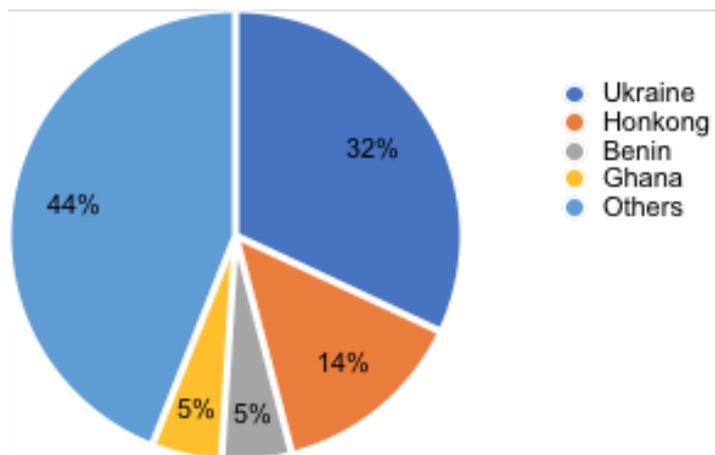
Company of the week

Energa SA is a capital group which was established in 2006. The company produces, distributes and trades in electricity and heat. Energa SA for the largest share of RES in energy production among all Polish energy groups and it amounts to over 40%. Energa SA owns, among others, 2 heat and power plants, 47 hydroelectric power plants, system power plants in Ostrołęka, pumped storage power plants and 5 wind farms. In terms of distribution, the

scope of the group covers about 1/4 of the country. Sales revenues 4q 2018 2.736 billion, net profit 4q 2018 61 million. Price / book value ratios 4q 2018 (P / BV): 0.37, price / sales revenues 4q 2018 (P / S): 0.37, price / operating profit 3q 2018 (P / E): 4.50, return on assets ROA 4.27%, return on equity ROE 9.06%.

Structure of export of poultry meat from Poland outside the EU in 2017

Poland, apart from the European Union, exports poultry meat mainly to Ukraine, which accounts for approx. 32% of all exports. Other markets are the countries of Hongkong, Benin, Ghana, Gabon, Vietnam, Macedonia, Liberia. To each of these countries Poland exports approximately 11.6 thousand tonnes. Poland produces approx. 2.8 million tonnes. In the last 10 years the poultry sector in Poland has been developing faster than in other key EU producers. Average annual pace Polish production amounted to 8% (Germany approx. 3%, Great Britain 2.8%).



Source: Poultry meat market. Report 2018, Warsaw 2018, pp. 5-7.

Statistical data

Macroeconomic indicators		Date
GDP y/y	4,9%	12.2018
CPI	1,75%	02.2019
Unemployment rate	6,2%	01.2019
Salary av. enterprises	4 580 zł	09.2018
Industrial production	6,10%	01.2018
NBP reference rate	1,5%	12.2018

Rates (%)		1W Δ bps
WIBOR 3M	1,72	0,00
EURIBOR 3M	-0,002	-0,71
LIBOR CHF 3M	0,001	-0,31
EUR/PLN	4,29	-0,17
USD/PLN	3,79	-0,32
CHF/PLN	3,78	0,17
EUR/USD	1,13	0,18

Markets (points)		1W Δ %
WIG	60 707	0,66
WIG 20	2 346	0,80
DAX	11 686	2,63
FTSE	7 228	1,95
DJI	25 859	1,75
SP500	2 822	1,14