

## Key events in developed markets and EMEA next week

A flurry of central bank meetings in Central and Eastern Europe next week mark the last major events before the festive season gets underway



The Central Bank of Turkey is expected to keep the policy rate unchanged

### Hungary: Central bank unlikely to deliver changes to 'whatever it takes' stance

The National Bank of Hungary (NBH) has made it clear on several occasions that the temporary and targeted measures, introduced in mid-October, will remain in place until there is a material and permanent improvement in the general risk sentiment. Although we've seen some progress here, we don't think enough has changed to trigger an adjustment in the monetary policy's hawkish "whatever it takes" setup. [See our preview here.](#)

Regarding the current account balance, we expect a significant deterioration compared to the second quarter. We see the deficit widening on energy items, considering the country's energy dependency combined with significantly higher prices paid in hard currency.

## Czech Republic: Last CNB meeting of the year to confirm a dovish majority

The Czech National Bank (CNB) will hold its last meeting of the year on Wednesday. We expect it to be a non-event, with rates and FX regimes unchanged. The new forecast will not be released until February, so it is hard to look for anything interesting at this meeting. Board members have been very open in recent days and hence there is minimal room for any surprises. The traditional dovish majority has publicly declared that interest rates are high enough and continue to choose the "wait and see" path. As always, we have heard warnings that interest rates could go up if necessary. However, the near-zero market reaction shows that the dovish view here is clear. The governor also confirmed this week that the central bank will continue to defend the koruna. At the same time, another board member confirmed that the CNB has not been active in the market for some time. So hard to look for anything new here either.

## Turkey: Central bank to keep policy rate unchanged

We expect the Central Bank of Turkey (CBT) to keep the policy rate unchanged at 9% in December, having confirmed last month that it had reached the end of the easing cycle by stating that the current level of the policy rate is adequate. However, there are continued expectations for some easing in the current banking sector regulations, along with targeted credit stimulus measures such as Credit Guarantee Fund (CGF) loans. Given the CBT's signal of strengthening the macro-prudential framework, the release of the "2023 Monetary and Exchange Rate" document will also remain in focus.

## Key events in developed markets

Country	Time	Data/event	ING Survey	Prev.
<b>Monday 19 December</b>				
Germany	0900	Dec Ifo Business Climate	87.1	86.3
	0900	Dec Ifo Current Conditions	92.5	93.1
	0900	Dec Ifo Expectations	82	80
<b>Tuesday 20 December</b>				
Canada	1330	Oct Retail Sales (MoM%)	-	-0.5
Eurozone	0900	Oct Current Account SA (EUR bn)	-	-8.06
	1500	Dec Consumer Confidence Flash	-20	-23.9
<b>Wednesday 21 December</b>				
US	1330	Q3 Current Account	-	-251.1
	1500	Dec Consumer Confidence	-	100.2
Germany	0700	Jan GfK Consumer Sentiment	-39	-40.2
Canada	1330	Nov CPI Inflation (MoM%/YoY%)	-/-	0.7/6.9
	1330	Nov CPI BoC Core (YoY%)	-	5.8
	1330	Nov CPI BoC Core (MoM%)	-	0.4
<b>Thursday 22 December</b>				
US	1330	Q3 GDP Final	-	2.9
	1330	Initial Jobless Claims	-	211
	1330	Continue Jobless Claims	-	1671
UK	0700	Q3 GDP (QoQ%/YoY%)	-0.2/2.4	-0.2/2.4
<b>Friday 23 December</b>				
US	1330	Nov Personal Income (MoM%)	-	0.7
	1330	Nov Personal Consump Real (MoM%)	-	0.5
	1330	Nov Core PCE Price Index (MoM%)	-	0.2
	1330	Nov Durable Goods	-	1.1
	1500	Nov New Home Sales (Units)	-	0.632
Italy	0900	Dec Consumer Confidence	99.3	98.1
Spain	0800	Q3 GDP (QoQ%/YoY%)	-/-	/ 0.2/3.8
Canada	1330	Oct GDP (MoM%)	-	0.1

Source: Refinitiv, ING

## Key events in EMEA/LATAM next week

Country	Time	Data/event	ING	Survey	Prev.
<b>Tuesday 20 December</b>					
Poland	0900	Nov Industrial Output YY	0.7		6.8
Hungary	1300	Dec Hungary Base Rate	13.00		13.00
Mexico	1200	Oct Retail Sales (MoM%/YoY%)	-		-0.2/3.3
<b>Wednesday 21 December</b>					
Russia	1600	Nov PPI (MoM%/YoY%)	-/-		-2.5/0.8
Poland	0900	Nov Retail Sales (YoY%)	1.5		0.7
Czech Rep	1330	2 CNB Repo Rate	-		7
Hungary	0800	Oct Average Gross Wages (YoY%)	-		17.5
Brazil	1230	Nov Current Account	-		-4.625
	1230	Nov Foreign Direct Investment	-		5.541
<b>Thursday 22 December</b>					
Turkey	1100	Dec CBT Weekly Repo Rate	9		9
	1100	Dec O/N Lending Rate	10.5		10.5
	1100	Dec O/N Borrowing Rate	7.5		7.5
Poland	1300	Nov M3 Money Supply (YoY%)	5.5		7
Hungary	0730	Q3 C/A Balance QoQ	-4.5		-2.63
	0800	Oct Trade Balance Final	-1009		-1009
Mexico	1200	Dec 1st Half-Month Core Inflation (MoM%)	-		0.34
	1200	Dec 1st Half-Month Inflation (MoM%)	-		0.56
<b>Friday 23 December</b>					
Poland	0900	Nov Unemployment Rate	5.2		5.1
Brazil	1200	Dec IPCA-15 Mid-Month CPI	-		0.53
	1200	Dec IPCA-15 Mid-Month CPI (YoY%)	-		6.17
Mexico	1200	Oct IGAE Econ Activity (YoY%)	-		5.2
	1200	Nov Trade Balance SA	-		-0.986

Source: Refinitiv, ING

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