

## Key events in EMEA and Latam next week

A busy week ahead for monetary policy with central bank meetings in Kazakhstan, Hungary, the Czech Republic, Mexico and Russia. However we expect all of them to follow the same unchanged approach. Elsewhere, look out for data on inflation, industry and the labour market



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### Hungary: GDP and CPI downward revisions unlikely to be enough for monetary change

The National Bank of Hungary's last rate setting meeting of the year takes place next week and will come with new staff projections. We expect a downward revision to the CPI outlook as actual data has come in well below the central bank's forecast inflation path since September. Moreover, both the domestic and external environment have weakened amid the second wave of Covid-19. We wouldn't be surprised if the NBH downgrades its GDP forecast too. As such, this seems like a perfect time for dovishness, unless it isn't. A sudden dovish turn at year-end when market volumes are thin and the forint is still fragile looks to be too bold a move to make. Against this backdrop, we expect an unchanged monetary policy framework with some implicit hints that the prevailing downside risks in inflation might open the door for a dovish step in 1Q21 such as a reversal of the prior 15bp hike in the 1 week deposit rate.

## EMEA Latam Economic Calendar

Country	Time	Data/event	ING	Survey	Prev.
<b>Monday 14 December</b>					
Turkey	700	Oct Industrial Production (MoM/YoY%)	-3.5	-/-	1.7/8.1
Russia	-	May Budget Fulfilment	-		0.4
Czech Rep	0900	Oct Current Account Balance	-		32.82
Kazakhstan	0900	Dec Base Interest Rate	-		9.00
Poland	1400	Oct Current Account Balance (€mln)	896		1072
<b>Tuesday 15 December</b>					
Russia	-	Nov Industrial Output	-5	-4.8	-5.9
Poland	1000	Nov CPI (YoY%) NSA - final reading	3.0		3.1
Hungary	1300	Dec Hungary Base Rate	0.6		0.6
	1300	Dec O/N Deposit Rate	-0.05		-0.05
		- Hungarian Central bank holds rate setting meeting			
South Africa	0930	Nov PPI (MoM/YoY%)	-/-	-	0.4/2.7
<b>Wednesday 16 December</b>					
Poland	1300	Nov Net Inflation (YoY%)	-		4.2
Croatia	1000	Nov CPI (MoM/YoY%) NSA	-		0.4/-0.1
<b>Thursday 17 December</b>					
Poland	1000	Nov Av. paid employment in enterprise sector (YoY%)	-1.4		-1
Poland	1000	Nov Av. gross wage in enterprise sector (YoY%)	4.4		4.7
Czech Rep	1330	CNB monetary decision	0.25	0.25	0.25
Mexico	1900	Dec Interest Rate	4.25		4.25
<b>Friday 18 December</b>					
Poland	1000	Nov Industrial Output (YoY%)	3.5		1
Russia	1030	Dec Central bank key rate	4.25	4.25	4.25
		- Nov Retail Sales (YoY%)	-3.7	-3.1	-2.4
		- Nov Unemployment Rate	6.3	6.3	6.3
Brazil	1230	Nov Current Account	1.2		1.5
	1230	Nov Foreign Direct Investm't	1.1		1.8

Source: ING, Refinitiv

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