

## Key events in EMEA and Latam next week

A trio of central bank meetings in EMEA next week. Expect Russia and Turkey's central banks to join the global easing party while Hungary should take a more cautious approach, for now



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### A rather dovish Bank of Russia

We expect the Central Bank of Russia (CBR) to cut the key rate by 25 basis points to 6.75% on 25 October, following dovish statements by CBR Chair Elvira Nabiullina. She indicated that the CBR will lower its year-end 2019 CPI forecast (currently at 4.0-4.5%), which is not customary for a non-core meeting. The lowering itself makes perfect sense, as CPI is already at 3.8-3.9% YoY, below the CBR's year-end target of 4.0-4.5%. She also indicated that the CBR will consider a faster pace of key rate cuts vs the one originally planned. As a reminder, the tone of the previous statements suggested the CBR still saw scope for a further reduction in the key rate (currently at 7.0%), but was not going to keep cutting at every meeting, as was the case the previous three times.

[More on Bank of Russia](#)



## Turkey: Central Bank likely to cut on the back of currency recovery

Following large easing moves in 3Q with the increasingly more accommodative policy stance of global central banks and improving price pressures, the CBT had signalled to come up with more measured moves that would be conditional on the inflation path. Given the easing geopolitical tensions and currency recovery with the agreement between US and Turkey, the bank will likely consider to act and cut the policy rate by 100bp to 15.5% in the October rate setting meeting.

\* Updated 21/10/19

### Hungary: Wait and see

The National Bank of Hungary sets interest rates on 22 October. Both hard and soft data externally and domestically suggest the economy is progressing in line with the NBH's latest view presented in September. We don't see any change related to the monetary policy setup. There is also very little reason for the NBH to add forward guidance to its press release. The main message will remain that the central bank is carrying on with its cautious and data-driven approach, while it's expected to highlight the asymmetric risks (tilted to the downside) to inflation.

## EMEA and Latam Economic Calendar

\* Updated Turkey's bank rate on 21st October

Country	Time	Data/event	ING	Survey	Prev.
<b>Monday 21 October</b>					
Poland	0900	Sep Retail Sales (YoY%)	7.6	-/-	6.0
Croatia	1000	Sep Unemployment Rate (%)	6.8	-	6.8
	1000	Aug Real Wages (YoY%)	-	-	2.7
<b>Tuesday 22 October</b>					
Poland	1300	Sep M3 Money Supply (YoY%)	9.8	9.8	9.9
Hungary	1300	Policy Rate (%)	0.9	-	0.90
	1300	Overnight Deposit Rate (%)	-0.05	-	-0.05
South Africa	0800	Aug Leading Indicator	-	-	103.9
Israel	1100	2Q F GDP (QoQ Annualised %)	-	-	1.0
	-	Bank of Israel Publishes Minutes of Rate Meeting			
Mexico	1200	Sep Unemployment Rate SA (%)	3.6	-	3.6
<b>Wednesday 23 October</b>					
Poland	0900	Sep Unemployment Rate (%)	5.2	5.2	5.2
South Africa	0900	Sep CPI (MoM/YoY%)	-/-	-/-	0.3/4.3
	0900	Sep Core CPI (NSA MoM%)	-	-	0.1
<b>Thursday 24 October</b>					
Turkey	1200	Benchmark Repurchase Rate	15.5	-	16.5
Czech Rep	0800	Oct Business Confidence	-	-	11.6
	0800	Oct Consumer & Business Confidence	-	-	9.4
	0800	Oct Consumer Confidence	-	-	1.0
Ukraine	1200	Key Rate (%)	-	-	16.5
Brazil	1430	Sep C/A Balance (\$mn)	-3500	-	-4274
<b>Friday 25 October</b>					
Russia	1130	Key Rate (%)	6.75	6.75	7.0
Turkey	0800	Oct Real Sector Confidence Index SA	-	-	99.7
	0800	Oct Industrial Confidence	-	-	98.8
	0800	Oct Capacity Utilization (%)	-	-	76.3
Poland	-	Sep Budget Level (YTD)	-	-	-1981
Kazakhstan	-	Sep M3 Money Supply (MoM%)	-	-	-0.6
Serbia	1100	Aug Real Wages (YoY%)	-	-	11.8
Mexico	1200	Aug Retail Sales (YoY%)	3.1	-	2.1

Source: ING, Bloomberg

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