

## Key events in EMEA and Latam next week

A barrage of data and two central bank meetings - including a likely cut from the Ukrainian central bank - make for an interesting week ahead in EMEA and Latam



Source: Shutterstock

### **Hungary: Soft indicators to bounce back but expect NBH to remain on hold**

We expect soft indicators in Hungary to rebound on the back of easing global tensions and sound local economic activity. Despite the recent uptick in inflation (which we see as a temporary phenomenon) and a decrease in the outstanding amount of FX swaps providing forint liquidity, the National Bank of Hungary will likely stay on hold. We don't see enough evidence locally or globally for the inflation and economic outlooks to diverge from the central bank's base case scenario, so we think the NBH will remain in 'wait-and-see' mode with no change to the monetary policy setup. Meanwhile, we expect sound labour market data, with no sign of weakness in the pipeline.

## EMEA and Latam Economic Calendar

Country	Time	Data/event	ING	Survey	Prev.
<b>Friday 24 January</b>					
Poland	-	Dec Budget Level (YTD)	-	-	-1882
<b>Sunday 26 January</b>					
Hungary	2300	Jan Economic Sentiment	4.1	-	-1.1
	2300	Jan Business Confidence	8.0	-	1.5
	2300	Jan Consumer Confidence	-7.0	-	-8.4
<b>Monday 27 January</b>					
Turkey	0700	Jan Real Sector Confidence Index SA	-	-	108.7
	0700	Jan Industrial Confidence	-	-	103.6
	0700	Jan Capacity Utilization (%)	-	-	77
Poland	0900	Dec Unemployment Rate (%)	5.2	5.2	5.1
Kazakhstan	-	Dec M3 Money Supply (MoM%)	-	-	-2.5
Brazil	1230	Dec C/A Balance (\$mn)	-6500	-	-2164
Mexico	1200	Nov Retail Sales (YoY%)	2.8	-	0.4
<b>Tuesday 28 January</b>					
Russia	1300	Dec Retail Sales (YoY%)	1.2	2.6	2.3
	1300	Nov Real wages (YoY%)	3.1	4.1	3.8
Hungary	1300	Policy Rate (%)	0.90	-	0.90
	1300	Overnight Deposit Rate (%)	-0.05	-	-0.05
<b>Thursday 30 January</b>					
Turkey	0730	Central Bank Inflation Report			
Poland	-	2019 Annual GDP (YoY%)	4.1	-	5.1
Ukraine	1200	Key Rate (%)	12.0	-	13.5
Romania	0700	Dec Unemployment Rate (%)	-	-	4.0
Croatia	1000	Dec Retail Sales (YoY%)	-	-	2.5
	1000	Dec Industrial Production (SA, YoY%)	-	-	-0.4
South Africa	0600	Dec M3 Money Supply (YoY%)	-	-	7.35
	0600	Dec Private Sector Credit (YoY%)	-	-	6.6
	0930	Dec PPI (MoM/YoY%)	-/-	-/-	-0.3/2.3
	1200	Dec National Budget Balance (ZARbn)	-	-	-15.1
Israel	1100	Dec Monthly Unemployment Rate (%)	-	-	3.9
Mexico	1200	4Q P GDP (YoY%)	-0.1	-	-0.3
<b>Friday 31 January</b>					
Turkey	0700	Dec Trade Balance (US\$m)	-4.3	-	-2.2
	0800	Dec Foreign Tourist Arrivals (YoY%)	-	-	11.4
Hungary	0800	Nov Avg Gross Wages (YoY%)	11.3	-	11.6
	0800	Nov F Trade Balance (€mn)	500	-	500
Serbia	1100	Dec Retail Sales (YoY%)	-	-	11.2
	1100	Dec Industrial Production (YoY%)	-	-	1.1
	1100	Dec Trade Balance (€m)	-	-	-519
Croatia	-	Dec M1 Money Supply (HRKbn)	-	-	134
South Africa	1200	Dec Trade Balance (ZARbn)	-	-	6.1
Brazil	1200	Dec Unemployment Rate (%)	11.1	-	11.2

Source: ING, Bloomberg

## Author

### Peter Virovacz

Senior Economist, Hungary

[peter.virovacz@ing.com](mailto:peter.virovacz@ing.com)

## Disclaimer

This publication has been prepared by the Economic and Financial Analysis Division of ING Bank N.V. ("ING") solely for information purposes without regard to any particular user's investment objectives, financial situation, or means. *ING forms part of ING Group (being for this purpose ING Group N.V. and its subsidiary and affiliated companies)*. The information in the publication is not an investment recommendation and it is not investment, legal or tax advice or an offer or solicitation to purchase or sell any financial instrument. Reasonable care has been taken to ensure that this publication is not untrue or misleading when published, but ING does not represent that it is accurate or complete. ING does not accept any liability for any direct, indirect or consequential loss arising from any use of this publication. Unless otherwise stated, any views, forecasts, or estimates are solely those of the author(s), as of the date of the publication and are subject to change without notice.

The distribution of this publication may be restricted by law or regulation in different jurisdictions and persons into whose possession this publication comes should inform themselves about, and observe, such restrictions.

Copyright and database rights protection exists in this report and it may not be reproduced, distributed or published by any person for any purpose without the prior express consent of ING. All rights are reserved. ING Bank N.V. is authorised by the Dutch Central Bank and supervised by the European Central Bank (ECB), the Dutch Central Bank (DNB) and the Dutch Authority for the Financial Markets (AFM). ING Bank N.V. is incorporated in the Netherlands (Trade Register no. 33031431 Amsterdam). In the United Kingdom this information is approved and/or communicated by ING Bank N.V., London Branch. ING Bank N.V., London Branch is authorised by the Prudential Regulation Authority and is subject to regulation by the Financial Conduct Authority and limited regulation by the Prudential Regulation Authority. ING Bank N.V., London branch is registered in England (Registration number BR000341) at 8-10 Moorgate, London EC2 6DA. For US Investors: Any person wishing to discuss this report or effect transactions in any security discussed herein should contact ING Financial Markets LLC, which is a member of the NYSE, FINRA and SIPC and part of ING, and which has accepted responsibility for the distribution of this report in the United States under applicable requirements.

Additional information is available on request. For more information about ING Group, please visit <http://www.ing.com>.