

## 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



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### **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)

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