

## Key events in EMEA and Latam next week

PMI data across EMEA may reflect the rising Covid-19 cases in Europe. Rate decisions in the Czech Republic and Poland are likely to be non-events, but keep an eye on CPI data from Russia and Turkey



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### ✓ Turkey: Inflation marginally higher

In October, we envisage inflation of 2.1% month-on-month, translating into 11.9% on an annual basis, slightly up from 11.7% a month ago.

Monthly inflation is likely to be impacted by exchange rate developments on some items like transport, while adjustment in electricity fee should be another driver.

### ✓ Russia: CPI boost unlikely to move markets

Russian CPI is likely to pick up from 3.7% YoY in September to 4.0% YoY in October, however, this is unlikely to be market-moving for Russia, as the central bank is clearly downplaying the importance of near-term CPI pressure and guiding towards below-target CPI for 2021.

Also, statistical releases next week will obviously be overshadowed by the US elections and Russian FX sales for November, which are likely to stay at an elevated level of \$2.5 bn, including extra FX sales for one-off transactions with Sberbank and Aeroflot.

## ✓ Czech Republic: PMI, industrial production and retail sales rebound, but could be short lived

Given the better manufacturing readings in the Eurozone and Germany in October, we should see also some improvement in the Czech PMI reading next week, and also September industrial production might improve as somehow weak August readings were caused by company holidays.

Also, retail sales might signal solid households demand, but only temporary because October brought new restrictions due to second-wave of Covid and so far improving trend was abruptly disturbed at the beginning of 4Q20.

## ✓ Poland: PMI to decline amidst second wave, but rates to stay on hold

A quiet week in Poland in terms of economic releases.

We expect a small decline in manufacturing PMI, reflecting worsening outlook in the face of the pandemic. The central bank meeting is unlikely to bring new news.

MPC speakers confirmed that the central bank aims to keep rates on hold for a long time and remains unconcerned with PLN weakness.

## EMEA Latam Economic Calendar

Country	Time Data/event	ING	Survey	Prev.
<b>Monday 2 November</b>				
Russia	0600 Oct Markit Manufacturing PMI - Bank of Russia releases quarterly monetary report	-	-	48.9
Turkey	0700 Oct Markit/ISO Manufacturing PMI	-	-	52.8
Poland	0800 Oct Markit Manufacturing PMI	50.2	-	50.8
Czech Rep	0830 Oct Markit Manufacturing PMI	52.5	-	50.7
	1300 Oct Budget Balance (CZKbn)	-	-	-252.7
Hungary	0800 Oct Manufacturing PMI	-	-	48.8
	0800 Sep PPI (MoM/YoY%)	-/-	-/-	0.7/3.6
Ukraine	- National Bank of Ukraine Publishes Minutes of Rate Meeting			
Romania	- Oct FX Reserves (€bn, Net)	-	-	37954
Kazakhstan	- Oct CPI (MoM/YoY%)	-/-	-/-	0.3/7
	- Oct PPI (MoM/YoY%)	-/-	-/-	2.4/-3.7
South Africa	0900 Oct Kagiso PMI	-	-	58.3
	- Oct NAAMSA Vehicle Sales (YoY%)	-	-	-23.9
<b>Tuesday 3 November</b>				
Turkey	0700 Oct CPI (MoM/YoY%)	2.1/11.9	-/-	0.97/11.32
	0700 Oct Domestic PPI (MoM/YoY%)	-/-	-/-	2.65/14.33
Romania	0700 Sep PPI (MoM/YoY%)	-/-	-/-	-0.19/-0.66
Brazil	1100 Central Bank Meeting Minutes			
<b>Wednesday 4 November</b>				
Poland	- Base Rate (%)	0.10	-	0.10
	- Monetary Policy Council Rate Meeting			
Hungary	1300 Hungarian Central Bank's Minutes			
	1700 Magyar Telekom 3Q Earnings Report			
South Africa	0715 Oct HSBC PMI SA	-	-	49.4
Brazil	1200 Sep Industrial Production (YoY%)	-1.0	-	-2.7
<b>Thursday 5 November</b>				
Czech Rep	0800 Sep Retail Sales (YoY%)	1.5	-	-2.6
	0800 Sep Retail Sales Excl. Motor Vehicles (YoY%)	0.5	-	0.0
	1330 Repo Rate (%)	0.25	-	0.25
	1445 CNB news conference			
Hungary	0800 Sep Retail Sales (YoY%)	-	-	-0.7
	2300 OTP Bank and Mol 3Q Earnings Report			
Romania	0700 Sep Retail Sales (MoM/YoY%)	-/-	-/-	-1.6/2.3
South Africa	1100 Sep Electricity Production (YoY%)	-	-	-2.4
	1100 Sep Electricity Consumption (YoY%)	-	-	-0.4
Israel	- Oct Foreign Currency Balance (US\$bn)	-	-	160.6
	- Bank of Israel Publishes Minutes of Rate Meeting			
<b>Friday 6 November</b>				
Russia	1600 Oct CPI (MoM/YoY%)	0.4/4.0	-/-	-0.1/3.7
	1600 Oct CPI Core (YoY%)	-	-	3.3
Poland	1300 Oct Official Reserves Total	-	-	139496
	1300 National Bank of Poland Publishes Minutes of Rate Meeting			
Czech Rep	0800 Sep Construction Output (YoY%)	-	-	-9.7
	0800 Sep Trade Balance (CZKmn)	14.0	-	7.6
	0800 Sep Industrial Output (YoY%)	-1.5	-	-8.0
Hungary	0800 Sep Industrial Production (MoM/YoY%)	-/-	-/-	6.8/-0.2
	- Oct Budget Balance (YTD)	-	-	-2270.3
Kazakhstan	- Oct International Reserves (US\$bn)	-	-	33.8
Serbia	1100 Oct HPPI (MoM/YoY%)	-	-	-0.3/-1.7
South Africa	0600 Oct Gross Reserves (US\$bn)	-	-	54.4
	0600 Oct Net Open Foreign Currency Position (US\$bn)	-	-	50.7
Brazil	1200 Oct Inflation (IPCA) (MoM/YoY%)	-	-	0.64/3.14

Source: ING, Bloomberg

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