

## Key events in EMEA next week

We expect the Czech National Bank to make its first 25bp rate cut at next week's meeting. Elsewhere, all eyes will be on the flash CPI release in Poland as we forecast a moderate decline to 6.9%. In Turkey, we expect annual inflation to increase to 63% in October



Source: Shutterstock

### ✓ Czech Republic: Start of cutting cycle

The Czech National Bank (CNB) will meet next week on Thursday, and will present its last published forecast of the year. We're going into the meeting expecting the first 25bp rate cut to 6.75%, a view we have held since June. The new forecast should move in a dovish direction and persuade undecided board members to cut rates in November. The main risk for the coming days will be the geopolitical situation and its impact on energy prices and EUR/CZK, which we believe is now the CNB's main concern.

### ✓ Poland: CPI expected to fall below 7%

**Flash CPI (Oct): 6.9% YoY**

We forecast that CPI continued moderating in October and fell slightly below 7% year-on-year. According to our estimates, food prices rose in monthly terms for the first time in five months – but the scale of the increase was much lower than in October last year, which translated into

further disinflation in food prices in annual terms, pushing it into single-digit territory. We judge that slower annual growth in house energy and deeper decline in fuel prices also contributed to disinflation.

## ✓ Turkey: Annual inflation to increase to 64% in October

Given the deterioration in pricing behaviour and the effects of the post-election adjustment in FX, wages and taxes, inflation will likely remain elevated in the near term. Accordingly, we expect annual inflation to increase further to 63% in October (with 4.5% month-on-month reading) from 61.5% a month ago.

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Country	Time	Data/event	ING	Survey	Prev.
<b>Monday 30 October</b>					
Turkey	1200	Sep Bank NPL Ratio	-		1.61
South Africa	0700	Sep M3 Money Supply (YoY%)	-		8.52
	0700	Sep Pvt Sector Credit Ext.	-		4.38
<b>Tuesday 31 October</b>					
Poland	1000	Oct Flash CPI (YoY%)	6.9		8.2
Russia	-	Sep GDP (YoY%) Monthly	5.5		5.2
Turkey	0800	Sep Trade Balance	-5.0		-8.66
Czech Rep	0900	Q3 Preliminary GDP (YoY%)	-		-0.6
	0900	Q3 Preliminary GDP (QoQ%)	-		0
South Africa	1300	Sep Trade Balance (Incl. Region)	-		13.28
<b>Wednesday 1 November</b>					
Russia	0700	Oct S&P Global Manufacturing PMI	-		54.5
	1700	Sep Retail Sales (YoY%)	11.3	11.2	11
	1700	Sep Unemployment Rate	3.0	3.0	3.0
Turkey	0800	Oct Manufacturing PMI	-		49.6
Czech Rep	0930	Oct S&P Global PMI	42		41.7
	1500	Oct Budget Balance	-		-180.7
Hungary	0900	Oct Manufacturing PMI	46.5		47.4
<b>Thursday 2 November</b>					
Poland	0900	Oct S&P Global Manufacturing PMI	44.7		43.9
Czech Rep	1430	Oct CNB Repo Rate	7		7
Hungary	0830	Aug Trade Balance Final	708		708
<b>Friday 3 November</b>					
Russia	0700	Oct S&P Global Services PMI	-		55.4
Turkey	0800	Oct CPI (MoM%/YoY%)	-/-	4.5/63.0	4.75/61.53
South Africa	0815	Oct Std Bank Whole Econ PMI	-		49.9

Source: Refinitiv, ING

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