

Key events in EMEA this week

Poland's central bank meeting is the key event and rates are expected to be increased further



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Poland's central bank to keep hiking

The negative short-term impact on GDP from the war in Ukraine is limited. With a high level of production backlogs, output growth remains high, but the contraction in new orders is significant, which bodes ill for the rest of 2022. Meanwhile, CPI is sticky and may be persistent, requiring further rate hikes to offset the fiscal expansion (c.3% GDP).

We believe the MPC will continue to raise rates, bringing the reference rate to the target level of 8.5% in late 2022/early 2023. With expansionary fiscal policy, we see rate cuts no sooner than 2024.

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Key events next week

Country	Time	Data/event	ING Survey	Prev.
Monday 6 June				
Czech Rep	0800	Apr Industrial Output (YoY%)	-	0.4
	0800	Apr Trade Balance	-	-13.8
Kazakhstan	1000	Jun Base Interest Rate	-	14.0
Tuesday 7 June				
Czech Rep	0800	Apr Retail Sales (YoY%)	-	5.5
	0800	Q1 Gross wages (YoY%)	-	-2.0
South Africa	1030	Q1 GDP (YoY%)	-	1.7
Wednesday 8 June				
Russia	1700	May CPI (MoM%/YoY%)	0.2/17.1	1.6/17.8
Poland	-	Jun NBP Base Rate	6.25	5.3
Czech Rep	0900	May Unemployment Rate	-	3.3
Hungary	0800	May Core CPI (YoY%)	11.1	10.3
	0800	Apr Industrial Output (YoY%)	9.9	3.6
	0800	May CPI (MoM%/YoY%)	1.3/10.4	1.6/9.5
Thursday 9 June				
Hungary	1000	May Budget Balance	-315	-326.6
Ukraine	-	May CPI (MoM%/YoY%)	-/-	3.1/16.4
Serbia	1100	Jun Benchmark Interest rate	2.5	2.0
South Africa	1000	Q1 Current Account	-	120
Brazil	-	May IPCA Inflation Index (MoM%/YoY%)	-/-	1.1/12.1
Mexico	1200	May Headline Inflation	-	0.5
Friday 10 June				
Russia	1130	Jun Central Bank Key Rate	10.0	11.0
Czech Rep	0800	May CPI (MoM%/YoY%)	-/-	1.8/14.2
Romania	0700	May CPI (YoY%)	14.4	13.8
Kazakhstan	-	May Industrial Production (YoY%)	-	4.7
Brazil	1300	Apr Retail sales (MoM%/YoY%)	-/-	-
Mexico	1200	Apr Industrial Output (YoY%)	-	2.6
	1200	Apr Industrial Output (MoM%)	-	0.4

Source: Refinitiv, ING

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