



Poland: Weekly Macroeconomic Update

LAST WEEK:

Average wage in enterprises' sector fell by 0,6% m/m and rose by 10.3% y/y in September. **Average employment** in enterprises' sector fell by 0.1% m/m and was 0.5% down y/y in September. A pressure to raise wage gradually eases but remains still high.

In September **industrial output** rose by 9.0% m/m and fell by 0.3% y/y while **producer prices** fell by 0.5% m/m and were 6.3% down y/y. **Construction output** was 9.0% down y/y in September after a -9.6% y/y decline in August.

Real **retail sales** fell by 5.7% m/m and declined by 3.0% y/y in September. The strongest decline in real retail sales was reported in footwear and clothing (down 12.5% y/y), furniture, consumer electronics and white goods (down 8.0% y/y), food and beverages (down 7.6% y/y) and fuels (down 4.8% y/y). Nominal retail sales fell by 5.8% m/m and were 2.2% down y/y in September.

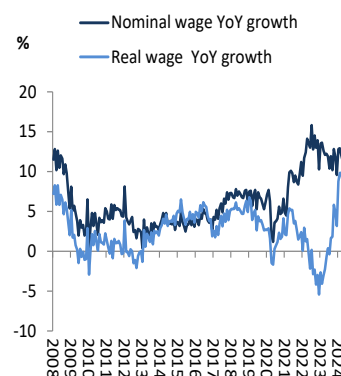
In 2023 **general government deficit** amounted to 5.3% of GDP and **general government debt** was 49.7% of GDP.

Money supply M3 for September rose by 0.7% m/m and was 6.5% up y/y versus 7.8% y/y growth in August.

Consumer confidence fell to -15.8pts in October from -13.9pts in September. A decline in consumer confidence stemmed from moderate deterioration in all sub-categories of the confidence index. In October the biggest decline occurred in assessment of the current economic situation of Poland what can be related to deterioration in assessment of the current and future financial situation of households.

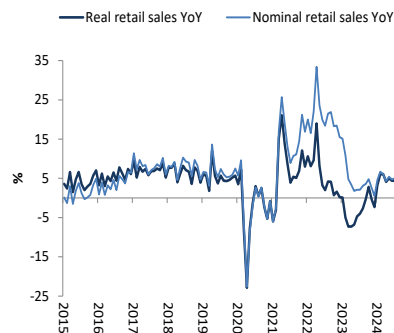
Registered unemployment rate amounted to 5.0% in September and has been unchanged for 3 three months in a row. Situation in labour market is still good despite year-on-year decline in employment due to structural deficit of labour.

Figure 1. Average wage



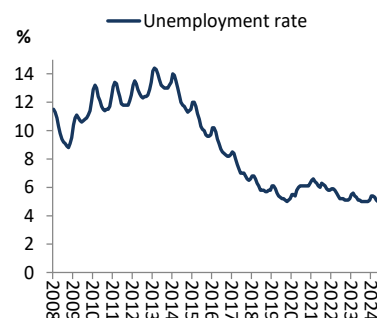
Source: GUS

Figure 2. Retail sales



Source: GUS

Figure 3. Unemployment rate



Source: GUS



DIARY (this week)

Date	GMT	Release/Event	DB Expected	Actual	Consensus
Oct-31	8:00	Consumer inflation (Oct, prel.)	0.2% (5.0%)		0.4% (5.0%)

Source: Deutsche Bank Estimates., Reuters and Bloomberg Finance LP

FX and interest rate forecasts

	EUR/PLN	USD/PLN	CHF/PLN	GBP/PLN	EUR/USD	Reference rate	WIBOR 3M*	WIBOR 6M*	EURIBOR 3M	Fed Funds (mid)	CPI (Poland)	Yield on 10Y POLGB
	(end of period)											
Oct-24	4,350	4,028	4,638	5,224	1,080	5,75	5,85	5,85	3,05	4,875	5,0	5,80
Nov-24	4,361	3,987	4,620	5,176	1,094	5,75	5,85	5,85	2,90	4,625	4,8	5,85
Dec-24	4,320	3,899	4,547	5,069	1,108	5,75	5,85	5,85	2,80	4,375	5,4	5,55
Jan-25	4,325	3,902	4,541	5,089	1,108	5,75	5,85	5,85	2,70	4,375	6,0	5,40
Feb-25	4,330	3,906	4,534	5,110	1,109	5,75	5,85	5,85	2,65	4,375	5,8	5,25
Mar-25	4,335	3,909	4,527	5,130	1,109	5,75	5,85	5,85	2,55	4,125	5,7	5,15
Apr-25	4,333	3,906	4,514	5,143	1,109	5,75	5,85	5,70	2,45	4,125	4,8	5,10
May-25	4,332	3,904	4,500	5,156	1,110	5,75	5,75	5,58	2,40	4,125	5,0	5,05
Jun-25	4,330	3,901	4,487	5,169	1,110	5,50	5,50	5,47	2,30	3,875	4,9	5,00
Jul-25	4,328	3,889	4,485	5,152	1,113	5,50	5,50	5,37	2,20	3,875	3,4	4,95
Aug-25	4,326	3,876	4,460	5,136	1,116	5,50	5,40	5,23	2,10	3,875	3,3	4,90
Sep-25	4,320	3,864	4,431	5,120	1,118	5,25	5,20	5,15	2,05	3,625	3,6	4,80

*- According to road map published by the PFSA WIBOR cessation will occur in 2027.

Note: Due to Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016 on indices used as benchmarks in financial instruments and financial contracts or to measure the performance of investment funds and amending Directives 2008/48/EC and 2014/17/EU and Regulation (EU) No 596/2014 the way of calculation of WIBOR rates and their values may be subject to change.

Source: Deutsche Bank Polska S.A.



Appendix 1

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Additional information available upon request

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