



# Poland: Weekly Macroeconomic Update

## LAST WEEK:

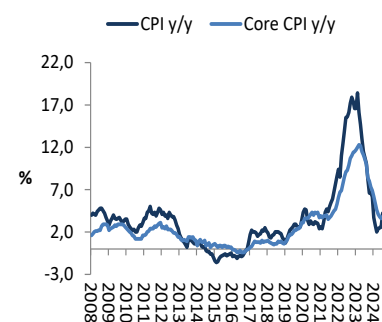
Government accepted draft bill on freezing energy prices for households in 2025 with price cap at PLN500 per kWh until the end of September 2025 and zero capacity fee in 1H2025. The government removes price cap for other energy buyers. Adopted measure will directly reduce CPI but will rise core CPI mainly through rise in services' prices. Government decision to extend energy price cap and apply zero capacity fee for households will reduce consumer inflation in the beginning of next year and will prompt the MPC to initiate discussions on rate cuts.

In October **core inflation** (excluding energy and food prices) amounted to 0.4% m/m and 4.1% y/y declining from 4.3% y/y in September. A decline in core CPI in October correlates with weak data on retail sales for October and lower than expected GDP growth in Q3 what may suggest that inflationary pressure from higher wages and high energy prices on core goods and services gradually alleviates.

In November **consumer confidence** deteriorated – consumer confidence indicator fell to -17,1 in November from -15,8 in October. The decline was caused mainly by weaker assessment of economic situation of Poland and moderate decline in significant purchases.

In October **real construction output** fell by 9.6% y/y after a 9.0% y/y decline in September. Construction of dwellings declined by 7.9% y/y, infrastructure construction fell by 10.2% y/y and output of specialized construction services fell by 10.4% y/y in October.

Figure 1. CPI and core CPI



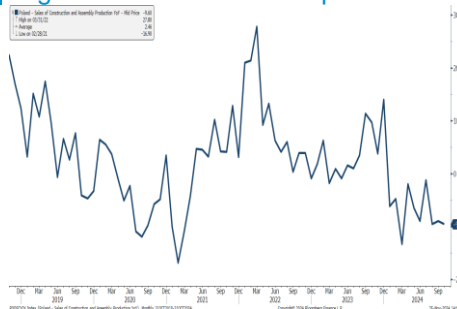
Source: NBP, GUS

Figure 2. Consumer confidence



Source: GUS, Bloomberg

Figure 3. Construction output



Source: GUS, Bloomberg



## DIARY (this week)

Date	GMT	Release/Event	DB Expected	Actual	Consensus
Nov-25	9:00	Average wage (Oct)	(10.1%)	2.2% (10.2%)	2.3% (10.3%)
Nov-25	9:00	Average employment (Oct)	0.0% (-0.5%)	-0.1% (-0.5%)	0.0% (-0.5%)
Nov-25	9:00	Industrial output (Oct)	(0.8%)	10.0% (4.7%)	6.6% (1.8%)
Nov-25	9:00	PPI (Oct)	(-5.8%)	0.4% (-5.2%)	0.1% (-5.6%)
Nov-26	9:00	Real retail sales (Oct)	(0.2%)		7.2% (0.7%)
Nov-26	9:00	Nominal retail sales (Oct)	(0.5%)		(0.6%)
Nov-26	13:00	Monety supply M3 (Oct)	(6.9%)		0.9% (7.0%)
Nov-27	9:00	Unemployment rate (Q3)	2.9%		2.8%
Nov-27	9:00	Unemployment rate (Oct)	5.0%		5.0%
Nov-28	9:00	GDP (Q3)	-0.2% (2.7%)		-0.2% (2.7%)
Nov-29	9:00	CPI (Nov, flash)	0.5% (4.8%)		0.4% (4.6%)

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)											
<b>Nov-24</b>	4,320	4,122	4,635	5,182	1,048	5,75	5,82	5,84	3,00	4,625	4,6	5,60
<b>Dec-24</b>	4,330	4,124	4,656	5,175	1,050	5,75	5,82	5,84	2,80	4,375	4,9	5,55
<b>Jan-25</b>	4,332	4,139	4,674	5,190	1,047	5,75	5,82	5,83	2,70	4,375	5,4	5,40
<b>Feb-25</b>	4,333	4,153	4,693	5,206	1,043	5,75	5,81	5,82	2,65	4,375	5,2	5,25
<b>Mar-25</b>	4,335	4,168	4,712	5,221	1,040	5,75	5,80	5,80	2,55	4,375	5,1	5,15
<b>Apr-25</b>	4,333	4,180	4,727	5,232	1,037	5,75	5,77	5,67	2,45	4,375	4,3	5,10
<b>May-25</b>	4,332	4,192	4,743	5,243	1,033	5,75	5,75	5,58	2,40	4,375	4,5	5,05
<b>Jun-25</b>	4,330	4,204	4,758	5,255	1,030	5,50	5,50	5,47	2,30	4,375	4,4	5,00
<b>Jul-25</b>	4,328	4,189	4,739	5,271	1,033	5,50	5,50	5,35	2,20	4,375	2,9	4,95
<b>Aug-25</b>	4,327	4,174	4,720	5,287	1,037	5,50	5,40	5,20	2,10	4,375	2,8	4,90
<b>Sep-25</b>	4,325	4,159	4,701	5,302	1,040	5,25	5,15	5,05	2,05	4,375	3,1	4,80
<b>Oct-25</b>	4,323	4,144	4,682	5,318	1,043	5,25	5,05	5,00	2,05	4,375	3,0	4,75

\*- 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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