



# Poland: Weekly Macroeconomic Update

## LAST WEEK:

PM Mateusz Morawiecki informed that at the EU summit in Brussels Poland was exempted from the pledge to reach climate neutrality until 2050. Instead Poland declared it will be reaching climate neutrality at its own pace.

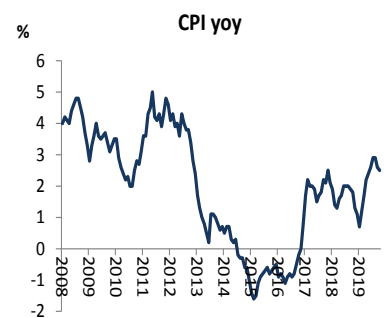
Finance Minister Tadeusz Kosciński said that the role of politicians were to think up new spending and the role of Finance Ministry is to implement and finance them. Finance Minister also said that fiscal discipline would be maintained and added there were still a room to improve VAT tax collection. He added that balanced budget in 2020 was ambitious but still realistic goal.

In November **inflation** was confirmed at 0.1% m/m and 2.6% y/y in line with flash estimate. In November food prices rose by 6.5% y/y, housing cost increased by 2.0% y/y, healthcare prices rose by 3.1% y/y, telecommunication prices rose by 3.7% y/y, recreation and culture prices were 3.6% up y/y, education prices increased by 4.6% y/y, prices in hotels and restaurants rose by 5.3% y/y. In November prices of clothing and footwear fell by 1.8% y/y and prices of transport declined by 3.4% y/y.

## THIS WEEK:

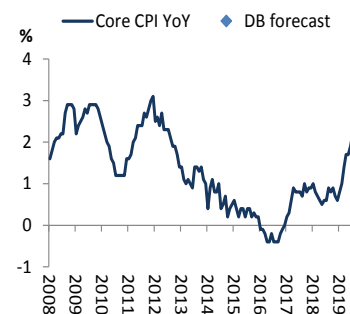
On Monday the NBP will release the **current account** for October and **core inflation** for November. On Wednesday the GUS will publish **average wage** and **average employment** for November. On Thursday **industrial production** and **PPI** for November will be released. On Friday the GUS will release data on **retail sales** for November. On Thursday the NBP will publish **minutes from MPC meeting** in December.

Figure 1: Inflation (y/y)



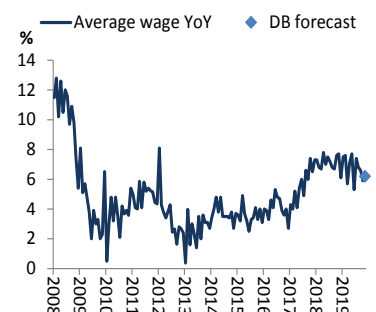
Source: GUS

Figure 2: Core inflation (y/y)



Source: NBP, Deutsche Bank Polska S.A.

Figure 3: Average wage (y/y)



Source: GU, Deutsche Bank Polska S.A.



## DIARY (this week)

Date	GMT	Release/Event	DB Expected	Actual	Consensus
Dec-16	13:00	Current account (Oct)	-EUR338mn		EUR287mn
Dec-16	13:00	Core inflation (Nov)	0.0% (2.5%)		0.0% (2.5%)
Dec-18	9:00	Average wage (Nov)	1.2% (6.2%)		0.9% (6.0%)
Dec-18	9:00	Average wage (Nov)	0% (2.4%)		0.0% (2.5%)
Dec-19	9:00	Industrial production (Nov)	-6.3% (0.7%)		-6.2% (0.3%)
Dec-19	9:00	PPI (Nov)	0.0% (0.3%)		0.0% (0.3%)
Dec-19	13:00	Minutes from MPC meeting			
Dec-20	9:00	Retail sales (Oct)	(6.4%)		-3.1% (4.8%)

Source: Deutsche Bank Estimates, Reuters and Bloomberg Finance LP

## FX and interest rate forecasts

	EUR/PLN	USD/PLN	CHF/PLN	GBP/PLN	EUR/USD	WIBOR 3M	WIBOR 6M	EURIBOR 3M	LIBOR USD 3M	CPI (Poland)	Yield on 10Y POLGB
	(end of period)										
<b>Dec-19</b>	4.285	3.843	3.895	5.092	1.115	1.71	1.79	-0.40	1.85	2.7	2.05
<b>Jan-20</b>	4.288	3.821	3.898	5.074	1.122	1.71	1.79	-0.40	1.85	3.1	2.08
<b>Feb-20</b>	4.291	3.800	3.901	5.057	1.129	1.71	1.79	-0.40	1.80	2.9	2.10
<b>Mar-20</b>	4.294	3.779	3.903	5.040	1.136	1.71	1.79	-0.40	1.80	2.7	2.10
<b>Apr-20</b>	4.297	3.758	3.906	5.023	1.143	1.71	1.79	-0.40	1.80	2.3	2.10
<b>May-20</b>	4.300	3.737	3.909	5.007	1.150	1.71	1.79	-0.40	1.80	2.2	2.15
<b>Jun-20</b>	4.303	3.717	3.911	4.990	1.158	1.71	1.79	-0.40	1.80	2.0	2.20
<b>Jul-20</b>	4.305	3.697	3.914	4.974	1.165	1.71	1.79	-0.40	1.80	1.9	2.20
<b>Aug-20</b>	4.308	3.677	3.917	4.958	1.172	1.71	1.79	-0.40	1.80	1.9	2.20
<b>Sep-20</b>	4.311	3.657	3.919	4.942	1.179	1.71	1.79	-0.40	1.80	2.2	2.20
<b>Oct-20</b>	4.314	3.638	3.922	4.927	1.186	1.71	1.79	-0.40	1.80	2.3	2.20
<b>Nov-20</b>	4.317	3.619	3.925	4.911	1.193	1.71	1.79	-0.40	1.80	2.5	2.20

*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

## Important Disclosures

### Additional information available upon request

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