



Polish Investment
& Trade Agency
PFR Group

Macroeconomic Review by the Polish Investment and Trade Agency no. 151

January 2020

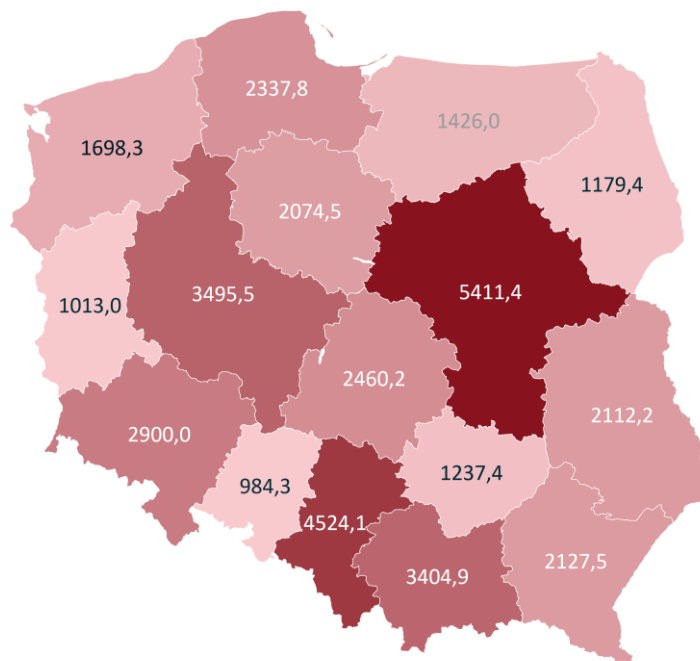


Poland's population



Poland's
population
38.39 mln
people

The population by region, December 2019 [thous.]



Urban area
60.1%

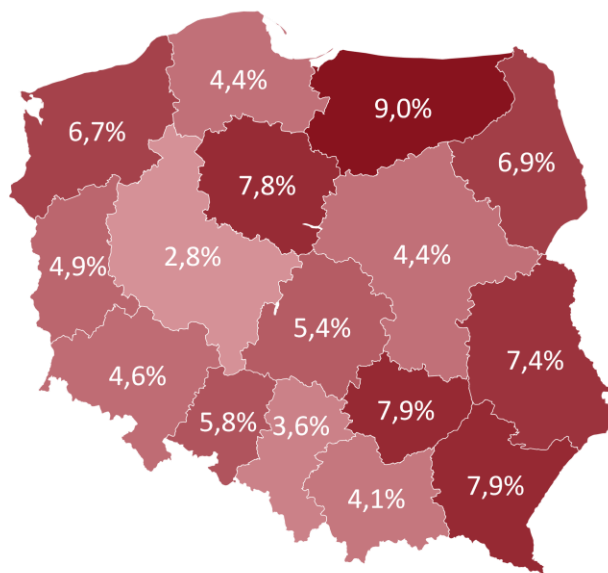


Rural area
39.9%

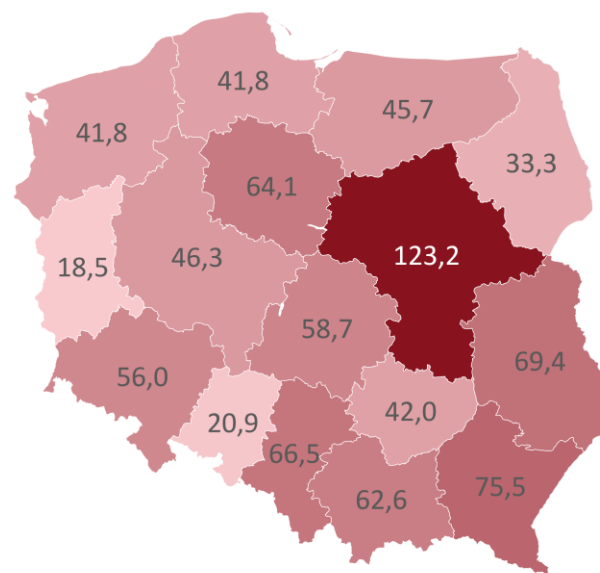
The situation on Poland's labour market (1/2)

The unemployment rate at the end of December 2019 was 5.2%, signifying a 0.1 percent increase when compared with the figures for November last year. In December 2018 the rate amounted to 5.8%. The number of unemployed at the end of December 2019 was 866.4 thousands, contrasted with the values of 849.6 thousands for the month prior and 968.9 thousands for the previous year.

Unemployment rate by region, December 2019 [%]



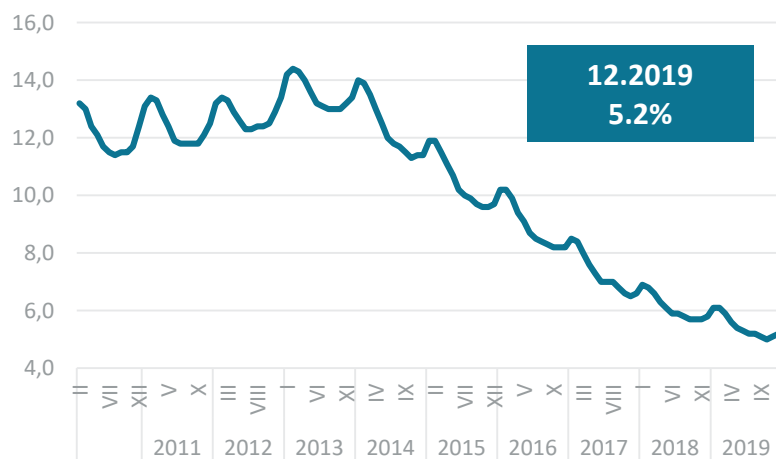
Registered unemployed by region, December 2019 [thous.]



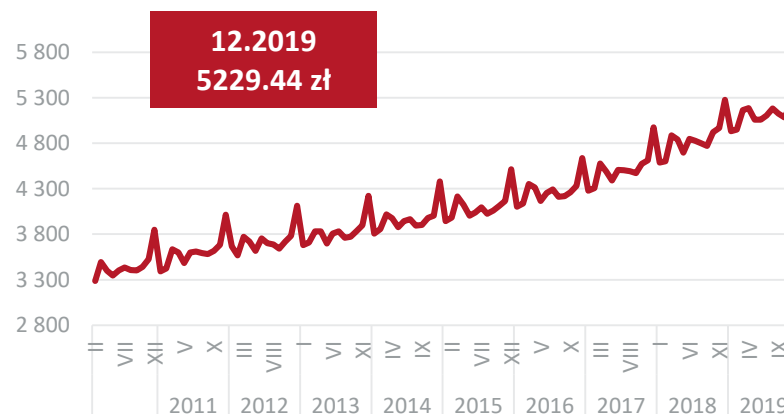
The situation on Poland's labour market (2/2)

In December 2019 average paid employment in enterprise sector increased by 2.6% y/y and amounted to 6396.0 thousand, and average gross wages and salaries increased by 6.2% y/y and amounted to 5604.25 PLN.

Registered unemployed 2008 – 2019 [%]



The average gross monthly salary in the enterprise sector 2008 – 2019 [PLN]



Source: <http://bdm.stat>

<http://stat.gov.pl/obszary-tematyczne/rynek-pracy/pracujacy-zatrudnieni-wynagrodzenia-koszty-pracy/>



Gross Domestic Product



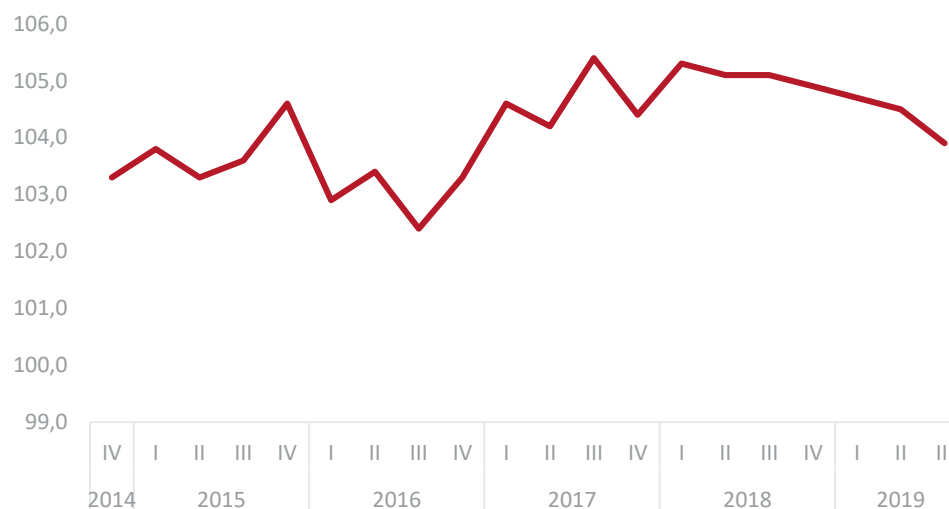
GDP 2018
2.116 bln
PLN

wg bdm.stat.gov.pl



Growth
2017/2018
+5.1%
wg bdm.stat.gov.pl

Dynamics of GDP (4 quarters of last year=100%)



ESTIMATES FOR
2019

1. QUARTER

+4.7%

2. QUARTER

+4.5%

3. QUARTER

+3.9%

4. QUARTER

-

Forecasts

EUROPEAN COMMISSION

2019	2020
4.1%	3.3%

IMF

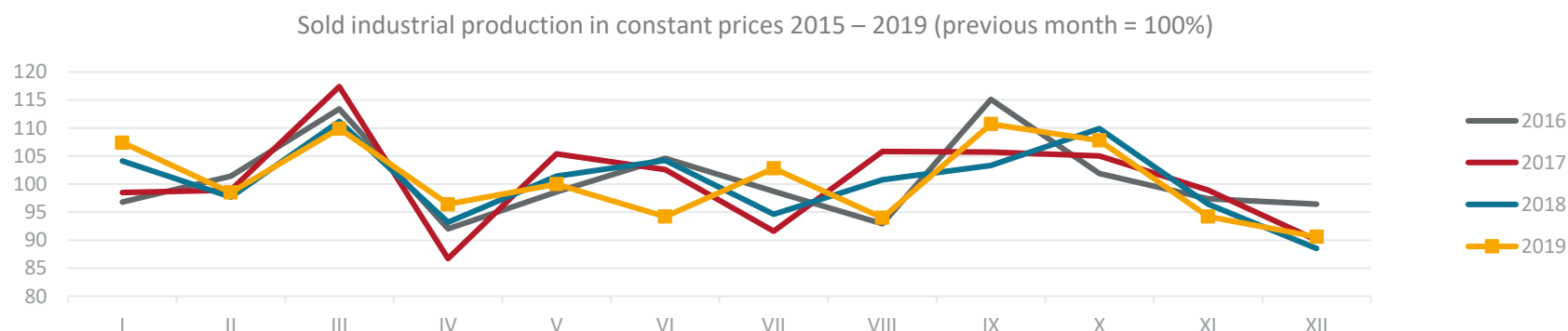
2019	2020
4.0%	3.1%



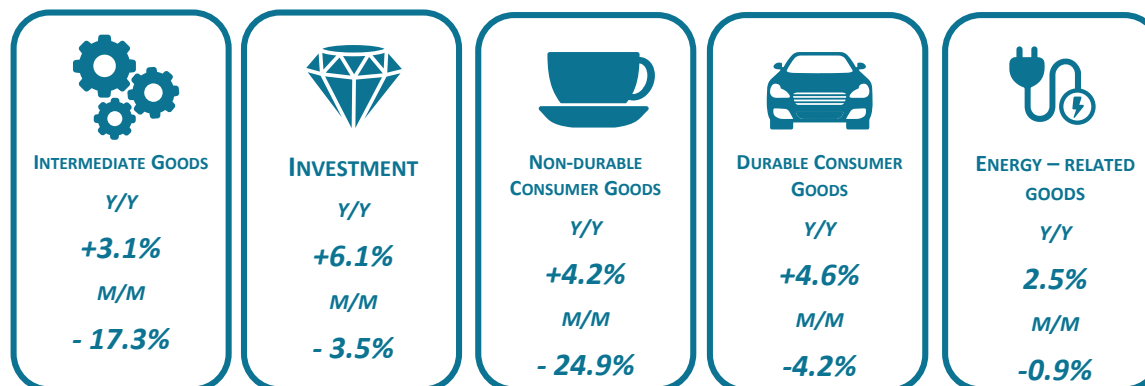
Sources: <http://stat.gov.pl/obszary-tematyczne/rachunki-narodowe/>, <https://bdm.stat.gov.pl/>
European Commission: Autumn 2019 Economic Forecast; MFW: World Economic Outlook Database, October 2019

Sold industrial production

In December 2019, sold production of industry was 3.8% higher than in December 2018, when the growth of 2.9% was recorded, whereas in comparison with November 2019, it decreased by 9.4%. In the period January-December of 2019, sold production of industry was 4.0% higher than in the corresponding period of 2018, when an increase of 5.8% was recorded.



Production of goods – December:



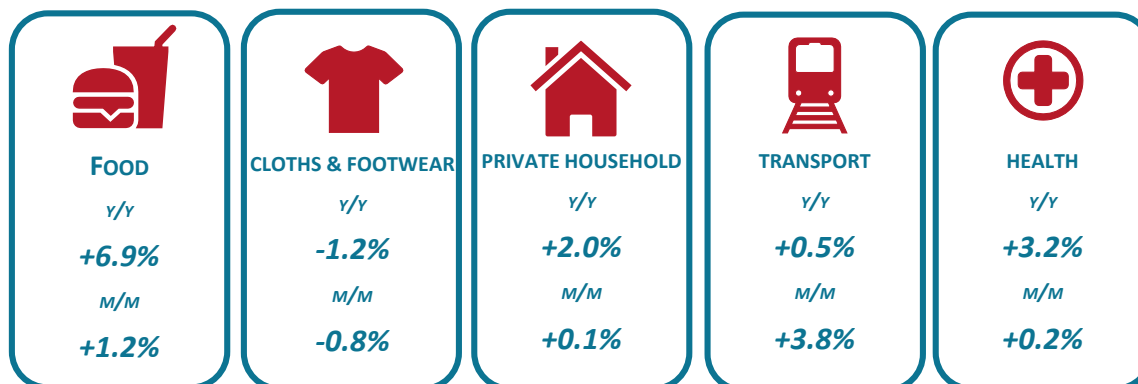
Source: <http://bdm.stat.gov.pl/>
<http://stat.gov.pl/obszary-tematyczne/przemysl-budownictwo-srodki-trwale/przemysl/>

According to the preliminary data for December 2019, the prices of sold production of industry increased by 1.0% in comparison with December 2018 and by 0.1% in comparison with November 2019. When compared with the corresponding month of the previous year, the consumer prices in December 2019 increased by 3,4% (with prices of services increasing by 6,1% and prices of goods – by 2,4%). In contrast with the previous month the consumer prices increased by 0,8% (of which services – by 1,5% and goods – by 0,5%).

Consumer Price Index (previous month = 100%)



Inflation - December



International trade (1/2)

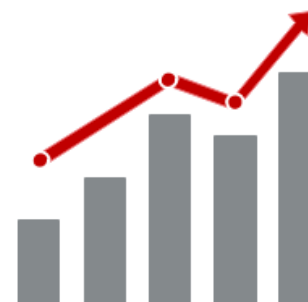
The values and dynamics of foreign trade in 2019 (denominated by currency)



January - November 2019

zł	€	\$
EXPORT	EXPORT	EXPORT
PLN 934.0 BN	€ 217.3 BN	\$ 243.9 BN
+5.9% Y/Y	+4.8% Y/Y	-1.0% Y/Y
IMPORT	IMPORT	IMPORT
PLN 926.0 BN	€ 215.4 BN	\$ 241.9 BN
+3.5% Y/Y	+2.3% Y/Y	-3.3% Y/Y
BALANCE	BALANCE	BALANCE
+8.0 BN zł	+1.9 BN €	+2.0 BN \$

Foreign trade turnover in January-November this year according to exports at current prices amounted to PLN 934.0 bn, while imports amounted to PLN 926.0 bn. The positive balance reached the level of PLN 8.0 bn, while in the same period 2018 year amounted to minus PLN 13.5 bn. In comparison to the corresponding period of the 2018, exports increased by 5.9%, and imports by 3.5%.



* in relation to exports / imports in the same period of the previous year



Source: <http://stat.gov.pl/obszary-tematyczne/ceny-handel/handel/>

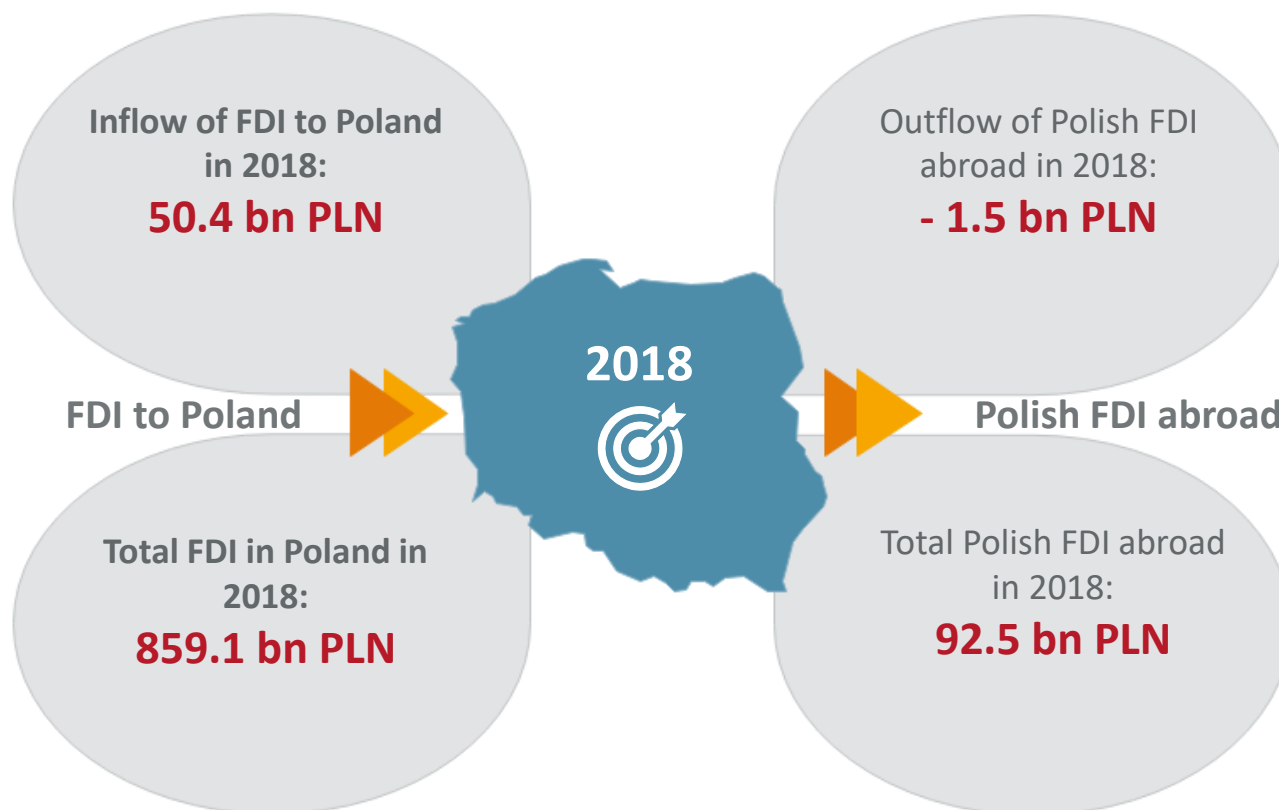
International trade (2/2)

SPECIFICATION	I – XI 2019						2018	2019
	bn	bn	bn	I – XI 2018 = 100			I – XI	
	PLN	USD	EUR	PLN	USD	EUR	structure in %	
Exports	934,0	243,9	217,3	105,9	99,0	104,8	100,0	100,0
Developed countries	810,3	211,6	188,5	105,3	98,4	104,1	87,3	86,7
of which to the EU	746,4	194,9	173,6	104,9	98,0	103,7	80,7	79,9
of which to the euro-zone	536,7	140,2	124,8	105,1	98,2	103,9	57,9	57,5
Developing countries	67,0	17,5	15,6	108,1	101,0	106,9	7,0	7,2
Count. of Cent. and East. Europe	56,8	14,8	13,2	112,7	105,4	111,5	5,7	6,1
Imports (country of origin)	926,0	241,9	215,4	103,5	96,7	102,3	100,0	100,0
Developed countries	606,2	158,4	141,0	102,5	95,7	101,3	66,1	65,5
of which to the EU	534,9	139,7	124,4	101,3	94,7	100,2	59,0	57,8
of which to the euro-zone	424,8	111,0	98,8	100,6	94,0	99,4	47,2	45,9
Developing countries	247,2	64,6	57,5	110,1	103,0	108,9	25,1	26,7
Count. of Cent. and East. Europe	72,7	19,0	16,9	92,1	86,2	91,2	8,8	7,8
Balance	8,0	2,0	1,9	X	X	X	X	X
Developed countries	204,1	53,2	47,5	X	X	X	X	X
of which to the EU	211,5	55,2	49,2	X	X	X	X	X
of which to the euro-zone	111,9	29,2	26,0	X	X	X	X	X
Developing countries	-180,2	-47,1	-41,9	X	X	X	X	X
Count. of Cent. and East. Europe	-15,9	-4,2	-3,7	X	X	X	X	X

Source: <http://stat.gov.pl/obszary-tematyczne/ceny-handel/handel/>

Foreign direct investments (FDI) (1/3)

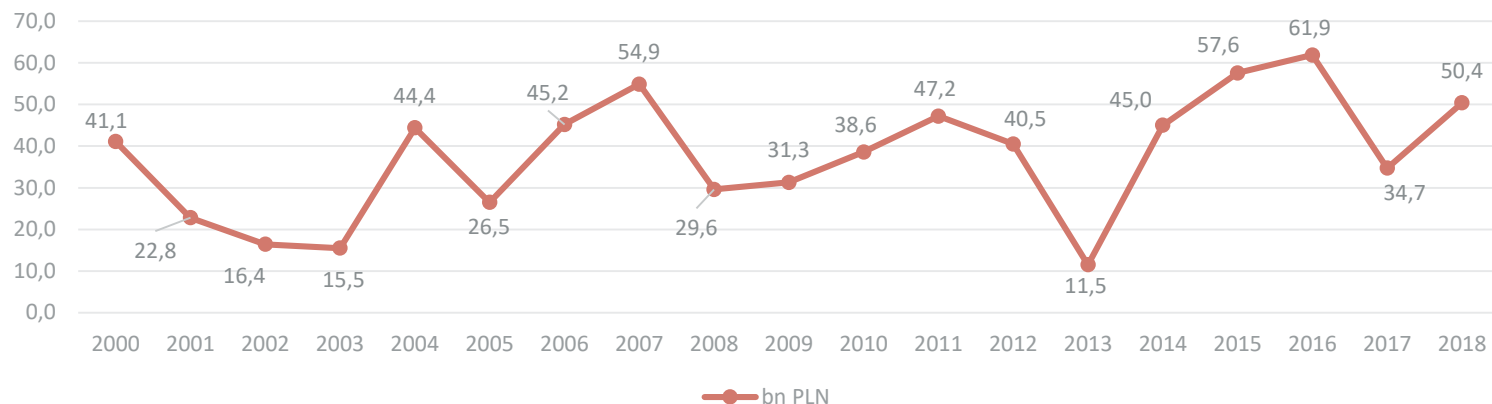
The National Bank of Poland publishes annual data on the inflow to Poland and the outflow from Poland (transactions) of capital in the form of FDI, as well as the current value of FDI in Poland and Polish FDI abroad (state of commitments).



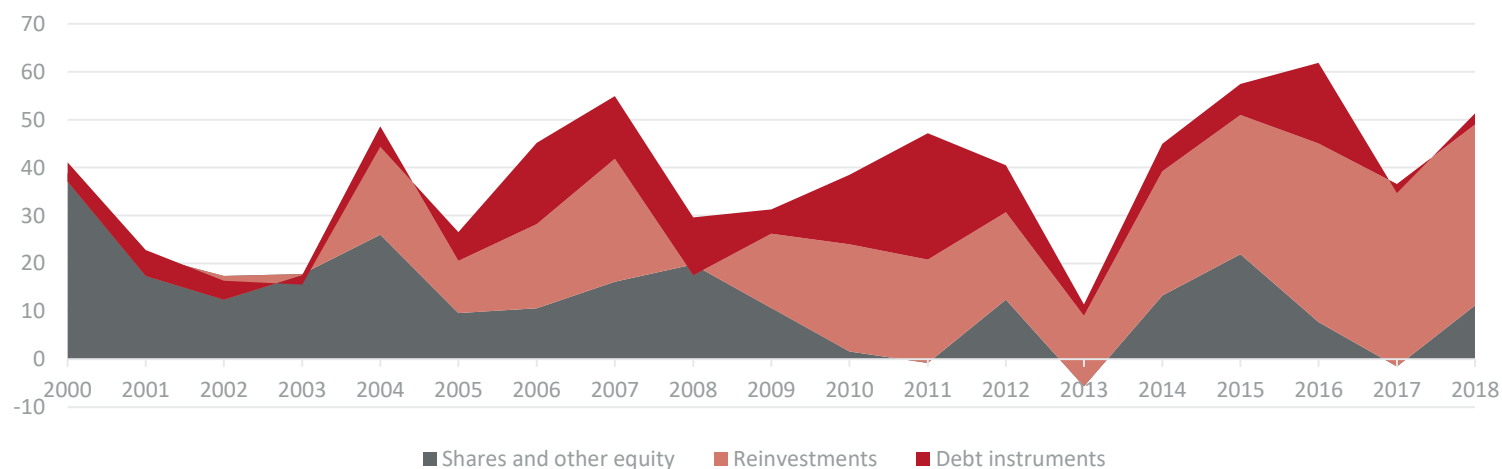
Foreign direct investments (2/3)



Inflow of FDI to Poland 2000-2018 (bn PLN)



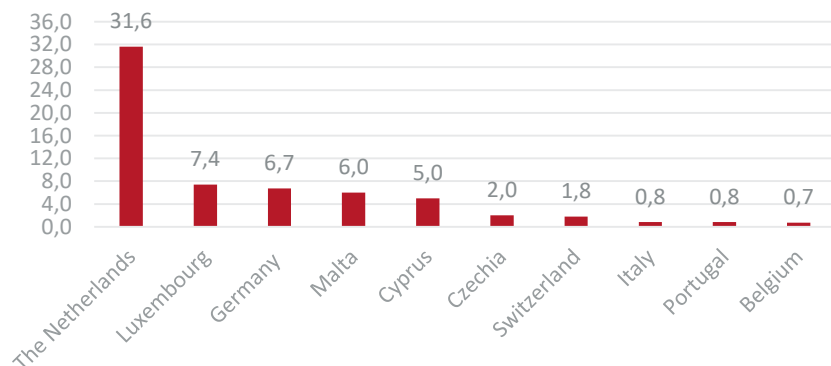
FDI inflow to Poland in PLN billion
broken down by types of capital flows



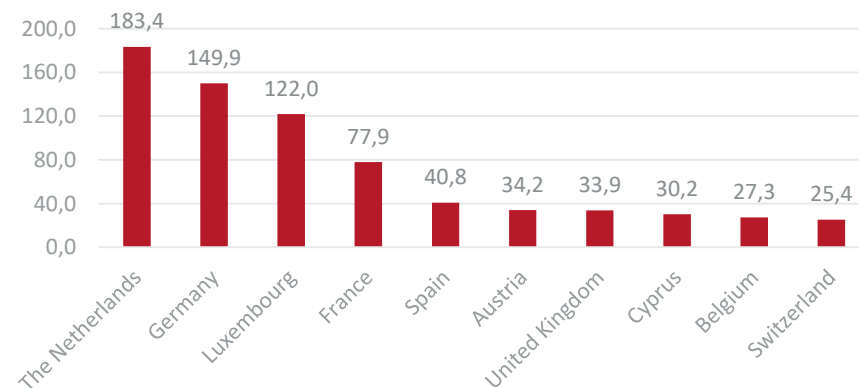
Source: NBP 2020

Foreign direct investments (3/3)

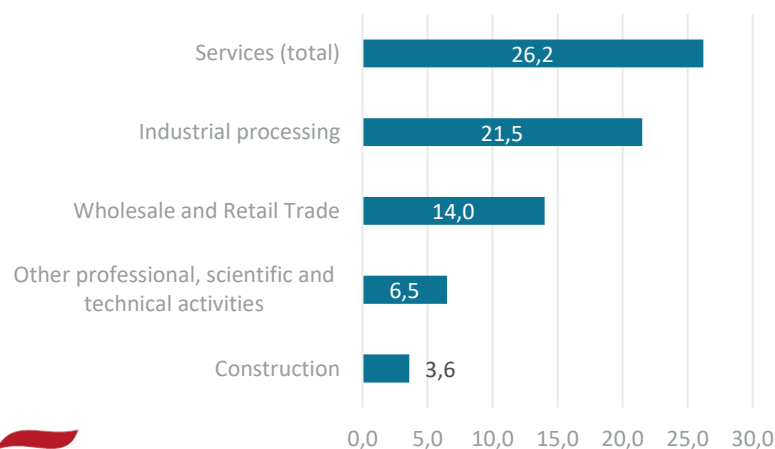
Inflow of FDI in 2018: countries of origin
(PLN bn)



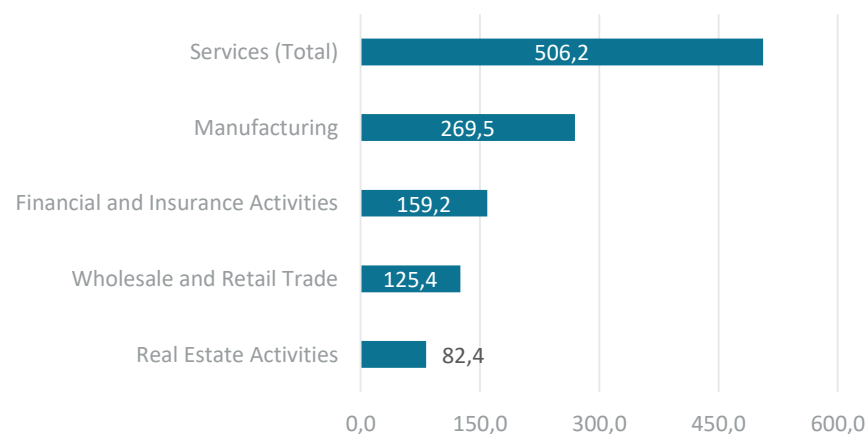
Status of liabilities due to FDI in 2018: countries of origin
(PLN bn)



FDI inflow in 2018: sectors (PLN bn)

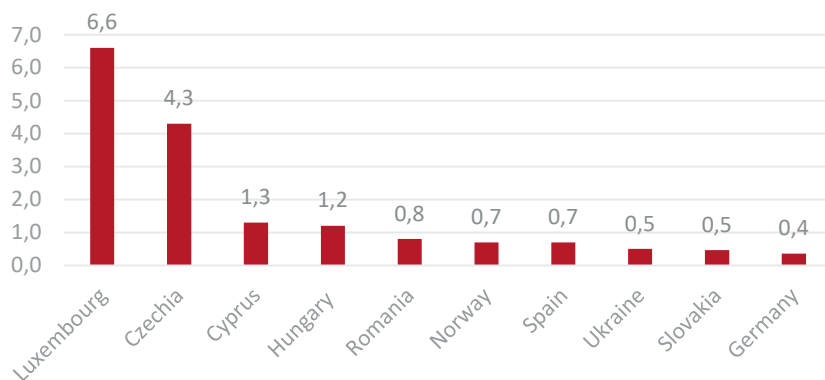


Balance on liabilities PIB in 2018: sectors (PLN bn)

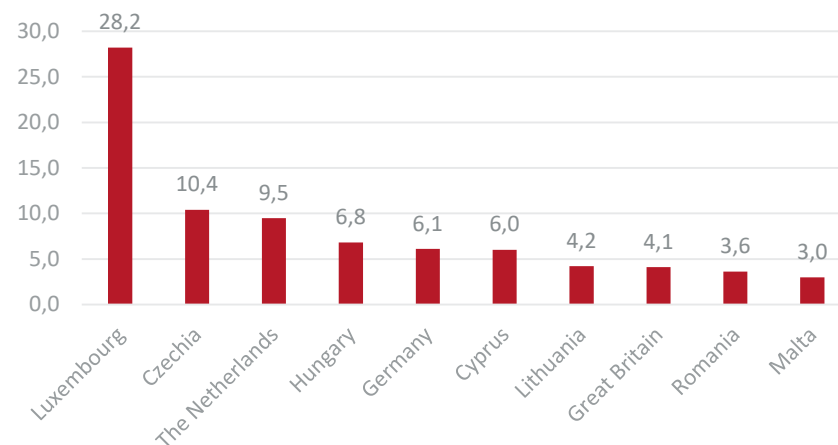


Polish direct investments (PIB)

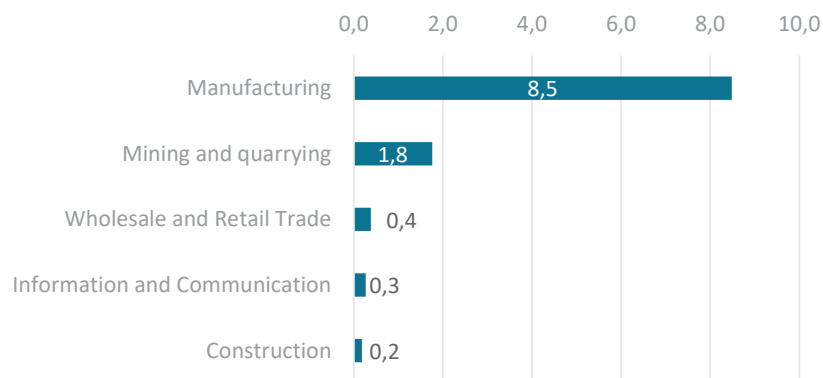
Offshore and strong PIB in 2018: countries of origin (PLN bn)



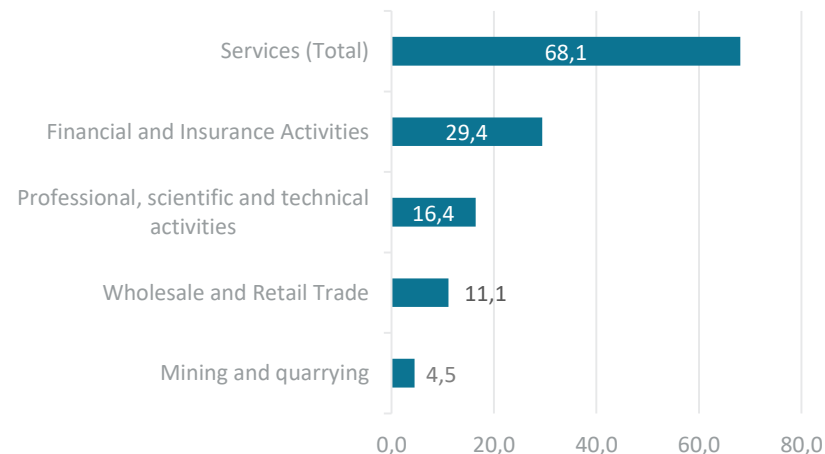
Balance on liabilities PIB in 2018: countries of origin (PLN bn)



PIB outflow 2018: sectors (PLN bn)



Balance on liabilities PIB in 2018: sectors (PLN bn)



National Bank of Poland – interest rates

Basic NBP interest rates is a monetary policy tool that regulates the amount of money on the Polish market. By determining their amount, the NBP effects the level of the interbank market, and thus the interest rates on loans and deposits at commercial banks.

At its meeting on 7-8 January 2020, the Monetary Policy Council decided to keep interest rates unchanged.

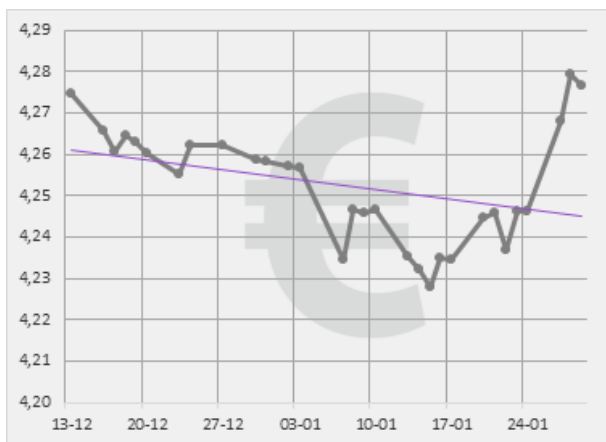


Interest rate	Rate	Applicable since:
Reference rate	1.50%	2015-03-05
Marginal lending facility rate	2.50%	2015-03-05
Deposit rate	0.50%	2015-03-05
Rediscount rate	1.75%	2015-03-05
Minimum reserve ratio from PLN funds and funds in foreign currencies accumulated in bank accounts, from funds obtained from issuing securities	3.50%	2010-12-31

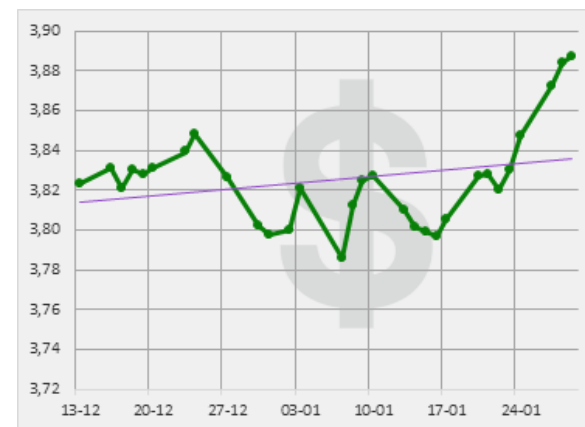


Currency rates

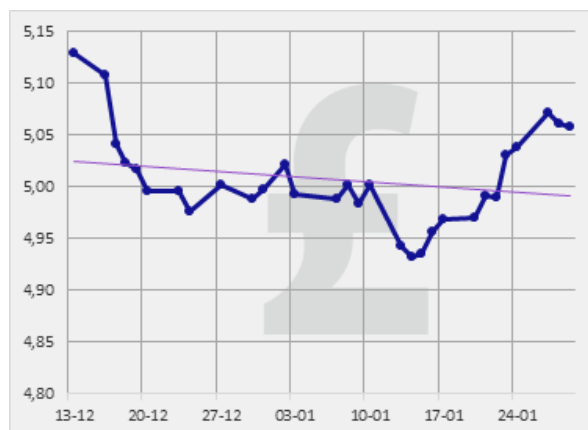
The weighted average rate in I 2020:



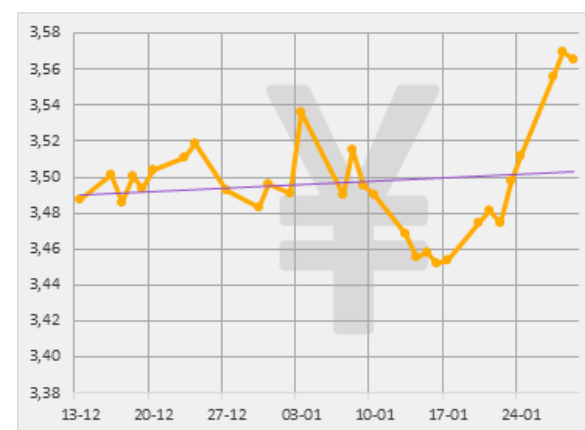
1 €
4.27 PLN



1 \$
3.84 PLN



1 £
5.03 PLN



100 ¥
3.52 PLN

Poland's ratings

Credit ratings are used by investment funds and other investors to assess loans for a given entity, e.g. a country, significantly affecting the cost of loans for that entity and related entities.



Moody's	Standard&Poors	Fitch
A2	A-	A-
stable perspective	stable perspective	stable perspective
„Upper medium grade”	„Upper medium grade”	„Upper medium grade”
low credit risk	low credit risk	low credit risk
investment level	investment level	investment level
12.05.2017	12.10.2018	23.08.2013



Polska Agencja
Inwestycji i Handlu
Grupa PFR

Contact

e-mail:

aleksander.jasinski@paih.gov.pl

pawel.kasprowicz@paih.gov.pl

natalia.lesniak@paih.gov.pl

Address

The Polish Investment and Trade Agency S.A.

The Strategy and Analysis Office

Krucza 50 St.

00-585 Warsaw