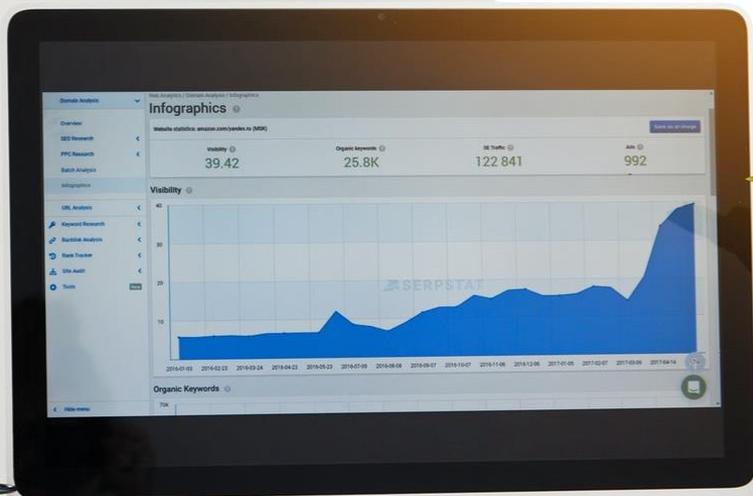




Polish Investment
& Trade Agency
PFR Group



Macroeconomic Review by the Polish Investment and Trade Agency no. 193

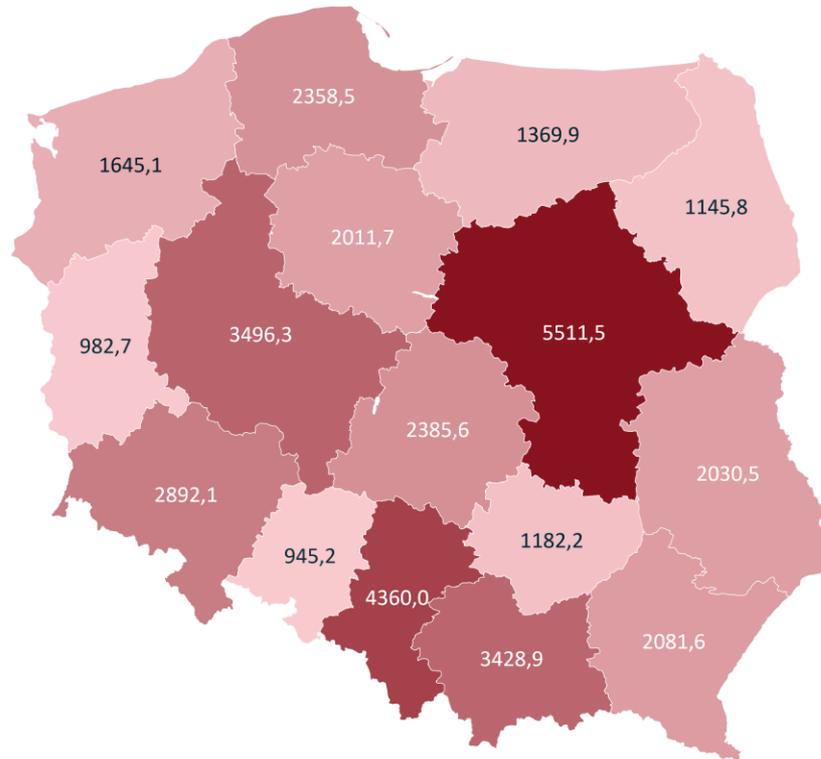
July 2023

Poland's population

The population by region, December 2022 r. [thous.].



Poland's
population
37.83 m



In urban areas
59.6%



In rural areas
40.5%

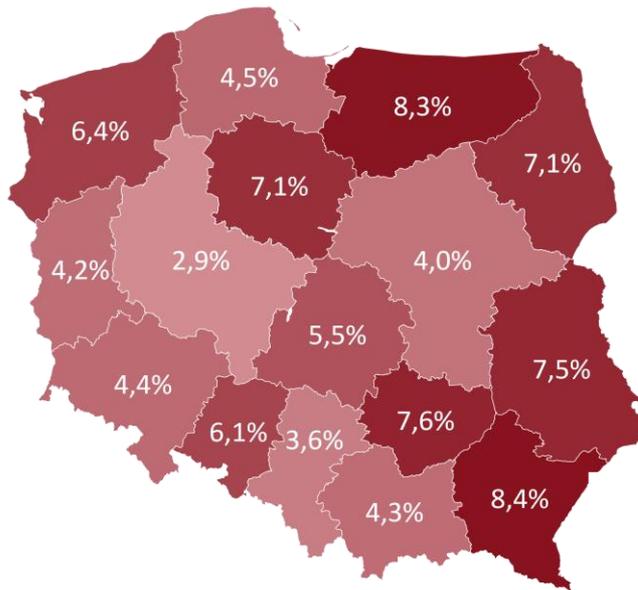


The situation on Poland's labour market (1/2)

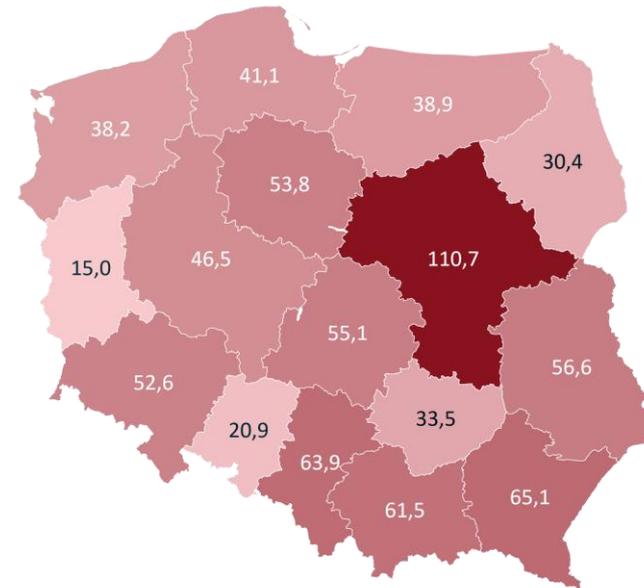
The registered unemployment rate at the end of June 2023 was 5.0% which is 0.1 pp lower than in May 2023. In June 2022 the rate was 5.2%.

The number of registered unemployed at the end of June 2023 was 783.5 thous., compared to 802.3 thous. last month and 818.0 thous. in the same month last year.

Unemployment rate by region, June 2023, in %



Registered unemployed by region, June 2023, in thous.



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

In January 2023, average paid employment in the enterprise sector compared to January 2022 was higher by 1.1% y/y and amounted to 6530.1 thousand full-time equivalents. In comparison to the previous month average paid employment increased by 0.4%. Average gross wages and salaries in the enterprise sector in January 2023 compared to January 2022 were higher by 13.5% y/y and amounted to 6883.96 PLN. In regard to December 2022 average gross wages and salaries decreased by 6.1%.

Registered unemployed 2011 – 2020 [%]



The average gross monthly salary in the enterprise sector
2011 – 2021 [PLN]



Sources: <http://bdm.stat>

<https://stat.gov.pl/en/topics/labour-market/working-employed-wages-and-salaries-cost-of-labour/>



Gross Domestic Product



GDP 2021
PLN 2,501.3
bn PLN*

According to
bdm.stat.gov.pl



Growth
2020/2020
+6.8%*

According to
bdm.stat.gov.pl

*preliminary data

Dynamika PKB (quarter of last year=100%)



ESTIMATES FOR
2023

1. QUARTER

+0.0%

2. QUARTER

-

3. QUARTER

-

4. QUARTER

-

Forecasts

EUROPEAN COMMISSION

2022 2023

5.1% **0.7%**

IMF

2022 2023

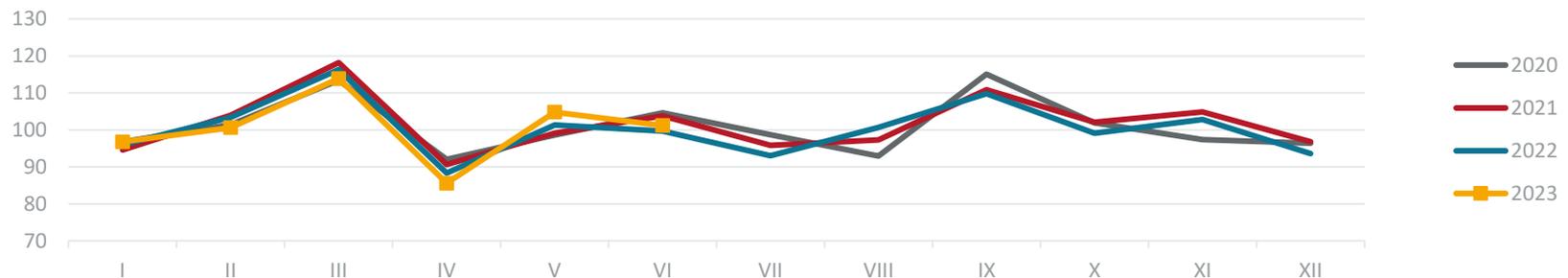
4.9% **0.3%**



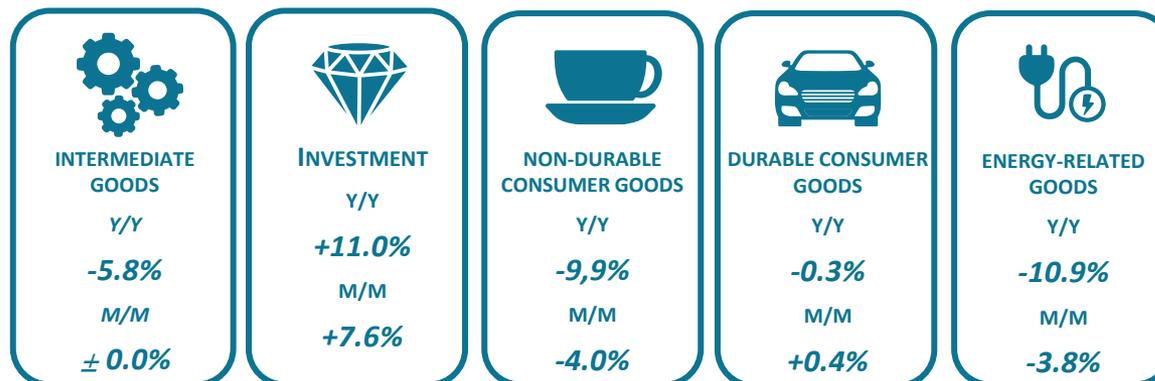
Industrial production sales

In June 2023, sold production of industry was by 1.4% lower than in June 2022, when an increase was recorded by 10.4% as compared to the corresponding period of the previous year, whereas in comparison with May 2023, it increased by 1.2%. In the period January-June of 2023, sold production of industry was by 1.7% lower than in the corresponding period of 2022, which saw an increase by 13.6% as compared to the corresponding period of 2021.

Industrial production sales in constant prices between 2019 – 2023 (previous month = 100%)



Production of goods – June

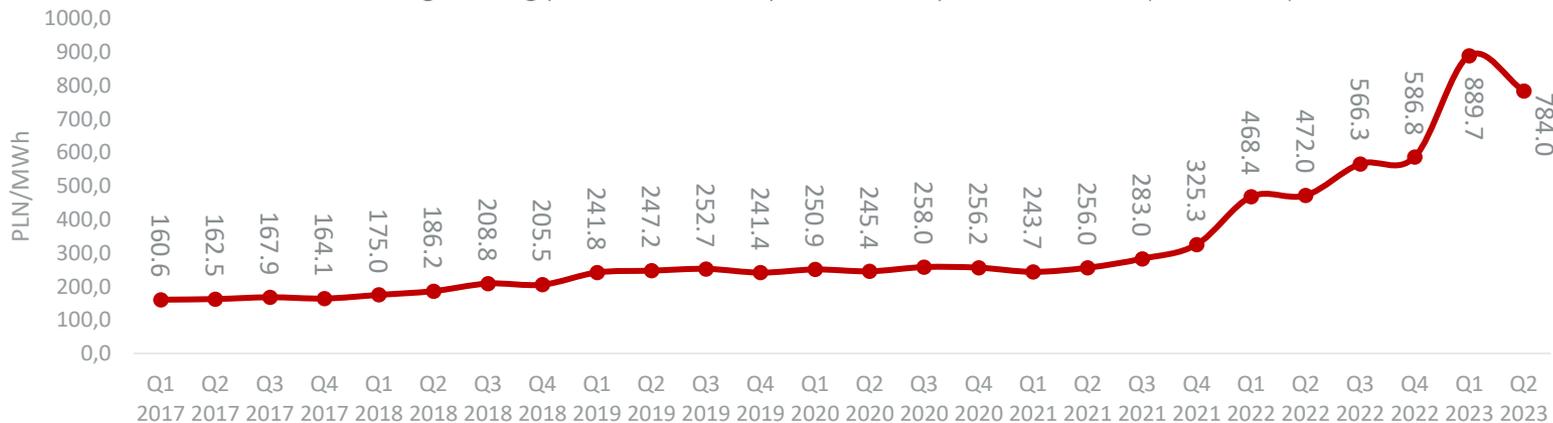


Sources: <http://bdm.stat.gov.pl/>
<https://stat.gov.pl/en/topics/industry-construction-fixed-assets/industry/>

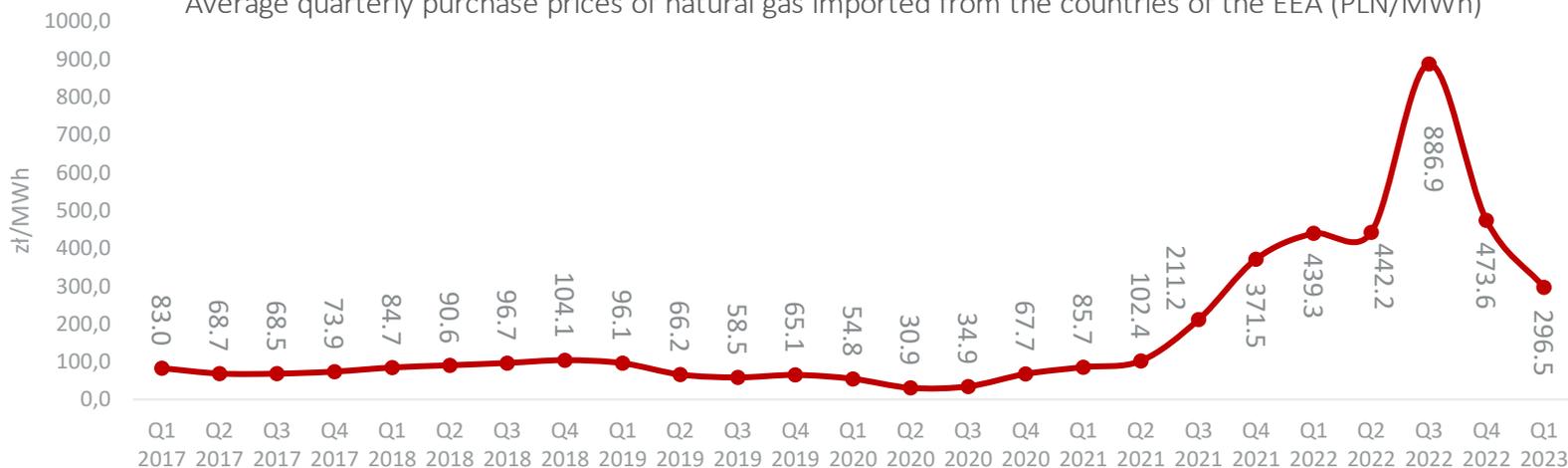


Electricity, gas and water prices

Average selling price of electricity on the competitive market (PLN/MWh)



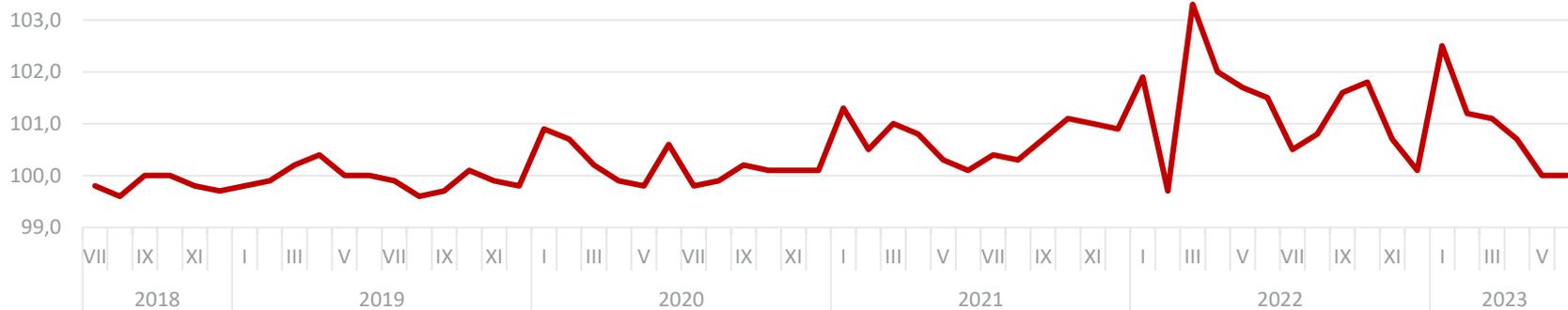
Average quarterly purchase prices of natural gas imported from the countries of the EEA (PLN/MWh)



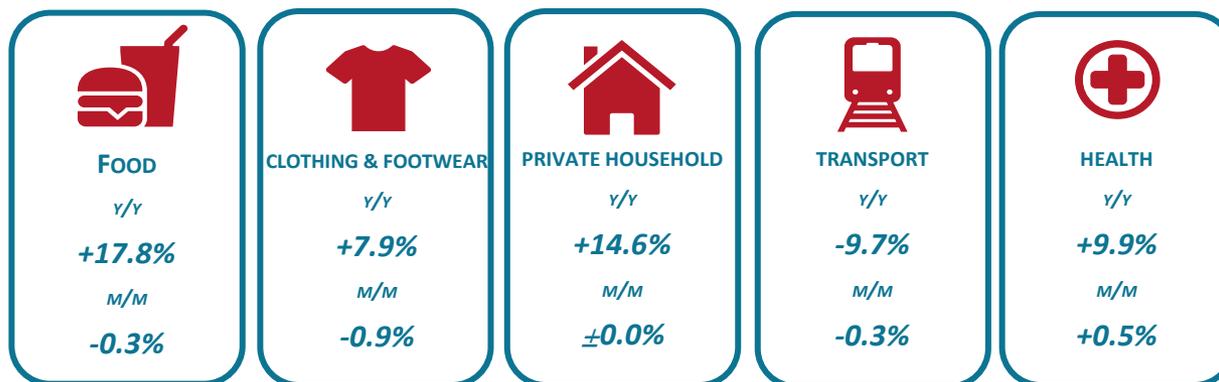
Inflation

According to the data for June 2023, the value of industrial production prices decreased by 0.7% compared to May 2023, and in comparison with that recorded in the corresponding month of the previous year – increased by 0.5%. Consumer prices in June 2023 remain unchanged when compared to the previous month, while year-over-year prices increased by 11.5%.

Consumer Price Index (previous month = 100%)



Inflation – May



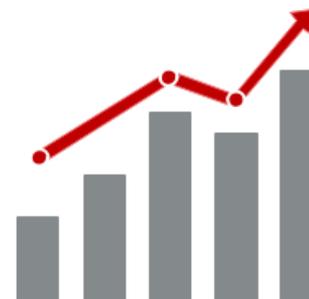
The values and dynamics¹ of foreign trade (denominated by currency)



January-May 2023

zł	€	\$
EXPORT PLN 687.0 BN +8.1% Y/Y	EXPORT € 146.4 BN +5.8% Y/Y	EXPORT \$ 158.0 BN +2.3% Y/Y
IMPORT PLN 662.4 BN -1.6% Y/Y	IMPORT € 141.2 BN -3.7% Y/Y	IMPORT \$ 152.3 BN -7.0% Y/Y
BALANCE PLN 24.6 BN	BALANCE € 5.2 BN	BALANCE \$ 5.7 BN

Foreign trade turnover in January - May 2023 in exports at current prices amounted to PLN 687.0 bn, while in imports - PLN 662.4 bn. The positive balance reached the level of PLN 24.6 bn, while in the same period of 2022 year was negative and amounted to PLN 37.6 bn. In comparison to the corresponding period of last year exports increased by 8.1%, while imports decreased by 1.6%.



Collection of data on foreign trade turnover is open. Data published formerly is updated according to new customs documentation and INTRASTAT declarations. Final data will be available at the end of July 2024.

¹in relation to exports / imports in the same period of the previous year



International trade (2/2)

Cumulative monthly data

Specification	I-V 2023						2022	2023
	bn PLN	bn USD	bn EUR	I-V 2022 = 100			I-V	
				PLN	USD	EUR	structure %	
Exports	687.0	158.0	146.4	108.1	102.3	105.8	100.0	100.0
Developed countries	596.8	137.2	127.2	106.2	100.5	104.0	88.4	86.9
of which EU	516.8	118.8	110.1	105.7	100.0	103.5	76.9	75.2
of which euro-zone	409.6	94.2	87.3	106.7	100.9	104.5	60.4	59.6
Developing countries	57.1	13.1	12.2	117.7	111.4	115.2	7.6	8.3
Countries of Central and Eastern Europe	33.1	7.6	7.1	130.1	123.2	127.4	4.0	4.8
Imports	662.4	152.3	141.2	98.4	93.0	96.3	100.0	100.0
Developed countries	431.5	99.2	92.0	102.8	97.3	100.6	62.3	65.2
of which EU	353.7	81.3	75.4	98.6	93.2	96.5	53.3	53.4
of which euro-zone	283.5	65.2	60.4	95.6	90.4	93.5	44.1	42.8
Developing countries	212.8	48.9	45.4	108.0	102.3	105.8	29.3	32.1
Countries of Central and Eastern Europe	18.1	4.2	3.9	32.0	30.1	31.3	8.4	2.7
Balance	24.6	5.7	5.2	.	.	.	.	.
Developed countries	165.3	38.0	35.2	.	.	.	.	.
of which EU	163.1	37.5	34.8	.	.	.	.	.
of which euro-zone	126.2	29.0	26.9	.	.	.	.	.
Developing countries	-155.7	-35.8	-33.2	.	.	.	.	.
Countries of Central and Eastern Europe	15.1	3.5	3.2	.	.	.	.	.



International Trade

Trade turnover 2021 (Poland)

EXPORT 2021

-  1. Road vehicles
EUR 27.52 billion
-  2. Electrical machinery and equipment
EUR 24.87 billion
-  3. Miscellaneous products
EUR 17.46 billion
-  4. Furniture and parts thereof
EUR 13.77 billion
-  5. Manufactures of metals
EUR 13.27 billion
- o Other exports
EUR 188.92 billion

Σ → **Export - TOTAL**
EUR 285.80 billion

IMPORT 2021

-  1. Electrical machinery and equipment
EUR 23.77 billion
-  2. Road vehicles
EUR 22.26 billion
-  3. Petroleum and petroleum products
EUR 14.32 billion
-  4. Iron and steel
EUR 14.30 billion
-  5. Telecommunications equipment
EUR 13.25 billion
- o Other imports
EUR 198.47 billion

Σ → **Import - TOTAL**
EUR 286.36 billion

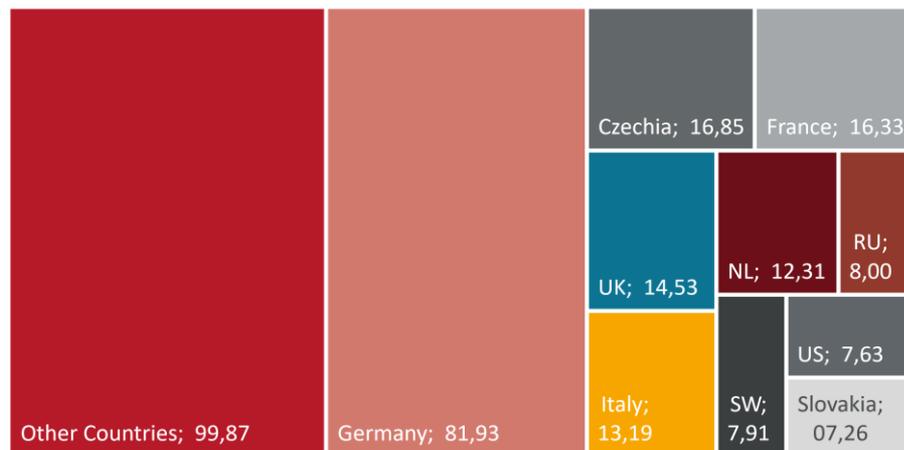
Exports – growth y/y - TOP 5

1.	Electric current	+ 231.5%
2.	Pulp and waste paper	+ 67.1%
3.	Gas, natural and manufactured	+ 62.7%
4.	Fixed vegetable fats and oils	+ 62.5%
5.	Coal, coke and briquettes	+ 58.7%

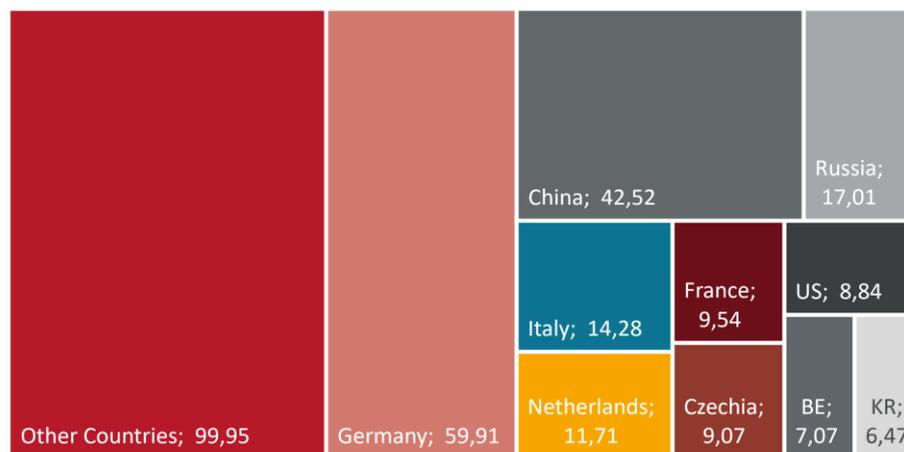
Imports – growth y/y - TOP 5

1.	Other goods and transactions - not classified	+ 233.9%
2.	Gold, non-monetary	+ 88.0%
3.	Gas, natural and manufactured	+ 75.5%
4.	Iron and steel	+ 63.7%
5.	Plastics	+ 54.0%

Export 2021 - TOP 10 countries - b. EUR



Import 2021 - TOP 10 countries - b. EUR



BE – Belgium, KR – South Korea, NL – Netherlands, RU – Russia, SW – Sweden →

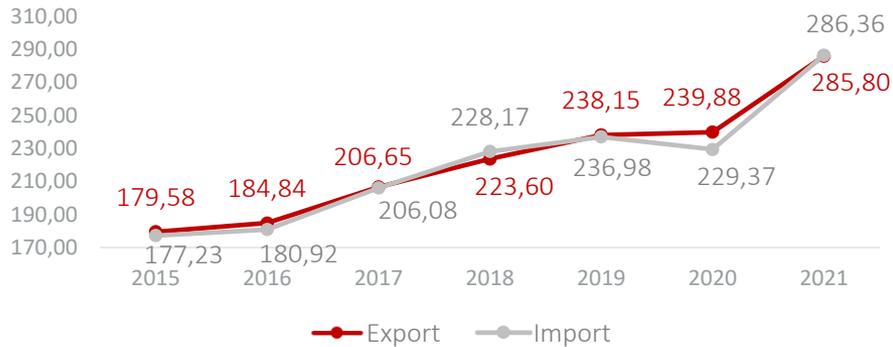


Source and more information: <http://swaid.stat.gov.pl/EN/SitePagesDBW/HandelZagraniczny.aspx>

International Trade

Trade turnover across years

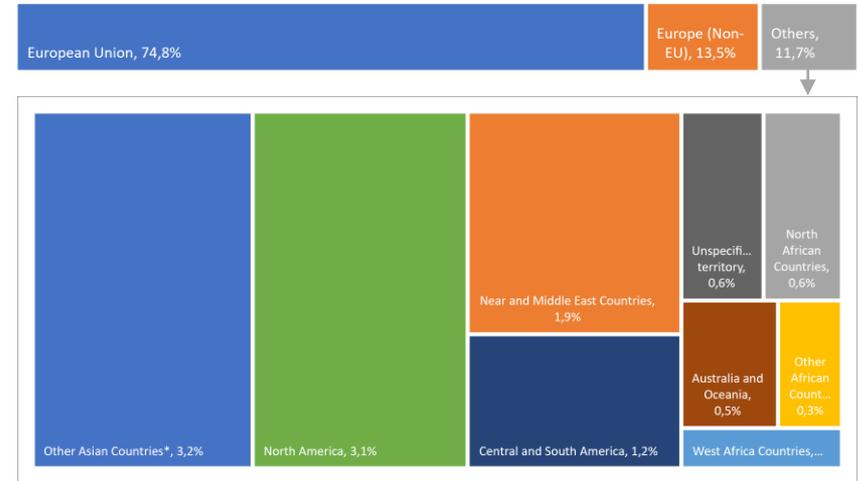
Trade turnover of goods (bn EUR)



Trade balance of goods (bn EUR)



Poland's Export by region (2021)



*Other Asian Countries (without Near and Middle East Countries)

2021	Export (b. EUR)	Export - share %	Balance (b. EUR)
Europe	252,36	88,3%	64,35
Other Asian Countries*	9,10	3,2%	-62,58
Near and Middle East Countries	5,53	1,9%	-3,54
North African Countries	1,70	0,6%	0,40
Other African Countries	0,95	0,3%	0,18
West Africa Countries	0,73	0,3%	-0,50
North America	8,88	3,1%	-0,47
Central and South America	3,32	1,2%	-0,92
Australia and Oceania	1,44	0,5%	0,74
Antarctica	0,00	0,0%	0,00
Unspecified territory	1,79	0,6%	1,79

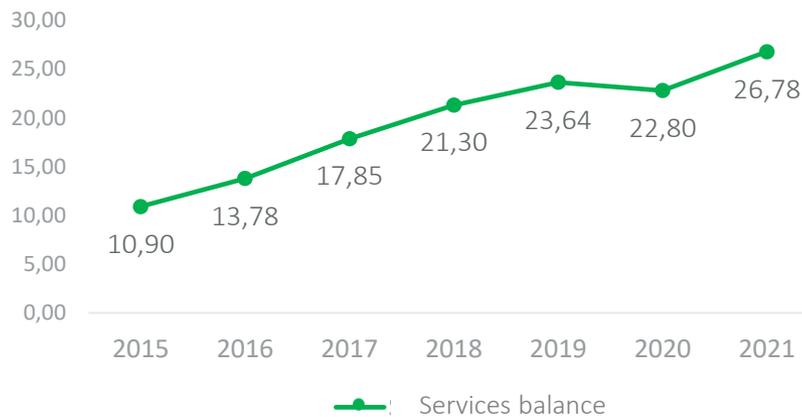
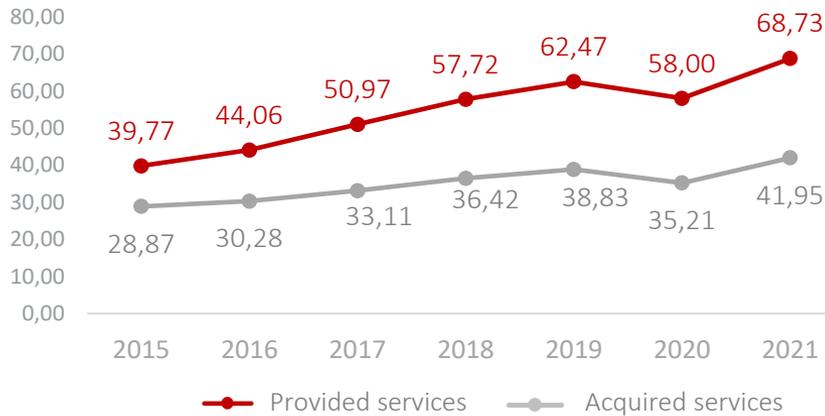
Source: Statistics Poland - Foreign Trade Database



International Trade

Turnover in services

International Trade – services turnover (bn EUR)

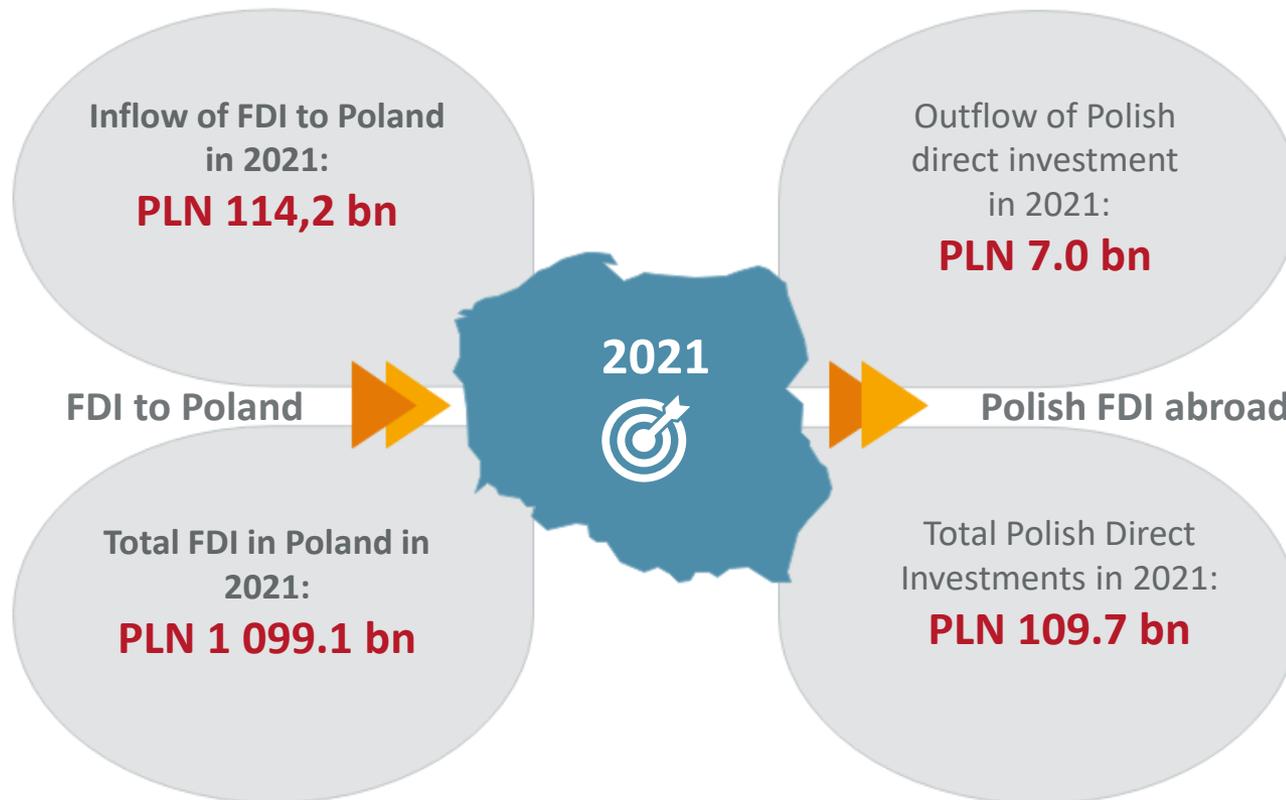


Trade turnover of goods and services: TOTAL (bn EUR)



Foreign direct investments (FDI) (1/3)

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

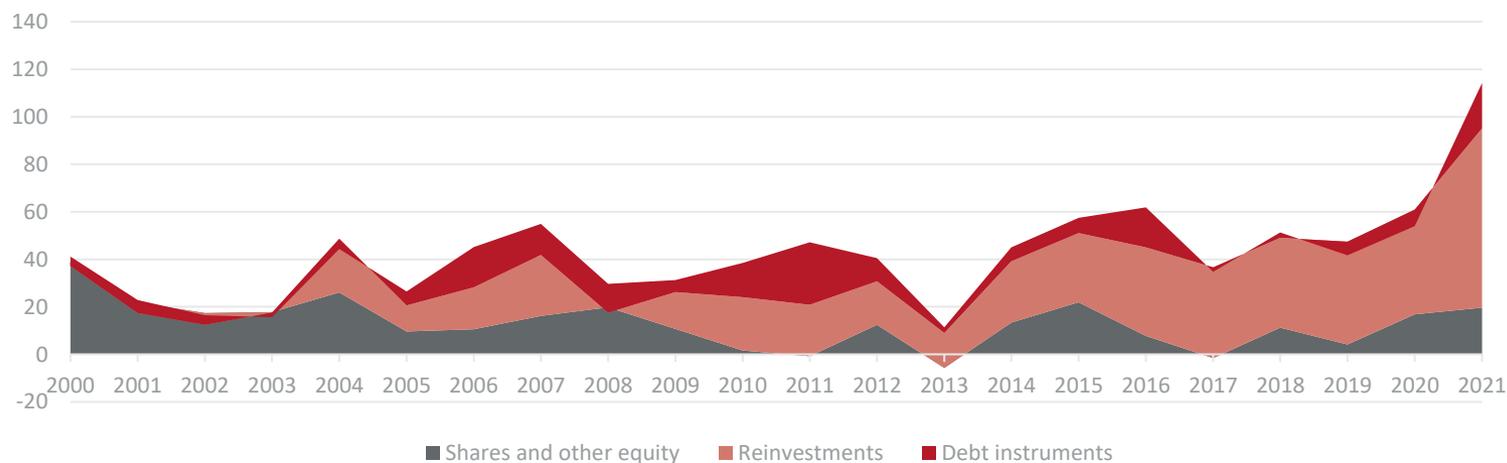


Foreign direct investments (2/3)

Inflow of FDI to Poland 2000-2020 (PLN bn)

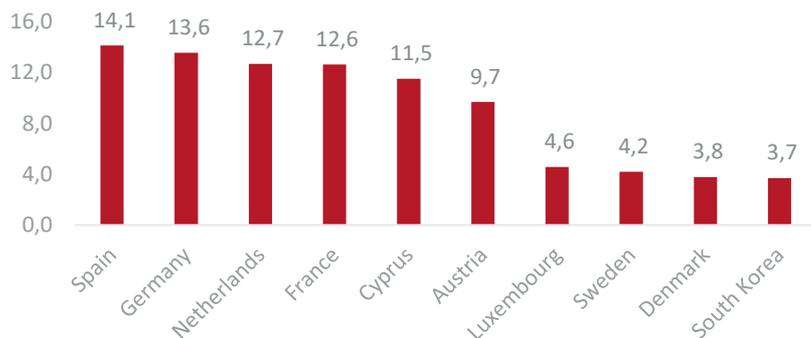


Inflow of FDI to Poland in PLN billion broken down by types of capital flows

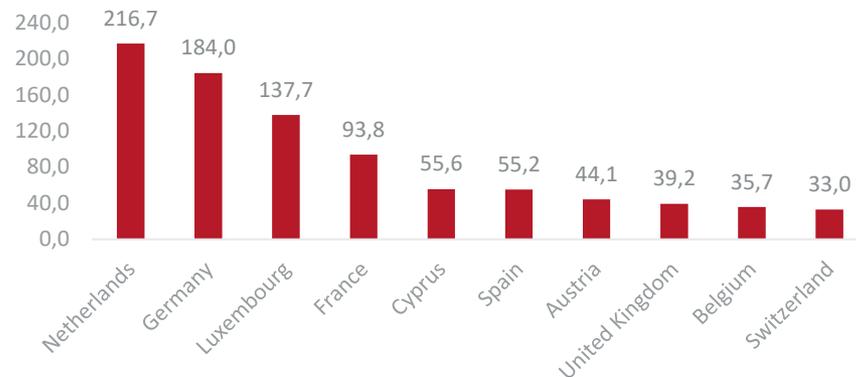


Foreign direct investments (3/3)

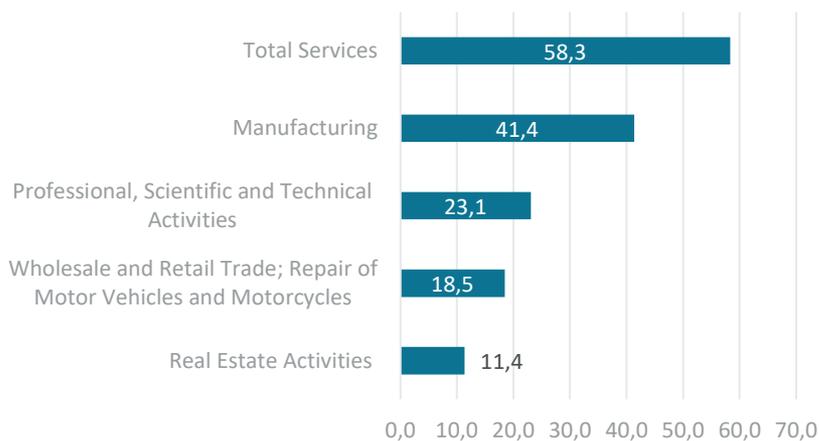
Inflow of FDI in 2021 by country of origin
(PLN bn)



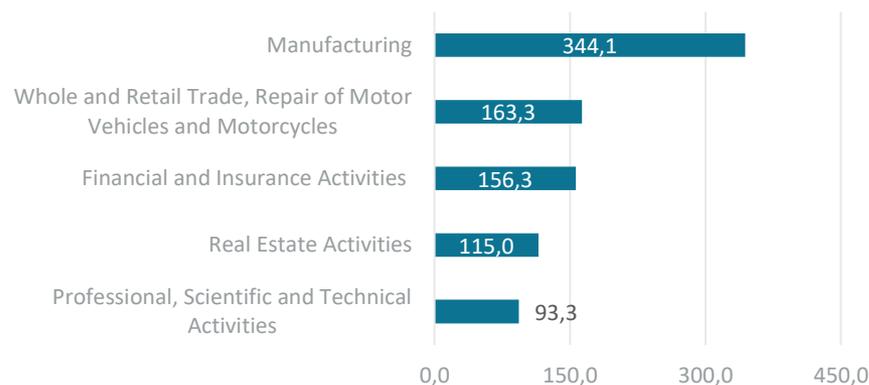
Status of liabilities due to FDI in 2021
by country of origin (PLN bn)



FDI inflow in 2021 by sector (PLN bn)

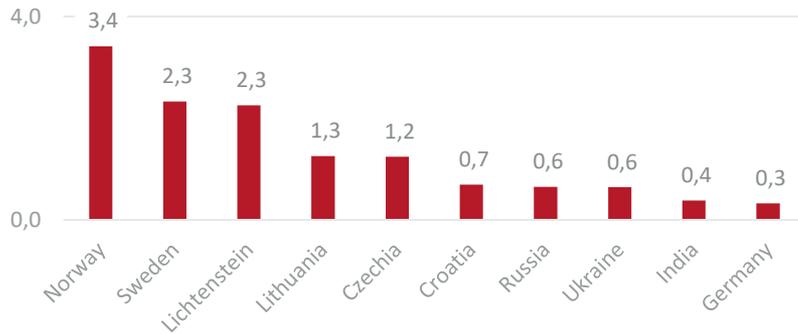


Balance on liabilities (Polish Direct Investments) in
2021: by sector (PLN bn)

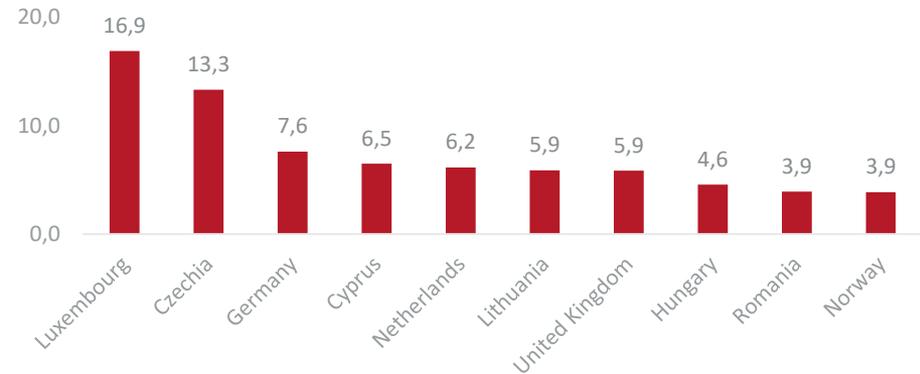


Polish direct investments (PIB)

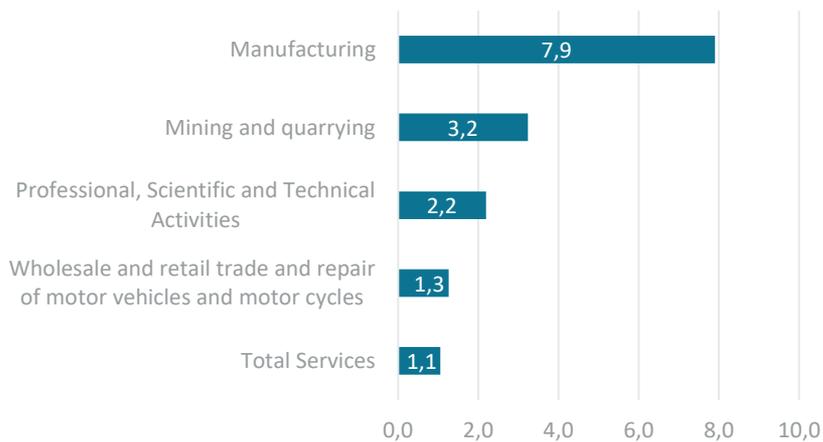
PIB outflow in 2021: countries of destination
(PLN bn)



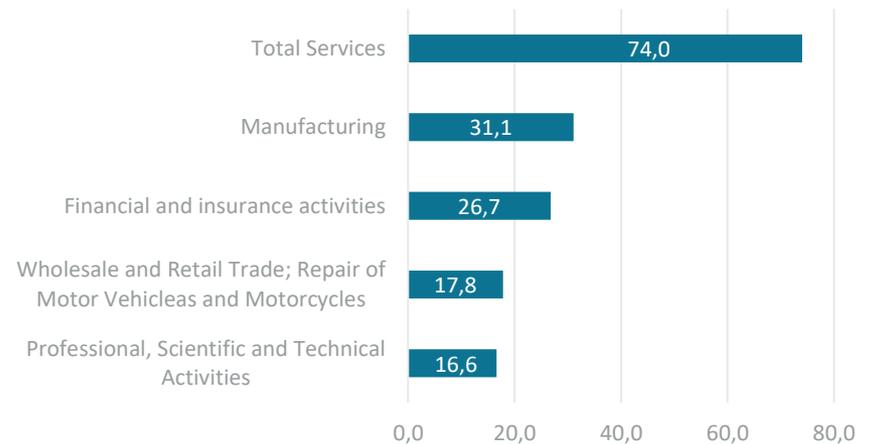
Balance on liabilities PIB in 2021: countries of destination
(PLN bn)



PIB outflow 2021 sectors (PLN bn)



Balance on liabilities PIB in 2021: 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 the interest rates, the NBP influences the level of the interbank market, and thus the interest rates on loans and deposits of Commercial Banks.

During its meeting on 5-6.07.2023, the Monetary Policy Council decided to keep the interest rates unchanged.

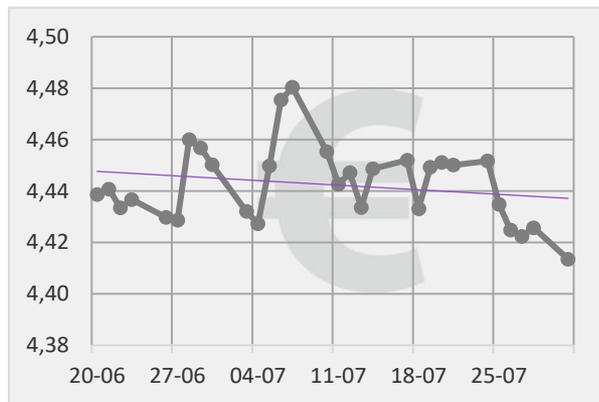


Interest rate	Rate	Applicable since:
Reference rate	6.75%	2022-09-08
Marginal lending facility rate	7.25%	2022-09-08
Deposit rate	6.25%	2022-09-08
Rediscount rate	6.80%	2022-09-08
Minimum reserve ratio for PLN funds and funds in foreign currencies accumulated in bank accounts, for funds obtained from issuing securities	3.50%	2022-03-31



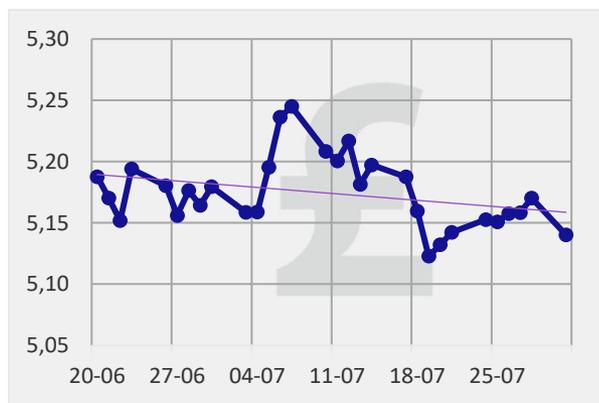
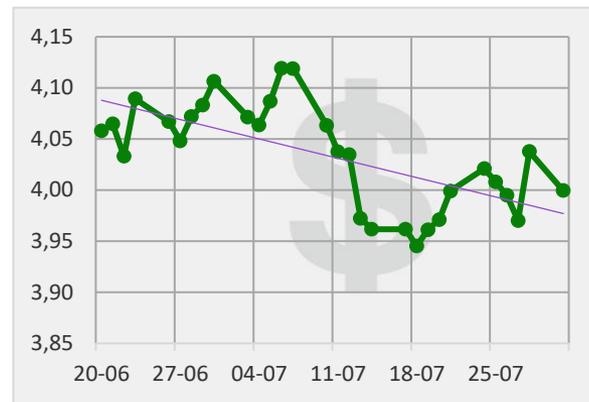
Currency rates

The weighted average in VI 2023:



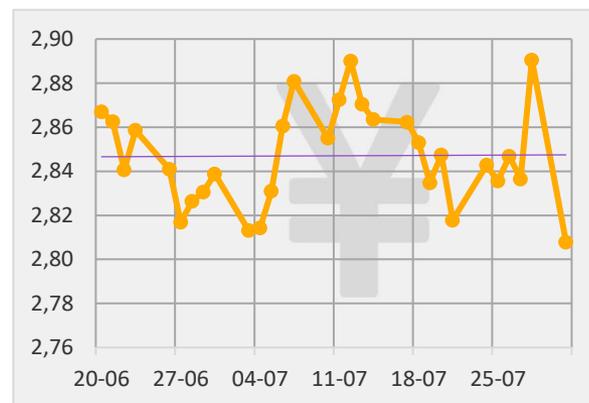
€ 1
PLN 4.45

\$ 1
PLN 4.03



£ 1
PLN 5.18

¥ 100
PLN 2.85



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





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