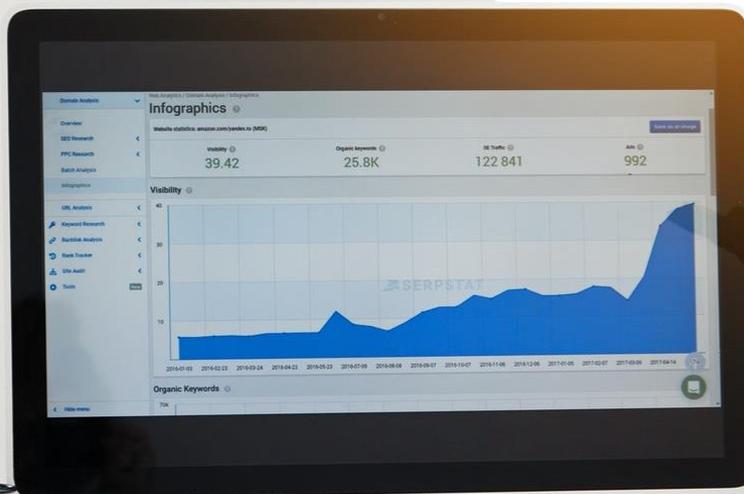




Polish Investment
& Trade Agency
PFR Group



Macroeconomic Review by the Polish Investment and Trade Agency no. 194

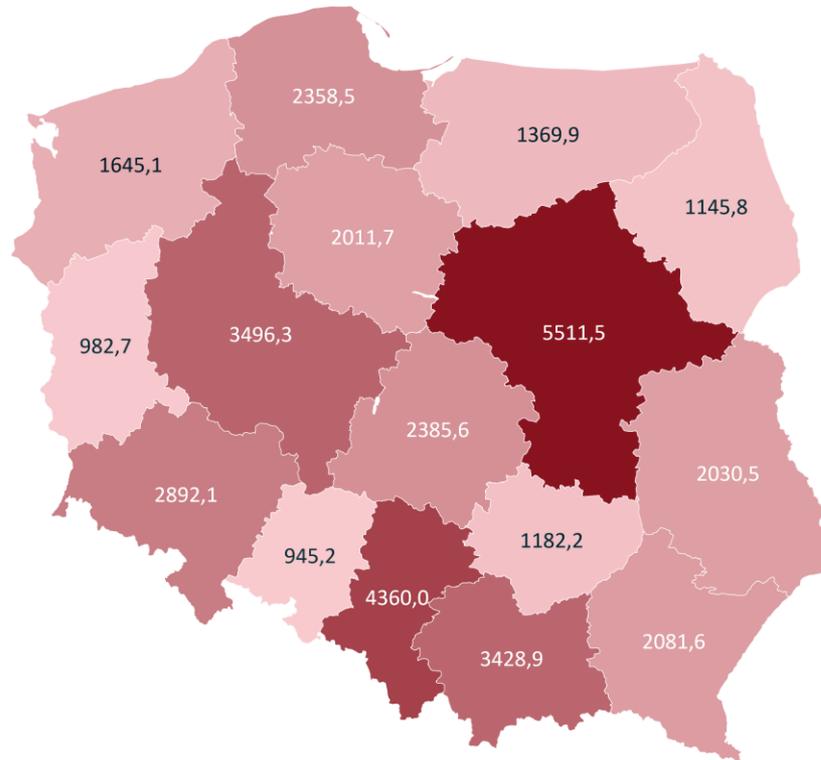
August 2023

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%

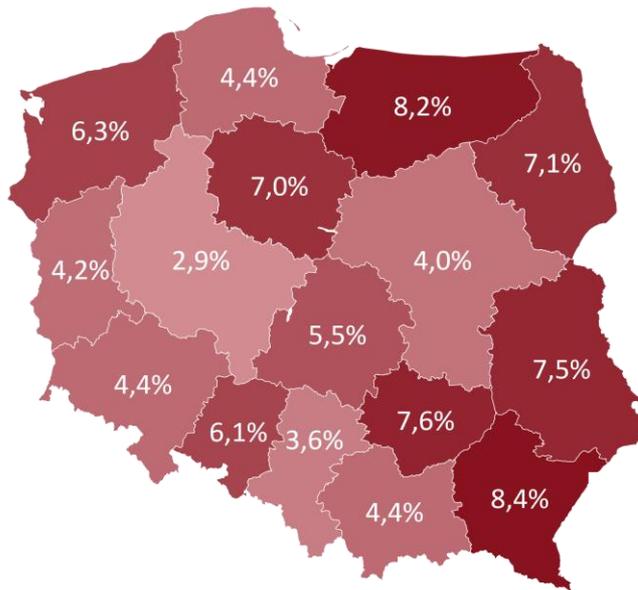


The situation on Poland's labour market (1/2)

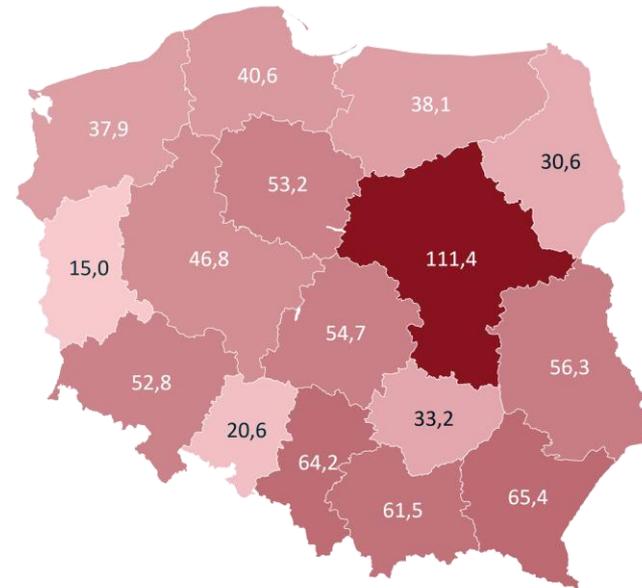
The registered unemployment rate at the end of July 2023 was 5.0% what was unchanged value comparing to June 2023. In July 2022 the rate was 5.2%.

The number of registered unemployed at the end of July 2023 was 782.4 thous., compared to 783.5 thous. last month and 810.2 thous. in the same month last year.

Unemployment rate by region, July 2023, in %



Registered unemployed by region, July 2023, in thous.



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

In July 2023, the average paid employment in the enterprise sector compared with July 2022 was higher by 0.1% y/y and amounted to 6 513.7 thousand full-time equivalent employees. Compared to the previous month, the average paid employment remained at a similar level. Average gross wages and salaries in the enterprise sector in July 2023 compared with July 2022 were nominally higher by 10.4% y/y and amounted to PLN 7 485.12. Compared with June 2023 average gross wages and salaries increased nominally by 2.0%.

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

Gross domestic product
(quarter last year=100%)



ESTIMATES FOR
2023

1. QUARTER

-0.3%

2. QUARTER

-0.5

3. QUARTER

-

4. QUARTER

-

Forecasts

EUROPEAN COMMISSION

2022	2023
5.1%	0.7%

IMF

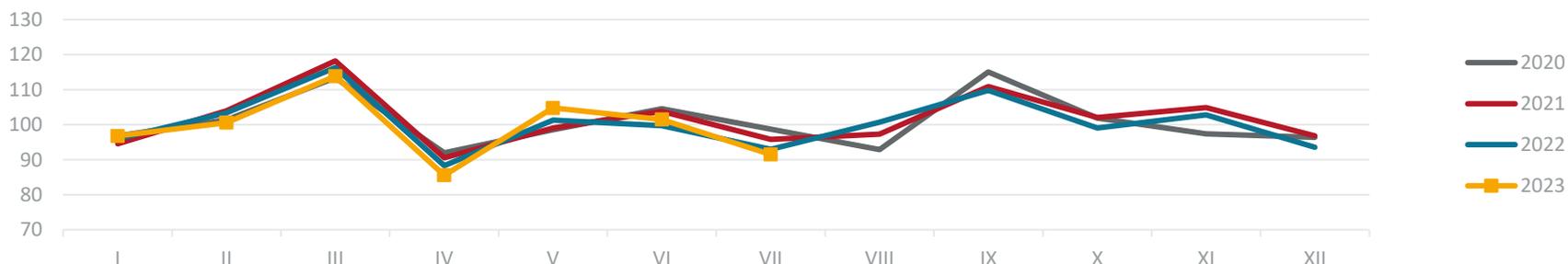
2022	2023
4.9%	0.3%



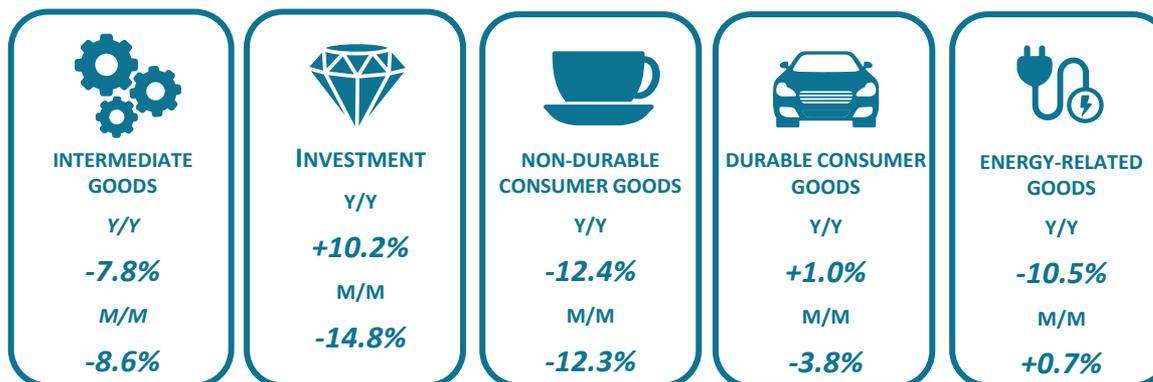
Industrial production sales

In July 2023, sold production of industry was by 2.7% lower than in July 2022, when an increase was recorded by 7.1% as compared to the corresponding period of the previous year, whereas in comparison with June 2023, it decreased by 8.5%. In the period January-July of 2023, sold production of industry was by 1.9% lower than in the corresponding period of 2022, which saw an increase by 12.9% as compared to the corresponding period of 2021.

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



Production of goods – July

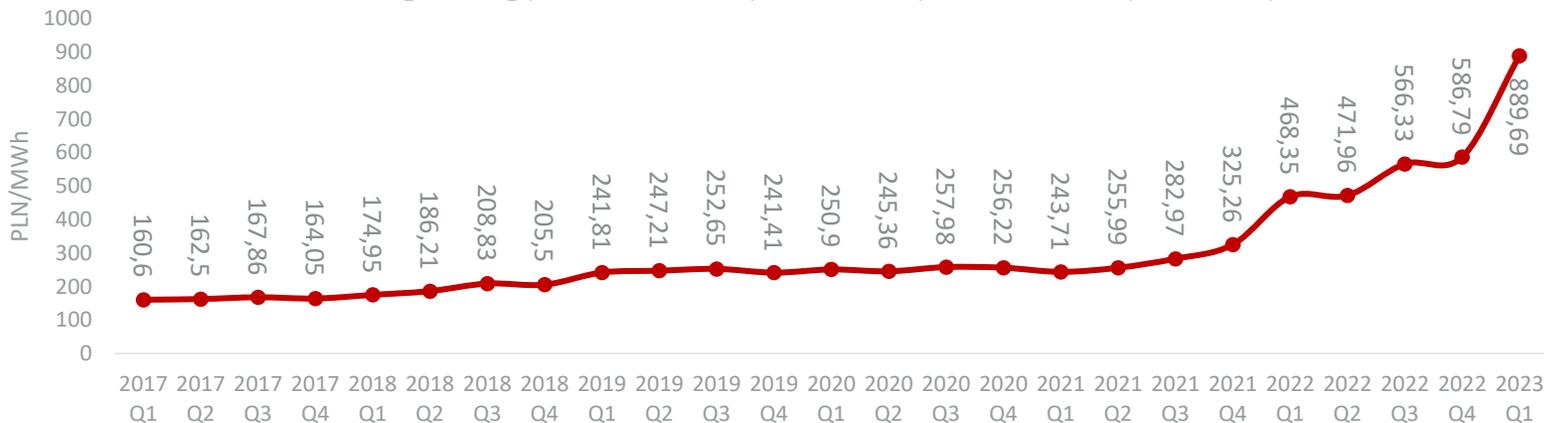


Sources: <http://bdm.stat.gov.pl/>
<https://stat.gov.pl/en/topics/industry-construction-fixed-assets/industry/>

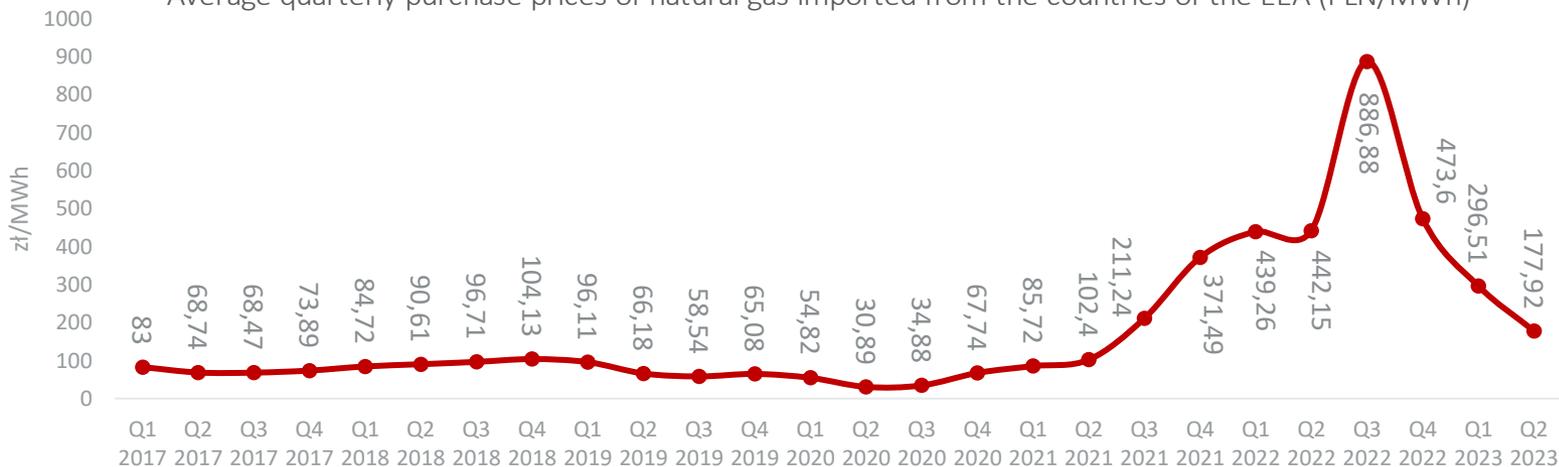


Electricity, gas and water prices

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)

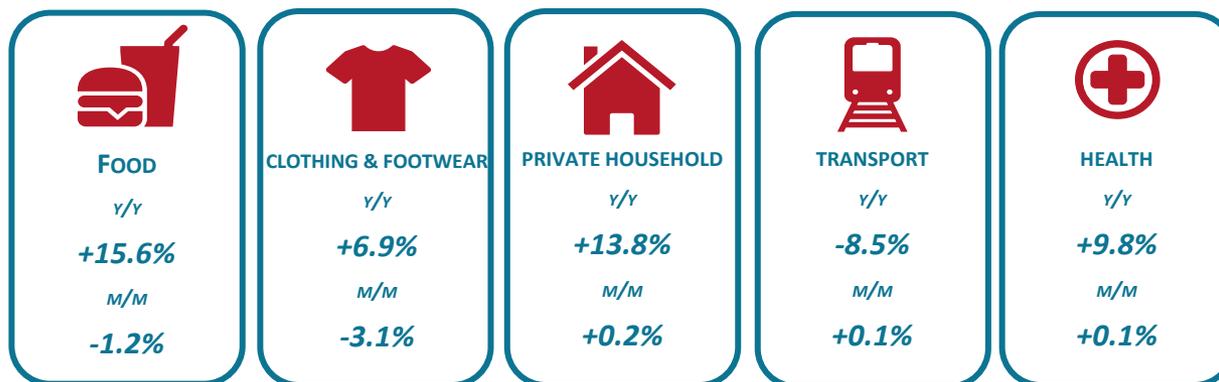


According to the data for July 2023, the value of industrial production prices decreased by 0.7% compared to June 2023, and in comparison with that recorded in the corresponding month of the previous year – decreased by 1.7%. Consumer prices in July 2023 decreased by 0.2% when compared to the previous month, while year-over-year prices increased by 10.8%.

Consumer Price Index (previous month = 100%)



Inflation – July



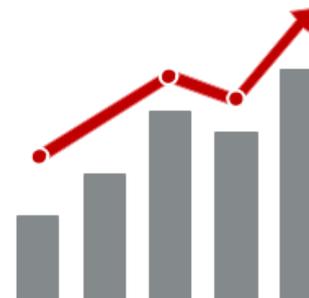
The values and dynamics¹ of foreign trade (denominated by currency)



January-June 2023

zł	€	\$
EXPORT PLN 821.4 BN +6.1% Y/Y	EXPORT € 176.4 BN +4.9% Y/Y	EXPORT \$ 190.3 BN +2.4% Y/Y
IMPORT PLN 790.6 BN -3.2% Y/Y	IMPORT € 169.8 BN -4.3% Y/Y	IMPORT \$ 183.1 BN -4.6% Y/Y
BALANCE PLN 30.8 BN	BALANCE € 6.6 BN	BALANCE \$ 7.2 BN

Foreign trade turnover in January - June 2023 in exports at current prices amounted to PLN 821.4 bn, while in imports - PLN 790.6 bn. The positive balance reached the level of PLN 30.8 bn, while in the same period of 2022 year was negative and amounted to PLN 42.4 bn. In comparison to the corresponding period of last year exports increased by 6.1%, while imports decreased by 3.2%.



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-VI 2023						2022	2023
	bn PLN	bn USD	bn EUR	I-VI 2022 = 100			I-VI	
				PLN	USD	EUR	structure %	
Exports	821.4	190.3	176.4	106.1	102.4	104.9	100.0	100.0
Developed countries	712.8	165.1	153.1	104.6	100.9	103.4	88.1	86.8
of which EU	616.4	142.7	132.3	103.8	100.1	102.6	76.7	75.0
of which euro-zone	488.6	113.2	104.9	105.1	101.4	103.9	60.1	59.5
Developing countries	68.6	15.9	14.7	114.7	110.9	113.4	7.7	8.3
Countries of Central and Eastern Europe	40.0	9.3	8.6	122.8	119.0	121.5	4.2	4.9
Imports	790.6	183.1	169.8	96.8	93.4	95.7	100.0	100.0
Developed countries	516.2	119.6	110.9	101.4	97.9	100.3	62.3	65.3
of which EU	425.4	98.5	91.4	98.3	94.8	97.2	53.0	53.8
of which euro-zone	340.8	79.0	73.2	95.4	92.0	94.3	43.8	43.1
Developing countries	253.8	58.8	54.5	104.4	100.9	103.2	29.8	32.1
Countries of Central and Eastern Europe	20.5	4.7	4.4	31.9	30.4	31.4	7.9	2.6
Balance	30.8	7.2	6.6	.	.	.	.	.
Developed countries	196.6	45.5	42.2	.	.	.	.	.
of which EU	191.0	44.2	41.0	.	.	.	.	.
of which euro-zone	147.8	34.2	31.7	.	.	.	.	.
Developing countries	-185.2	-42.9	-39.8	.	.	.	.	.
Countries of Central and Eastern Europe	19.5	4.5	4.2	.	.	.	.	.



International Trade

Trade turnover 2022 (Poland)

EXPORT 2022



1. Electrical machinery and equipment
32.26 b. EUR



2. Road vehicles
30.50 b. EUR



3. Miscellaneous products
20.00 b. EUR



4. Manufactures of metals
16.36 b. EUR



5. Furniture and parts thereof
14.54 b. EUR

- o Other exports
232.57 b. EUR

Σ → **Export - TOTAL**
346.22 b. EUR

IMPORT 2022



1. Electrical machinery and equipment
28.13 b. EUR



2. Road vehicles
26.34 b. EUR



3. Petroleum and petroleum products
25.27 b. EUR



4. Iron and steel
16.93 b. EUR



4. General industrial machinery and equipment
15.16 b. EUR

- o Other imports
254.39 b. EUR

Σ → **Import - TOTAL**
366.21 b. EUR

Exports – growth y/y – TOP5 2022

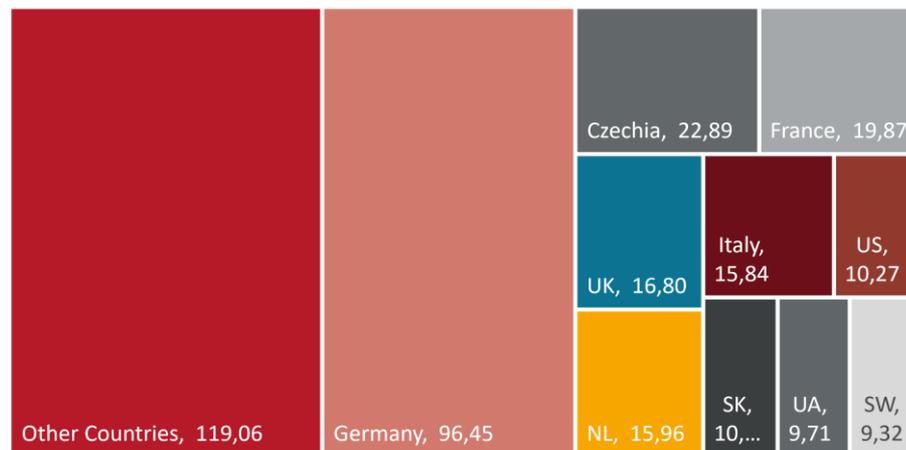
1. Electric current	+233.1%
2. Gas, natural and manufactures	+160.4%
3. Fixed vegetable fats and oils	+114.8%
4. Petroleum and its products	+114.3%
5. Coins (not gold, non being legal tender)	+91.2%

Imports growth y/y – TOP5 2022

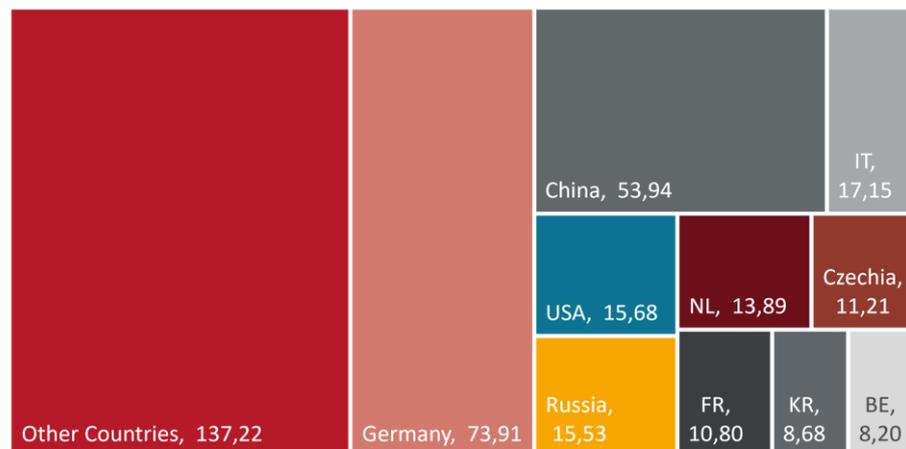
1. Coal, coke and briquettes	+312.5%
2. Electric current	+270.0%
3. Inorganic chemicals	+91.1%
4. Fertilizers	+89.2%
5. Oil-seeds and oleaginous fruits	+86.5%

BE – Belgium, KR – South Korea, IT – Italy, SK – Slovakia
FR – France, UA – Ukraine, NL – Netherlands, SW – Sweden →

Export 2022 - TOP 10 countries - b. EUR



Import 2022 - TOP 10 countries - b. EUR



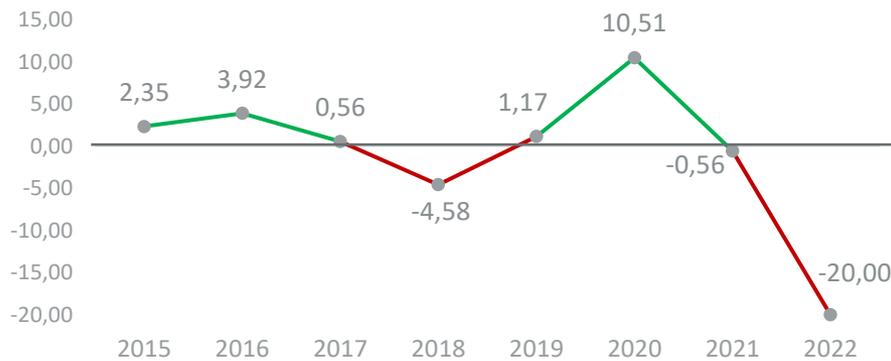
International Trade

Trade turnover across years

Trade turnover of goods (bn EUR)



Trade balance of goods (bn EUR)



Poland's export by region (2022)



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

2022	Export (b. EUR)	Export - share %	Balance (b. EUR)
Europe	302.87	88.1%	77.74
Other Asian Countries*	10.89	3.2%	-90.22
Near and Middle East Countries	7.46	2.2%	8.25
North African Countries	1.67	0.5%	-0.35
Other African Countries	1.39	0.4%	-0.65
West Africa Countries	0.97	0.3%	0.30
North America	11.82	3.4%	-4.67
Central and South America	3.93	1.1%	-2.72
Australia and Oceania	1.21	0.4%	-0.60
Antarctica	0.00	0.0%	0.00
Unspecified territory	1.60	0.5%	1.60

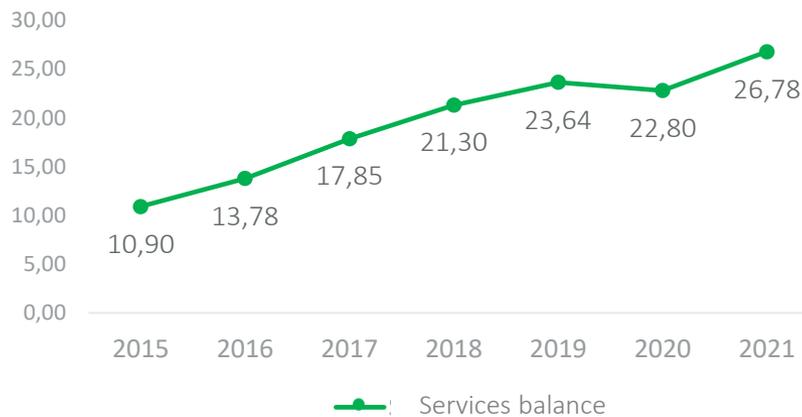
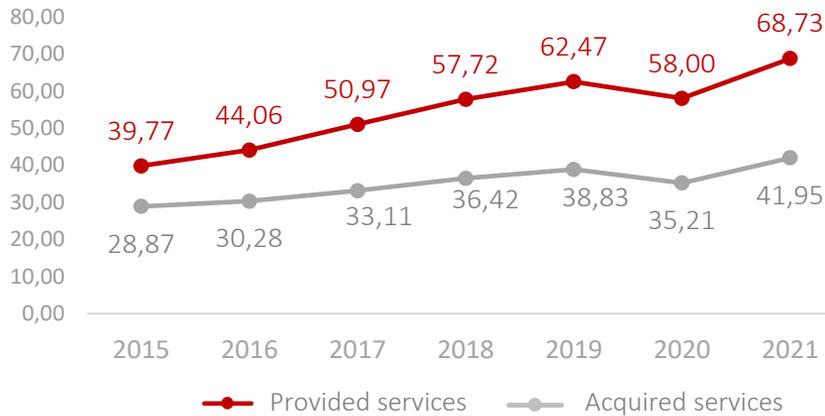
Source: Statistics Poland - Foreign Trade Database



International Trade

Turnover in services

International Trade – services turnover (bn EUR)

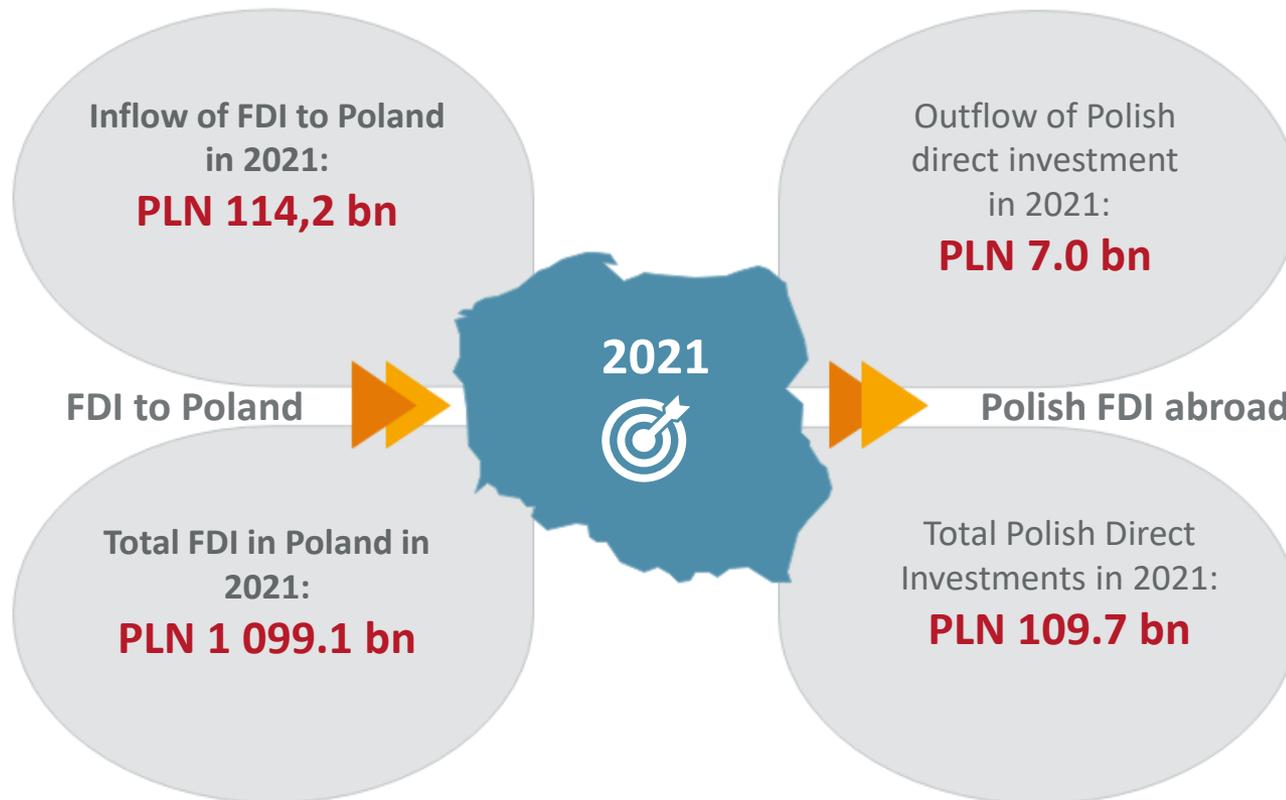


Trade turnover of goods and services: TOTAL (bn EUR)



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).

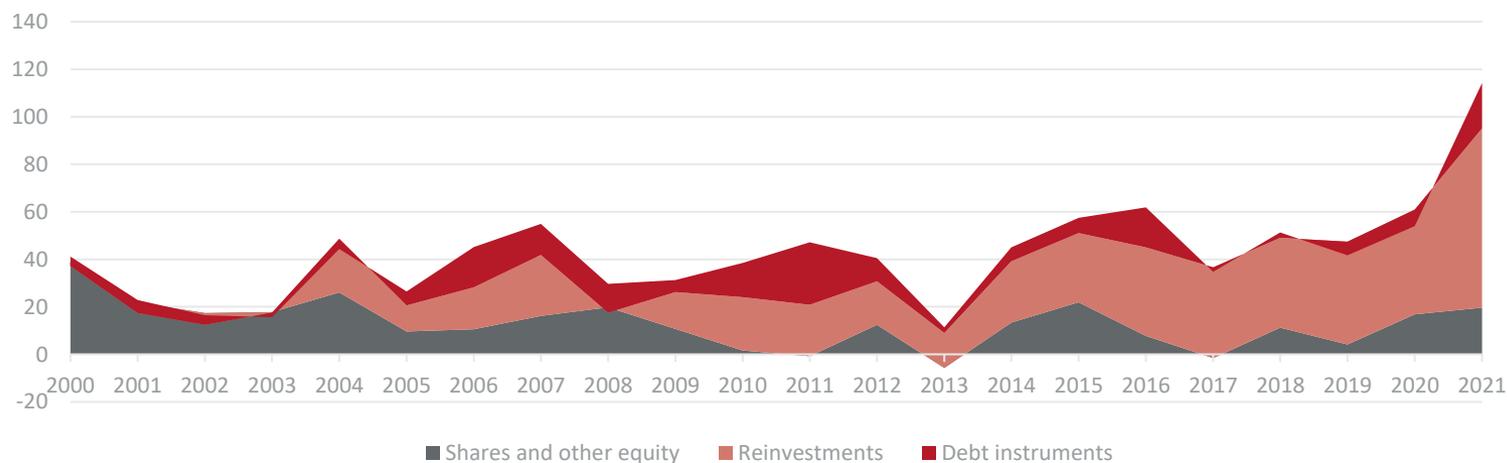


Foreign direct investments (2/3)

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

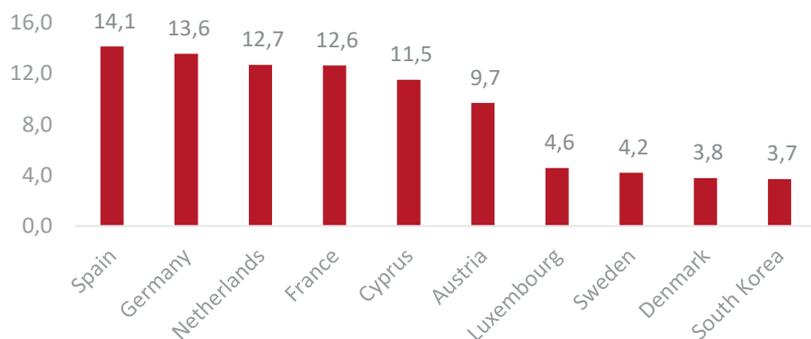


Inflow of FDI to Poland in PLN billion broken down by types of capital flows

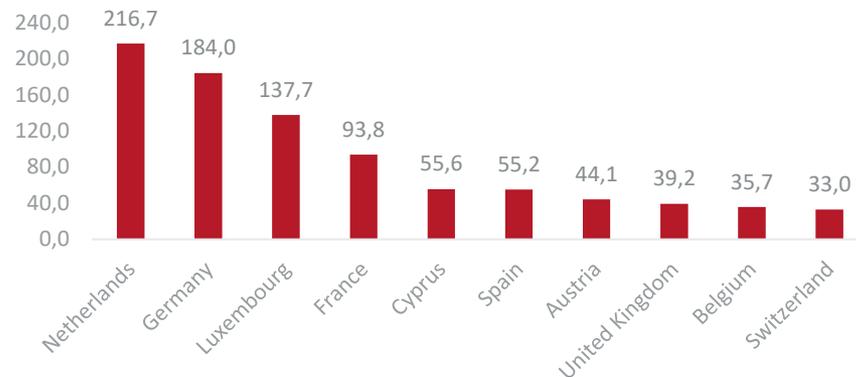


Foreign direct investments (3/3)

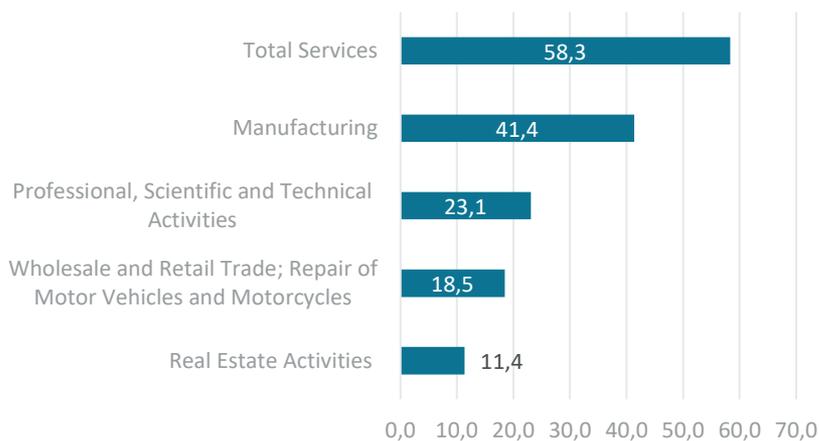
Inflow of FDI in 2021 by country of origin (PLN bn)



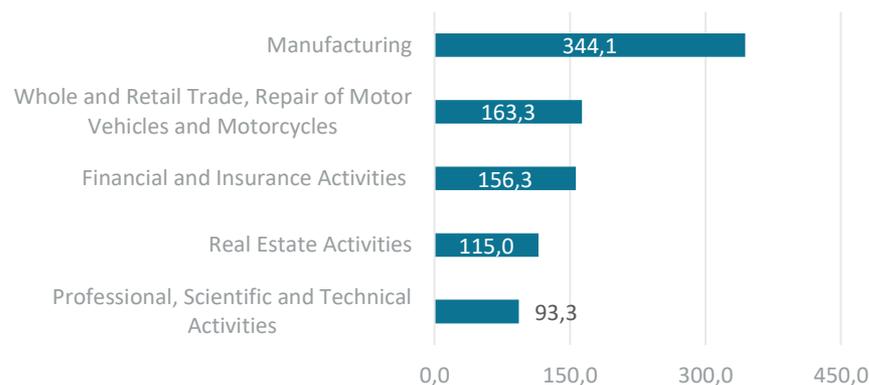
Status of liabilities due to FDI in 2021 by country of origin (PLN bn)



FDI inflow in 2021 by sector (PLN bn)

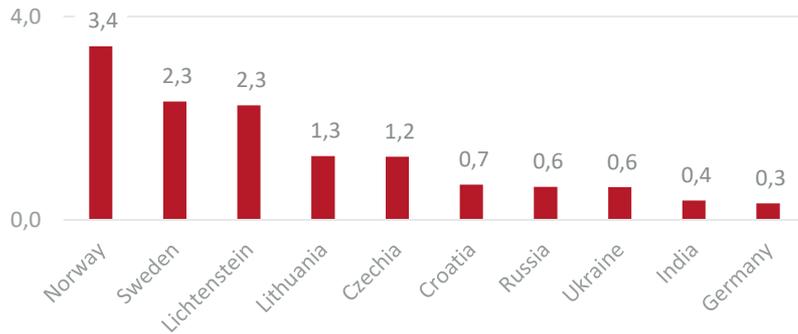


Balance on liabilities (Polish Direct Investments) in 2021: by sector (PLN bn)

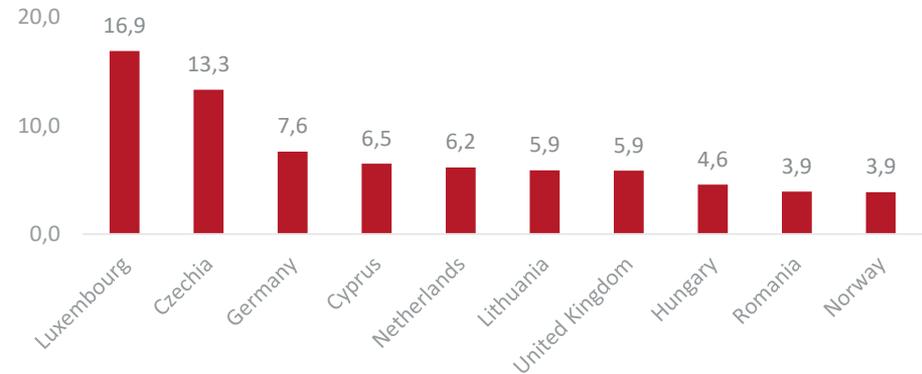


Polish direct investments (PIB)

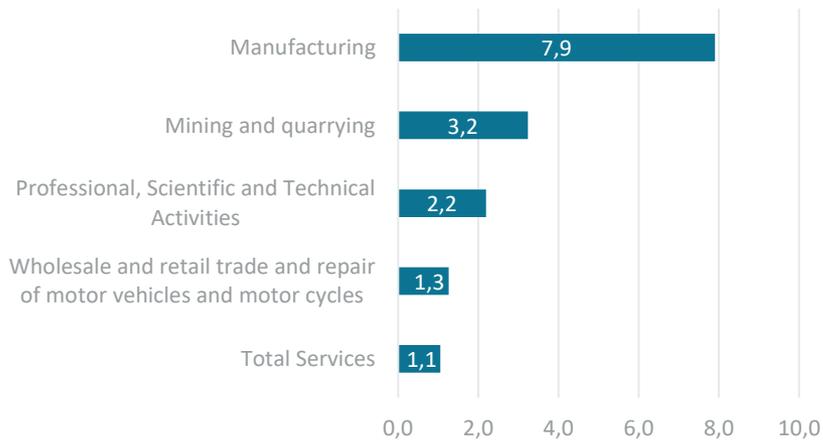
PIB outflow in 2021: countries of destination
(PLN bn)



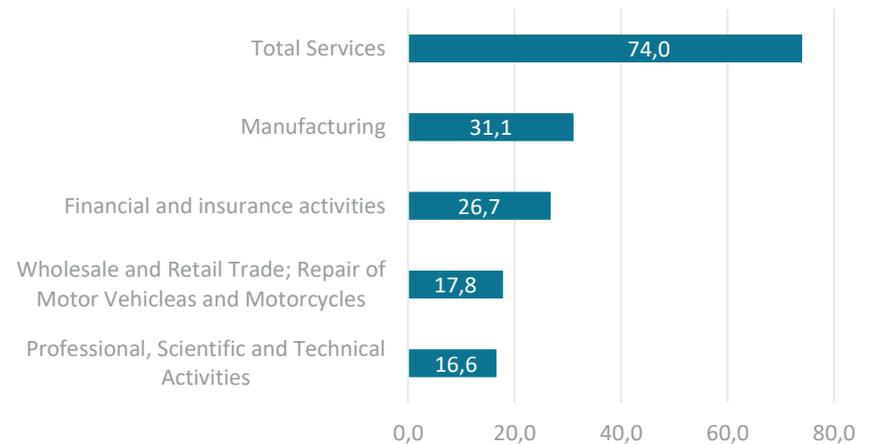
Balance on liabilities PIB in 2021: countries of destination
(PLN bn)



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.

The August meeting had a non-decision-making character.

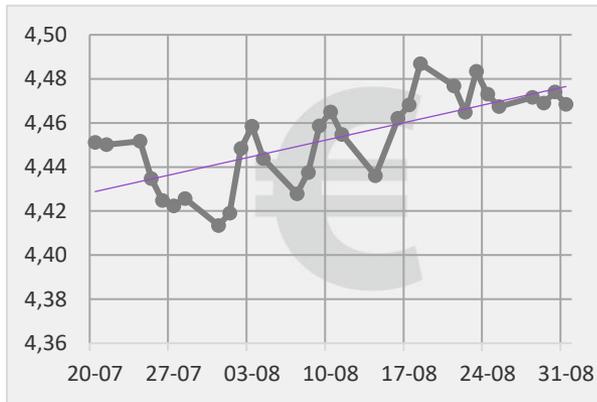


Interest rate	Rate	Applicable since:
Reference rate	6.75%	2022-09-08
Marginal lending facility rate	7.25%	2022-09-08
Deposit rate	6.25%	2022-09-08
Rediscount rate	6.80%	2022-09-08
Minimum reserve ratio for PLN funds and funds in foreign currencies accumulated in bank accounts, for funds obtained from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



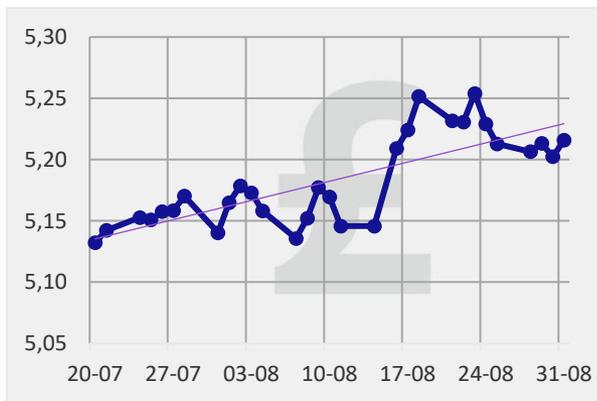
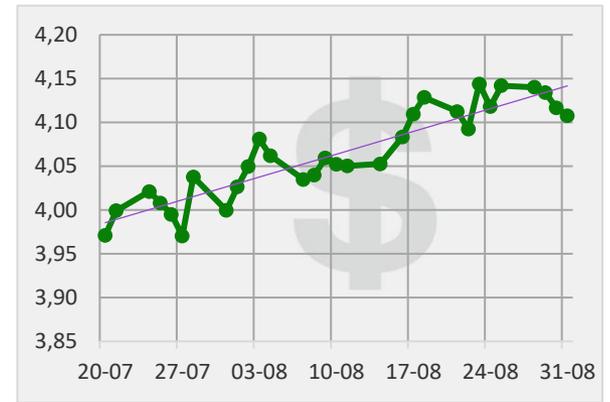
Currency rates

The weighted average in VII 2023:



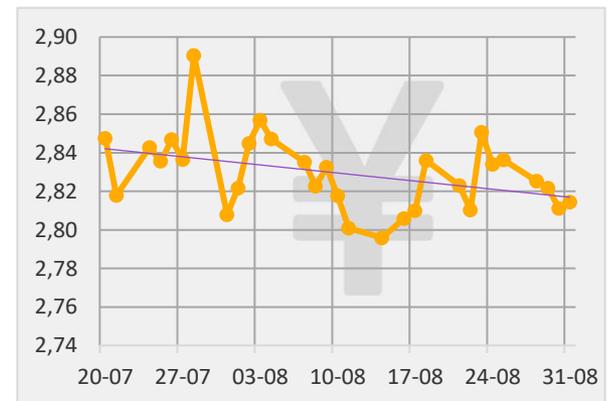
€ 1
PLN 4.45

\$ 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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