



Poland: Weekly Macroeconomic Update

LAST WEEK:

The **average wage** in the enterprise sector in August fell by 2.6% month-on-month and rose by 5.6% year-on-year after a 6.8% year-on-year increase in July. The **average employment** in the enterprise sector in August fell by 0.2% month-on-month and decreased by 0.8% year-on-year, dropping at the same year-on-year pace as in July.

Construction and assembly production in August rose by 6.7% year-on-year after a 2.3% year-on-year decrease in July.

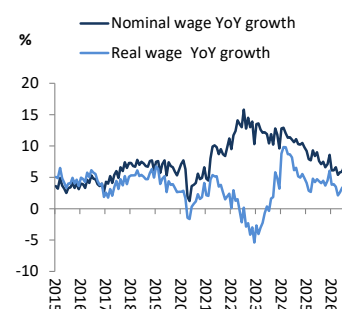
Retail sales at constant prices rose by 3.8% year-on-year in August and fell by 0.3% month-on-month. In August, car sales increased by 11.7% year-on-year, sales of furniture, electronics, and household appliances rose by 10.6% year-on-year, sales of medicines and cosmetics went up by 6.2% year-on-year, and retail sales in the 'other' category (including online) grew by 11.1% year-on-year. Retail sales at current prices in August rose by 6.4% year-on-year and increased by 0.1% month-on-month.

In September this year, **economic sentiment indicators** either worsened or stabilized. The best outlook was seen in finance and insurance (+30.3) and information and telecommunications (+11.4). The biggest drop in sentiment was recorded in hotels and catering, but the sentiment indicator in this sector was still above zero (+3.3). The transport and warehousing sector also had a positive sentiment indicator (+1.6). Sentiment indicators in wholesale and retail trade were close to zero – +0.1 and -0.2, respectively. Negative sentiment indicators in September were seen in manufacturing (-5.8) and construction (-2.0).

The **registered unemployment rate** in August remained unchanged at 5.8%, signaling stabilization in the labor market.

The European Bank for Reconstruction and Development (EBRD) forecasts that Poland's economic growth will be 2.8% in 2027, after an estimated growth of 3.5% in 2026. The slowdown in GDP growth will be caused by the phasing out of funds from the Recovery and Resilience Facility. According to the EBRD, the deficit will exceed the 6.8% of GDP planned by the government for 2026. Further increase in the deficit beyond the 7.1% of GDP assumed in the 2027 budget project is likely, considering the higher level of budget spending.

Figure 1. Average wage (y/y growth)



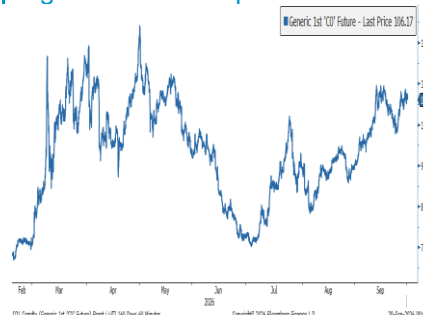
Source: GUS

Figure 2. Retail sales (y/y growth)



Source: GUS

Figure 3. Brent oil prices



Source: Bloomberg



DIARY (this week)

Date	CET	Release/Event	DB Expected	Actual	Consensus
Sep-30	9:30	Inflation CPI (Sep, flash)	0.7% (4.0%)		0.8% (4.0%)
Oct-01	9:00	PMI Manufacturing (Sep)	49.0		48.7

Source: Deutsche Bank Estimates.. Reuters and Bloomberg Finance LP

FX and interest rate forecasts

	EUR/PLN	USD/PLN	CHF/PLN	GBP/PLN	EUR/USD	NBP Reference rate	WIBOR 3M*	WIBOR 6M*	EURIBOR 3M	Fed Funds (mid)	CPI (Poland)	Yield on 10Y POLGB
	(end of period)											
Sep-26	4.375	3.855	4.630	5.102	1.135	3.75	3.84	3.90	2.66	3.875	4.0	6.45
Oct-26	4.350	3.799	4.628	5.053	1.145	3.75	3.90	3.95	2.70	3.875	4.2	6.30
Nov-26	4.330	3.749	4.631	5.024	1.155	3.75	3.95	4.10	2.75	3.875	4.3	6.15
Dec-26	4.320	3.708	4.633	4.987	1.165	4.00	4.10	4.15	2.91	4.125	4.4	6.00
Jan-27	4.310	3.684	4.634	4.973	1.170	4.00	4.15	4.23	2.88	4.125	4.7	5.80
Feb-27	4.300	3.660	4.624	4.940	1.175	4.00	4.15	4.25	2.86	4.125	4.7	5.65
Mar-27	4.290	3.636	4.613	4.908	1.180	4.00	4.15	4.30	2.86	4.375	4.1	5.55
Apr-27	4.275	3.608	4.597	4.870	1.185	4.00	4.15	4.35	2.86	4.375	3.6	5.55
May-27	4.260	3.595	4.581	4.853	1.185	4.00	4.20	4.38	2.86	4.375	4.2	5.50
Jun-27	4.250	3.571	4.570	4.821	1.190	4.25	4.35	4.45	2.86	4.375	5.0	5.50

*- According to the announcement published by the Polish Financial Supervision Authority (UKNF) and GPW Benchmark. the departure from WIBOR for currently existing contracts based on WIBOR is to take place on January 1. 2037. The departure from WIBOR for new contracts is to take place from the beginning of 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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