



MAIN MACROECONOMIC INDICATORS

POLAND

JUNE 2021

Area: 312,679 km<sup>2</sup>  
Population: 38.2 mn  
Capital city: Warsaw  
Currency: zloty

POLAND'S MACROECONOMIC PERFORMANCE IN 2020 – 2021

Indicator	Unit	2020	VI 2020	VI 2021	I-VI 2021	2021 <sup>4</sup>
<b>National Accounts</b>						
GDP	dynamics	97.3 <sup>2</sup>			99.1 <sup>3</sup>	104.0
Consumption	dynamics	98.7 <sup>2</sup>			100.6 <sup>3</sup>	103.7
Individual consumption	dynamics	97.0 <sup>2</sup>			100.2 <sup>3</sup>	104.4
Gross capital formation	dynamics	87.1 <sup>2</sup>			103.4 <sup>3</sup>	105.7
Gross fixed capital formation	dynamics	90.4 <sup>2</sup>			101.3 <sup>3</sup>	104.0
<b>Prices</b>						
Price index of consumer goods and services (CPI)	dynamics	103.4	103.3	104.4	103.6	101.8
Price index of sold production of industry (PPI)	dynamics	99.4	99.2	107.0	104.4	
<b>Production<sup>1</sup></b>						
Sold production of industry	dynamics	99.0	100.5	118.4	118.2	
Construction and assembly production	dynamics	97.8	97.7	104.4	97.2	
<b>Wages and salaries</b>						
Average wages and salaries in the national economy, of which:	PLN	5,167				5,259
- enterprise sector	PLN	5,411	5,286	5,802	5,725	
<b>Labour market</b>						
Average employment in enterprise sector	thous.pers.	6,326	6,186	6,359	6,333	
Unemployment rate (as of the end of the period)	%	6.2	6.1	5.9	5.9	7.5

Dynamics (100 = corresponding period of the previous year); YoY (comparing to the corresponding period of the previous year); 1 – data concerns entities employing more than 9 persons; 2 – SP provisional data; 3 – provisional data, data for January-March; 3 – forecast based on the Budgetary Law for the year 2021.

Indicator	Unit	2020	V 2020	V 2021 <sup>1</sup>	I-V 2021 <sup>1</sup>	2021
<b>Foreign trade acc. to SP</b>						
Trade balance	mn EUR	10,507	1,191	-75	3,520	
- exports of goods	mn EUR	239,880	16,166	22,376	112,764	
- imports of goods	mn EUR	229,374	14,974	22,451	109,244	

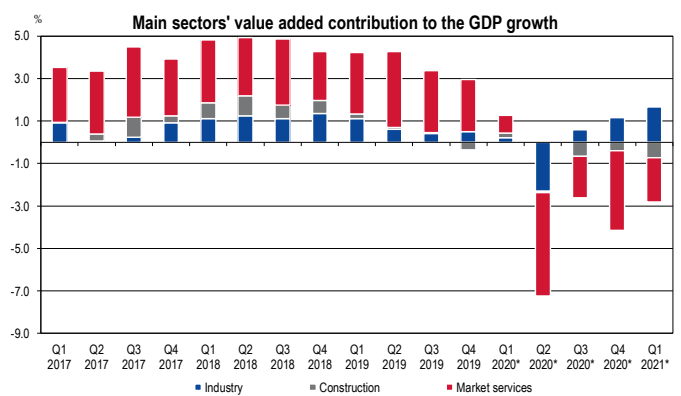
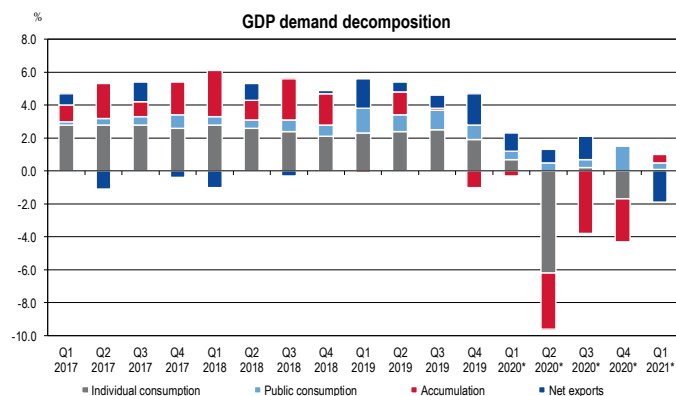
1 – SP provisional data.

According to SP estimates, in the 1<sup>st</sup> quarter of 2021 GDP decreased by 0.9%. This was due to a negative impact of net export.

GDP growth in 2017-2021

	2017				2018				2019				2020				2021				
YoY	4.8				5.4				4.7				-2.7*								
	I-III	IV-VI	VII-IX	X-XII	I-III	IV-VI	VII-IX	X-XII	I-III	IV-VI	VII-IX	X-XII	I-III	IV-VI	VII-IX	X-XII	I-III	IV-VI	VII-IX	X-XII	
YoY	4.7	4.2	5.4	5.0	5.3	5.5	5.5	5.1	5.5	5.4	4.6	3.7	2.0 <sup>1</sup>	-8.3*	-1.7*	-2.7*	-0.9*				

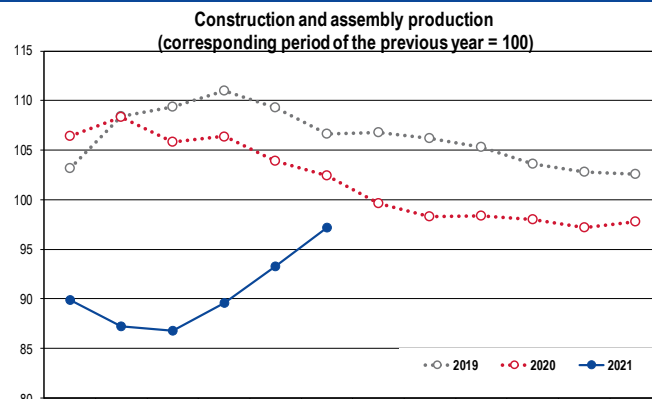
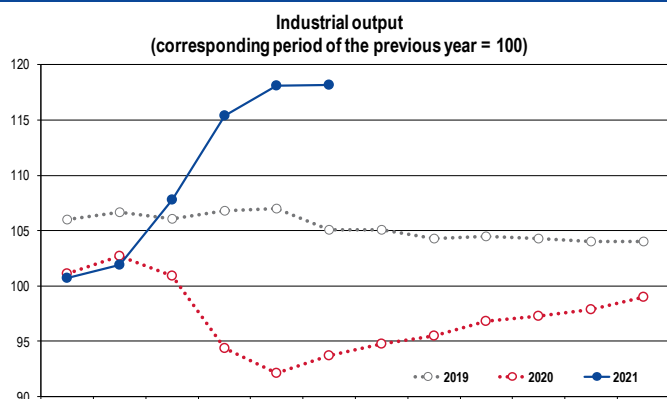
\* – SP preliminary data.



## In January-June 2021 (yoy):

- A growth in **sold industrial production** amounted to 18.2%. In the manufacturing section production grew by 19.3%
- **Construction and assembly production** drop by 2.8%.
- **Consumer Price Index** was higher by 3.6%.
- **The number of registered unemployed** in June amounted to 933.4 thousand (down by 3.2%).
- **Registered unemployment rate** in June amounted to 5.9%.
- **Average monthly wages and salaries in enterprises sector** amounted to PLN 5,725 (was higher by 7.8% in nominal terms).
- **Average monthly retirement pay and pension from non-agricultural social security system** increased by 6.9%, and individual farmers by 4.2% (in nominal terms).
- **The execution of revenues** accounted for 57.8% and **expenditures** 42.3% of the amount planned in the Budgetary Law, **surplus** amounted to PLN 28.0 bn.
- **The Monetary Policy Council did not change the interest rates.**
- **The Polish currency** strengthened against the US dollar and weakened against euro.
- At the end of May 2021, the surplus on the **current account balance** amounted to EUR 4,647 mn comparing to the surplus of EUR 7,279 mn at the end of May 2020.

## January-June 2021: sold production of industry grew by 18.2% while construction and assembly production declined by 2.8% (yoy).



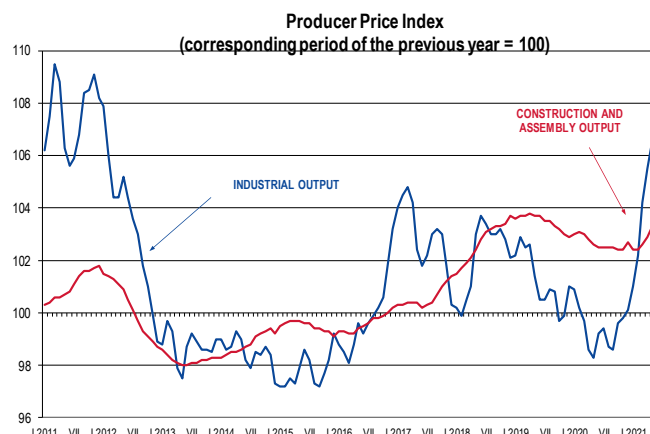
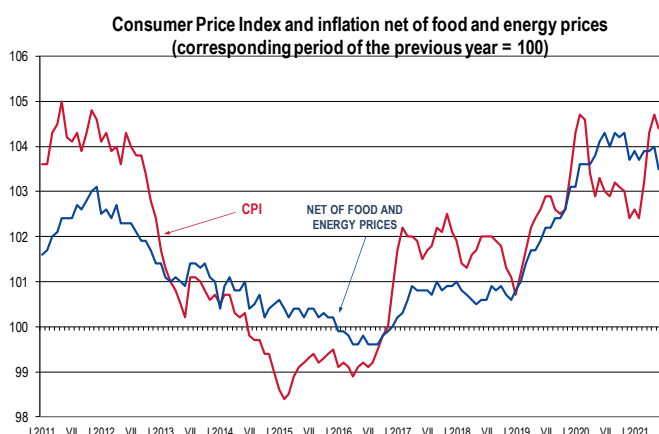
Indices of sold production of industry and construction and assembly production

		I	II	III	IV	V	VI	VII	VIII	IX	X	XI	XII
Sold production of industry	2020	101.1	104.8	97.5	75.4	83.1	100.5	101.1	101.5	105.7	101.0	105.4	111.1
	2021	100.7	102.5	118.6	144.2	129.7	118.4						
Construction and assembly production	2020	106.4	105.5	103.7	99.1	94.9	97.7	89.0	88.0	90.2	94.2	95.1	103.4
	2021	89.9	83.1	89.2	95.8	104.7	104.4						

## January-June 2021: price index of consumer goods and services reached 3.6%, price index of sold industrial production increased by 4.4%, and construction and assembly production grew by 2.9% (yoy).

Prices indices

		I	I-II	I-III	I-IV	I-V	I-VI	I-VII	I-VIII	I-IX	I-X	I-XI	I-XII
Price indices of sold production of industry	2020	100.9	100.5	100.2	99.8	99.5	99.5	99.5	99.4	99.3	99.3	99.4	99.4
	2021	101.0	101.6	102.4	103.2	103.9	104.4						
Price indices of consumer goods and services	2020	104.3	104.5	104.5	104.2	104.0	103.9	103.7	103.6	103.6	103.5	103.5	103.4
	2021	102.7	102.5	102.7	103.1	103.5	103.6						
Price indices of construction and assembly production	2020	103.0	103.0	103.0	102.9	102.9	102.8	102.8	102.7	102.7	102.7	102.7	102.6
	2021	102.4	102.4	102.5	102.6	102.7	102.9						



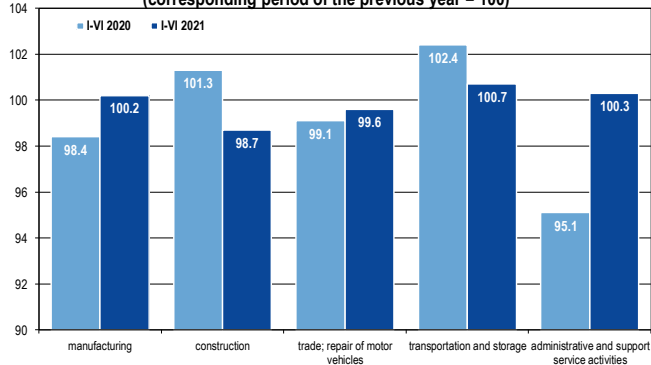
**January-June 2021: registered unemployment rate at the end of the period shaped at the level of 5.9%, in enterprise sector employment amounted to 6,333 thousand persons and was lower by 0.3% yoy.**

### Unemployment rate

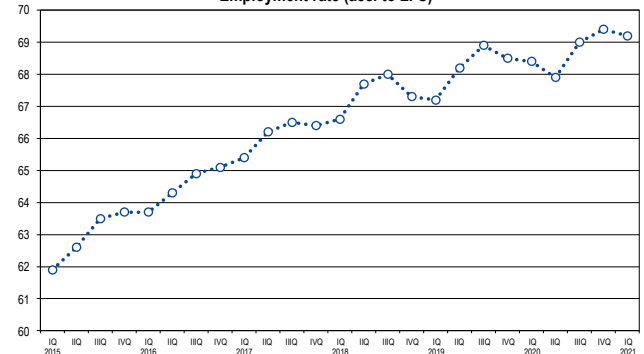
	2016	2017	2018	2019	2020	IV 20	V	VI	VII	VIII	IX	X	XI	XII	I 21	II	III	IV	V	VI
Registered unemployment	8.2	6.6	5.8	5.2	6.2	5.8	6.0	6.1	6.1	6.1	6.1	6.1	6.1	6.2	6.5	6.5	6.4	6.3	6.1	5.9
LFS*	5.6	4.5	3.9	2.9	3.2	3.2			3.3			3.2			4.1			n.a.		

\* LFS – Labour Force Survey, aged 15-64, date for IQ 2021 are calculated after metodological changes.

**Dynamics of average monthly employment in enterprise sector (corresponding period of the previous year = 100)**

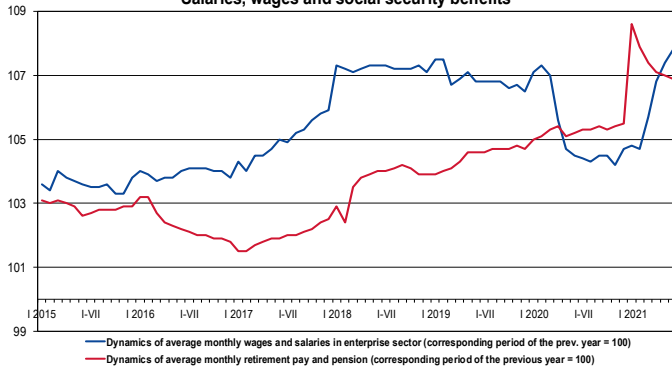


**Employment rate (acc. to LFS)**

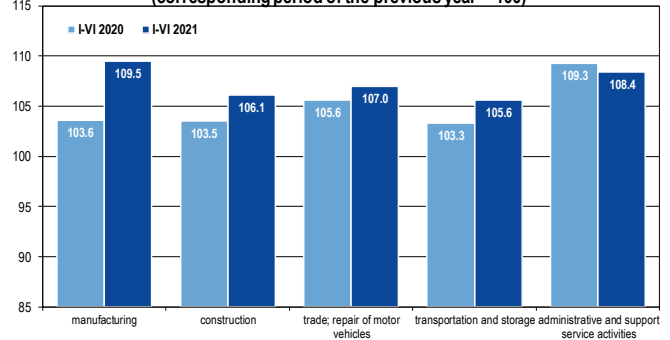


**January-June 2021: average wages and salaries in enterprise sector amounted PLN 5,725 and grew by 7.8% in nominal terms yoy (by 4.0% in real terms yoy).**

**Salaries, wages and social security benefits**

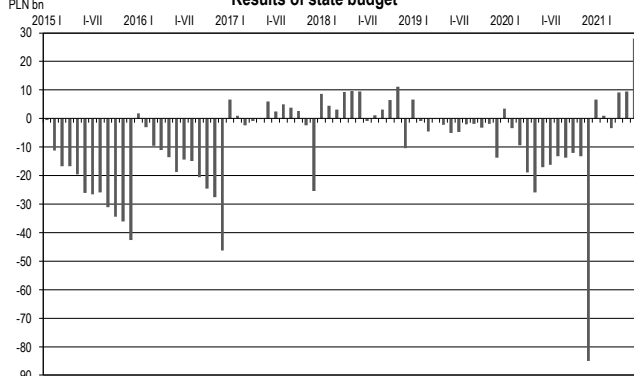


**Dynamics of average monthly wages and salaries in enterprise sector (corresponding period of the previous year = 100)**

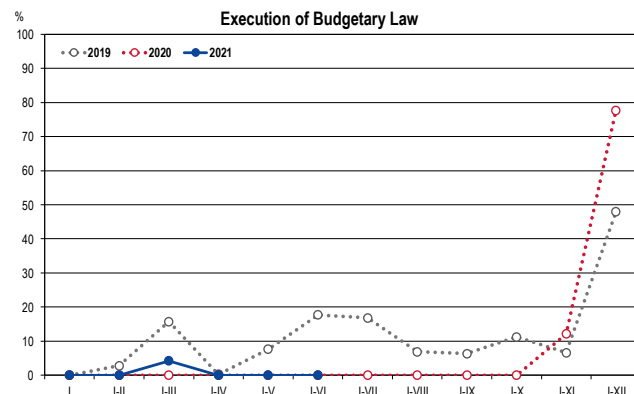


**January-June 2021: state budget revenues ensured execution of the Budgetary Law in 57.8%, expenditures in 42.3%, when the surplus amounted to PLN 28.0 bn.**

**Results of state budget**



**Execution of Budgetary Law**



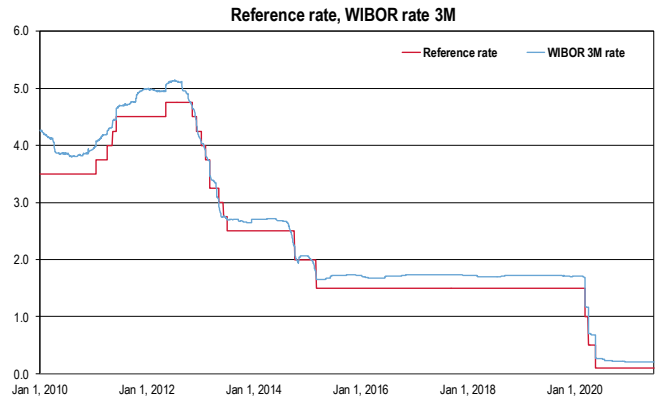
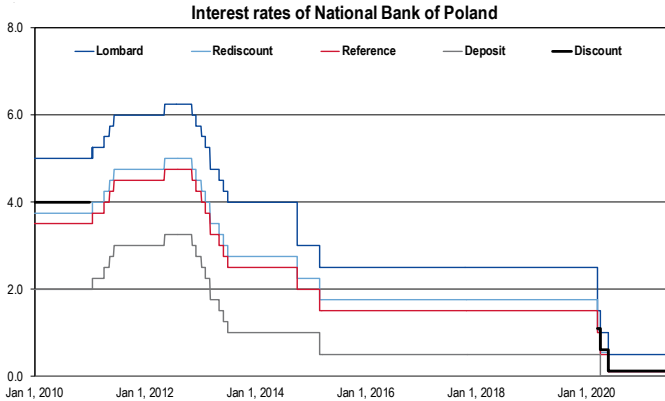
	2021 Budgetary Law	Execution	
		I-VI 2021	I-VI 2020
	in PLN bn	in %	
<b>REVENUES</b>	<b>404.5</b>	<b>234.0</b>	<b>57.8</b>
Indirect taxes	254.9	136.8	40.8
CIT	37.1	25.5	52.7
PIT	69.3	33.6	42.8
<b>EXPENDITURES</b>	<b>486.8</b>	<b>206.0</b>	<b>42.3</b>
Debt servicing	28.0	10.8	47.5
Subventions to the Pension Fund	18.6	8.9	53.4
Subventions to the Social Insurance Fund	59.5	10.4	60.0
General subventions to local self-government entities	70.1	40.7	58.3
<b>DEFICIT</b>	<b>-82.3</b>	<b>28.0</b>	<b>-</b>
<b>Financing for budget of EU funds</b>	<b>-6.9</b>	<b>0.0</b>	<b>-</b>
<b>DEFICIT FINANCING SOURCES<sup>1</sup></b>	<b>89.2</b>	<b>-28.0</b>	<b>101.0</b>
<b>DOMESTIC</b>	<b>55.6</b>	<b>-46.2</b>	<b>49.1</b>
Treasury bonds	68.7	29.1	167.3
Pre-financing actions with EU sources	-0,1	0.0	60.3
<b>FOREIGN</b>	<b>33.6</b>	<b>18.2</b>	<b>13.3</b>

<sup>1</sup> including financing of both budget of Poland and budget of EU funds.

January-June 2021: Monetary Policy Council decided to remain the interest rates unchanged. The National Bank of Poland's reference rate is at the level of 0.1%. The last change of interest rates took place in May 2020.

Interest rates of the National Bank of Poland

	Reference	Lombard	Deposit	Rediscount
March 5, 2015	1.50	2.50	0.50	1.75
March 18, 2020	1.00	1.50	0.50	1.05
April 9, 2020	0.50	1.00	0.00	0.55
May 29, 2020	0.10	0.50	0.00	0.11



January-May 2021: according to the provisional SP data trade balance shaped at the level of EUR 3,520 mn towards EUR 1,998 mn in the same period of the previous year, exports increased by 22.9%, while imports by 21.7% (yoy).

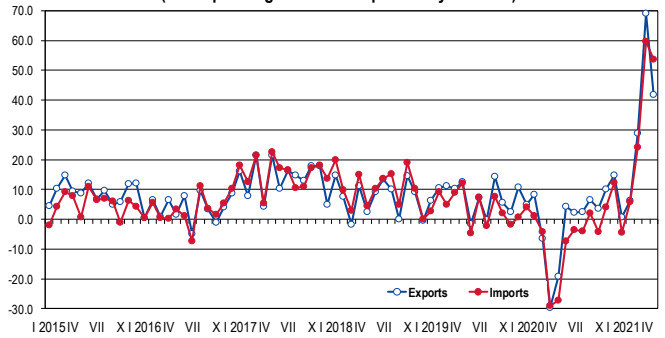
Foreign trade in EUR mn (SP data)

	2019	2020	I-V 2020	I-V 2021
Balance	1,171	10,507	1,998	3,520
Exports	238,147	239,880	91,747	112,764
Imports	236,976	229,374	89,749	109,244

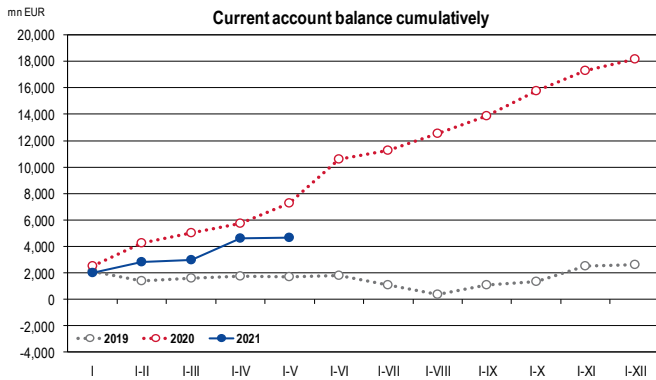
Foreign trade in EUR mn (NBP data)

	2019	2020	I-V 2020	I-V 2021
Balance	1,197	12,418	2,532	4,712
Exports	232,908	232,832	88,728	111,899
Imports	231,711	220,414	86,196	107,187

Exports and imports dynamics acc. to NBP data (corresponding month of the previous year = 100)



January-May 2021: current account surplus amounted to EUR 4,647 mn, towards the surplus of EUR 7,279 mn at the end of May 2020.

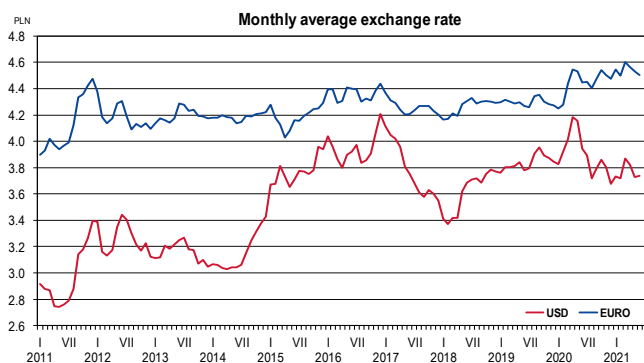


Current account balance (in EUR mn)

2019	I-V 2020	2020	I-V 2021
2,596	7,279	18,175	4,647

	2020	I-V 2020	I-V 2021
in EUR mn			
Direct investment - assets	3,869	-2,064	3,223
Direct investment - liabilities	12,449	5,042	9,092
Portfolio investment - assets	-3,415	678	3,306
Portfolio investment - liabilities	-9,604	-7,488	-5,968
Other investment - assets	12,780	5,015	2,686
Other investment - liabilities	3,312	697	4,407
Official reserve assets	15,956	4,201	7,418

January-June 2021: zloty strengthened against the US dollar but weakened against euro. The USD/PLN exchange rate decreased by 6.0%, and the EUR/PLN was higher by 2.9% (yoy).



Exchange rates of the dollar and the euro (NBP data)

		VI 2020	I 2021	II	III	IV	V	VI
1 USD	end of month	3.9806	3.7460	3.7247	3.9676	3.7746	3.6724	3.8035
	monthly average	3.9453	3.7304	3.7196	3.8673	3.8212	3.7292	3.7375
1 EUR	end of month	4.4660	4.5385	4.5175	4.6603	4.5654	4.4805	4.5208
	monthly average	4.4450	4.5435	4.4988	4.6007	4.5658	4.5301	4.5015