07 November 2025

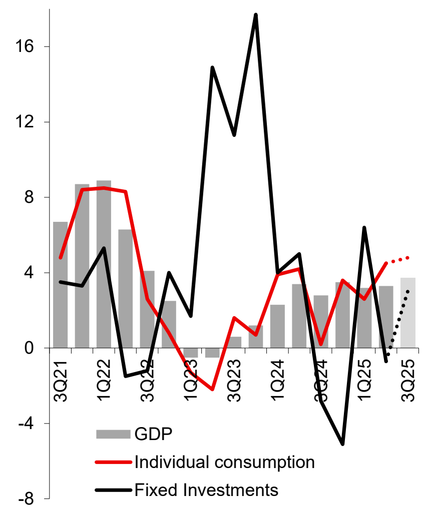
Weekly Economic Update

Next week, first GDP data for 3Q25

Economy next week

- The highlight of the current week will be this evening's decision by S&P regarding Poland's credit rating. We expect that, as in the case of Moody's and Fitch, S&P will downgrade the outlook without changing the rating itself. The new working week, although shortened by Independence Day, will provide a solid dose of insights into the Polish economy, concentrated on Thursday (**first estimate of GDP growth in 3Q25, September balance of payments**) and Friday (**details of October inflation**). We will probably also hear comments from more MPC members (following today's L. Kotecki) on the Council's latest decision.
- We expect to see further acceleration in economic growth, to 3.7% from 3.3% y/y in 2Q25. This is also the market median, calculated based on quite scattered forecasts, ranging from 3.2% to 4.1%. We will have to wait until 1 December for details on what drove this growth. The positive result we expect should be supported, in our assessment, by continued strong rise in private consumption and a slight rebound in investment.
- The surprisingly large current account deficit of EUR3bn in August shrank, in our view, to EUR1.8bn in September, and according to market consensus even a bit more. From industrial production data, we know that economic activity was exceptionally weak in August but intensified in September, so we also expect a clear improvement in export and import results. In our view, goods exports may have grown by over 7% y/y in September, and imports by around 9% y/y, while the market expects growth rates of about 5–6%.
- October's drop in inflation from 2.9% y/y to 2.8% was a big surprise for the market and for us, hence we are eagerly awaiting the full CPI breakdown, especially since alongside the unusual lack of food price growth for this month, the low CPI reading must also have been driven by core inflation, most likely falling to its lowest level since November 2019.
- Among foreign publications will be October CPI data from Hungary, Czechia (both expected to show a slight rebound) and Germany. October inflation data should, in normal circumstances, also appear in the US, but due to the government shutdown, price monitoring was not conducted at all, so there will be no data for this month. The ZEW index for Germany will also be published, and in the euro area the September industrial output result and the second estimate of 3Q25 GDP.

GDP growth, Santander forecast, % y/y



Source: GUS, Santander

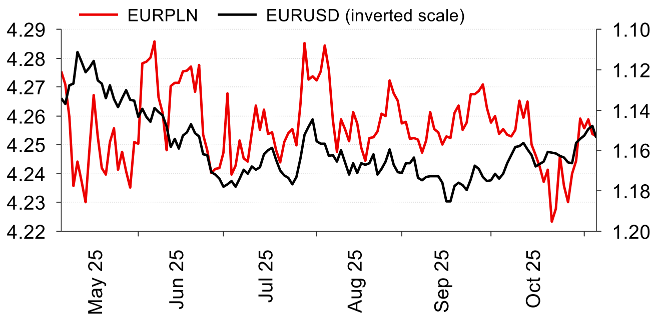
Markets next week

- Despite several Fed members' statements signalling no rate cut in December, the dollar has started to give up some ground in recent days and CEE currencies have seen a slight improvement over the week. The zloty will additionally be supported by the message from the NBP Governor's conference, which we read as cooling expectations for numerous further rate cuts. The preliminary 3Q25 GDP reading should also help, likely reminding that Poland remains among Europe's leaders in terms of economic growth. **However, we do not see much room for EURPLN to correct downward**, and in particular we do not expect the exchange rate to deepen the low from the second half of October.
- The new NBP projection showed a mild inflation path in the coming years, which, combined with our sense that the MPC is already close to reaching its target interest rate, should lead to **a flattening of the Polish yield curve** after its marked steepening in October.

Economic Analysis Department:

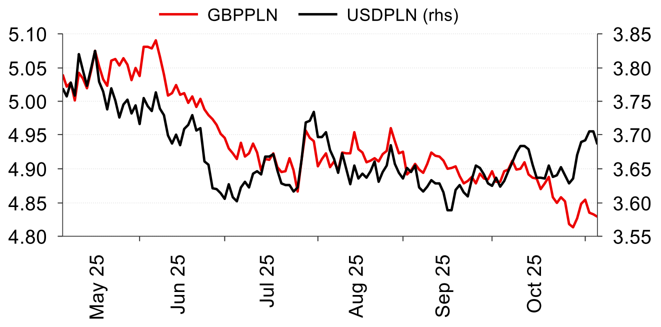
al. Jana Pawła II 17, 00-854 Warszawa
email: ekonomia@santander.pl
website: santander.pl/en/economic-analysis
Piotr Bielski +48 691 393 119
Bartosz Białas +48 517 881 807
Adrian Domitrz +48 571 664 004
Marcin Luziński +48 510 027 662
Grzegorz Ogonek +48 609 224 857

EURPLN and EURUSD



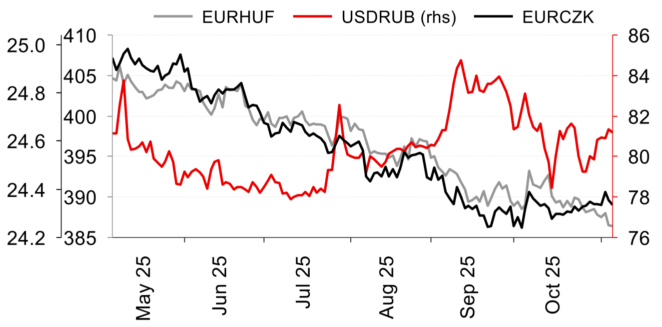
Source: LSEG Datastream, Santander

GBPPLN and USDPLN



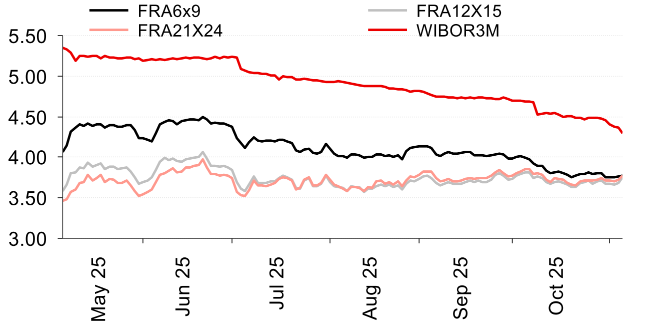
Source: LSEG Datastream, Santander Bank Polska

EURCZK, EURHUF and USDRUB



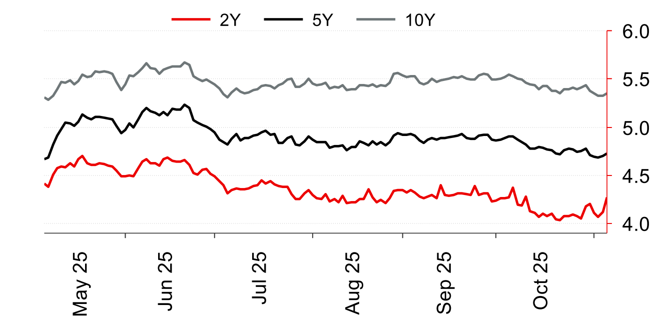
Source: LSEG Datastream, Santander Bank Polska

PLN FRA and WIBOR3M



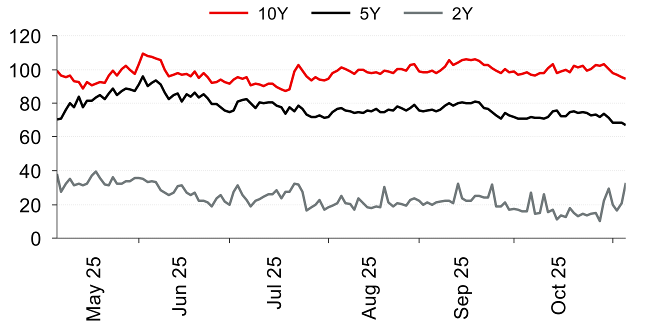
Source: LSEG Datastream, Santander Bank Polska

Polish bond yields



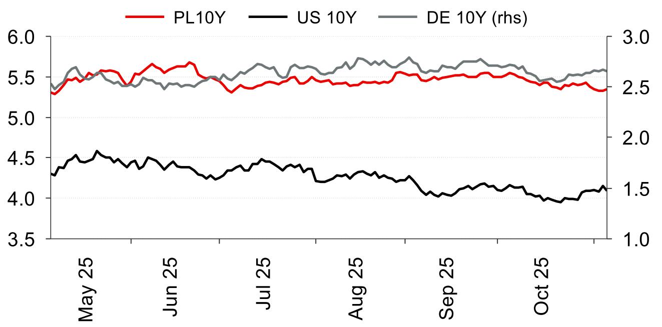
Source: LSEG Datastream, Santander Bank Polska

Asset swap spreads



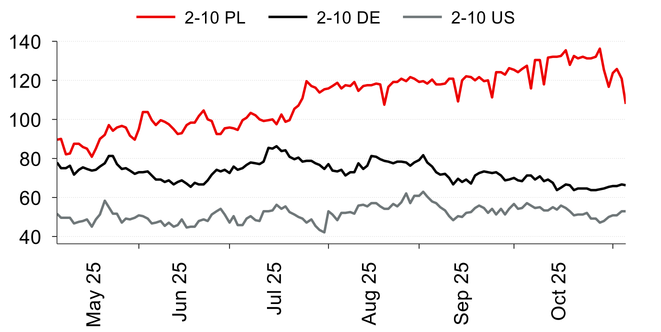
Source: LSEG Datastream, Santander Bank Polska

10Y bond yields



Source: LSEG Datastream, Santander

Steepness of yield curves



Source: LSEG Datastream, Santander Bank Polska

Santander

Economic Calendar

TIME CET	COUNTRY	INDICATOR	PERIOD		FORECAST MARKET	FORECAST SANTANDER	LAST VALUE
		MONDAY (10 November)					
		no important data releases					
		TUESDAY (11 November)					
08:30	HU	CPI	Oct	% y/y	4.5	-	4.3
09:00	CZ	CPI	Oct	% y/y	2.5	-	2.3
11:00	DE	ZEW Survey Current Situation	Nov	pts	-78.0	-	-80.0
		WEDNESDAY (12 November)					
08:00	DE	HICP	Oct	% y/y	2.3	-	2.4
		THURSDAY (13 November)					
10:00	**PL**	**GDP**	**3Q**	**% y/y**	**3.7**	**3.7**	**3.4**
11:00	EZ	Industrial Production SA	Sep	% m/m	0.8	-	-1.2
14:00	**PL**	**Current Account Balance**	**Sep**	**€mn**	**-1572**	**-1800**	**-3087**
14:00	**PL**	**Trade Balance**	**Sep**	**€mn**	**-1125**	**-1125**	**-2147**
14:00	**PL**	**Exports**	**Sep**	**€mn**	**29944**	**30505**	**24991**
14:00	**PL**	**Imports**	**Sep**	**€mn**	**30709**	**31630**	**27138**
14:30	US	CPI	Oct	% y/y	3.1	-	3.0
14:30	US	Initial Jobless Claims	week	k	225	-	219
		FRIDAY (14 November)					
10:00	**PL**	**CPI**	**Oct**	**% y/y**	**2.8**	**2.8**	**2.9**
11:00	EZ	GDP SA	3Q	% y/y	1.3	-	1.5
14:30	US	Retail Sales Advance	Oct	% m/m	-	-	0.6

Source: Santander Bank Polska, Reuters, Parkiet, Bloomberg

Additional information is available on request. Please contact Santander Bank Polska S.A. Financial Management Division. Economic Analysis Department. al. Jana Pawła II 17. 00-854 Warsaw. Poland. phone +48 22 534 18 87. email ekonomia@santander.pl. http://www.santander.pl.