20 November 2025

Weekly Economic Update

Data abundance

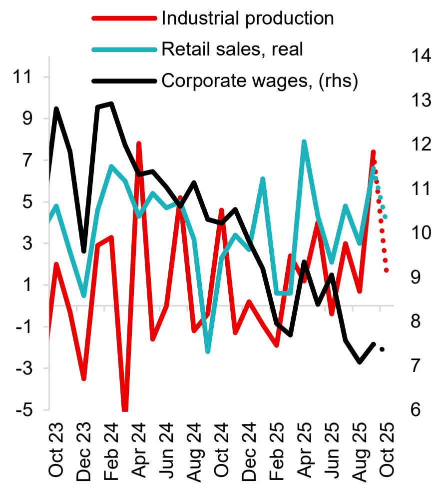
Economy next week

- Still before the weekend, the Sejm will vote on **appointing members of the Fiscal Council** – the result should be known around noon on Friday. The Public Finance Committee gave a positive opinion on all nominated candidates, from which the Sejm will select 7 members of the Council. After the weekend, interviews with the newly elected representatives can be expected.
- The next week looks very interesting. First, we'll see a **flood of domestic data on the economic situation in October**: on Monday wages and employment, industrial and construction output, PPI; on Tuesday retail sales and money supply; on Wednesday unemployment and the GUS Statistical Bulletin with a set of detailed statistics; on Friday preliminary CPI inflation for November. This time the working-day effect will be neutral, so annual growth rates in most economic activity variables will not be as high as in September, but they should still indicate continued expansion of economic activity in the last quarter of the year. **For expectations regarding the December MPC decision, preliminary November inflation will be key** – we expect CPI to slow to 2.6% y/y, the market consensus has not yet formed, but the first forecasts in Bloomberg survey are similar.
- Second, after the break caused by the government shutdown, **more data on the US economy will appear**, which may be crucial for sentiment on global financial markets: today we should get the delayed employment report, and after the weekend GDP for 3Q, consumer income and spending, PPI and the PCE deflator (any information on inflation trends is particularly important for expectations regarding the December Fed decision); the Fed Beige Book may also be more important than usual given the incomplete set of other data.
- Next Thursday marks **the 21-day deadline for the Polish president to sign the bill raising CIT for banks**.
- During the week, **the European Commission's opinion on budget plans with recommendations for individual countries** may also be published, as part of the so-called autumn package of the European Semester.
- The week will end with Thanksgiving in the US and Black Friday.

Markets next week

- Recent days have been marked by a correction on global stock markets, driven by, among other factors, falling hopes for a Fed rate cut in December, concerns about valuations of tech companies, and anxious anticipation of Nvidia's quarterly earnings report. The company's results once again turned out to be significantly better than forecasts, which should improve investor sentiment in the coming days – we therefore assume that **Black Week will be a period of price cuts in stores, but not necessarily on financial markets**.
- As we expected a week ago, the extension of the correction on stock markets pushed EURPLN north, temporarily above 4.24. This trend reversed on Wednesday after news emerged that the US administration had made another attempt to agree with Russia on conditions for ending the war in Ukraine. The elements of the plan disclosed so far (if true) point to solutions unfavourable for Ukraine and, in our view, a low probability of implementation of such an agreement. Nevertheless, **improved sentiment on stock markets may help the EURPLN rate stay close to 4.23**, with additional support from domestic data, which in our opinion should not increase expectations for a December rate cut by the MPC.
- For the rates and bonds market, expectations regarding Polish monetary policy will be key. If November inflation does not fall to or below 2.5% y/y (which we do not expect), and economic activity data confirm the trajectory of further recovery in 4Q, then the chances of a rate cut in December should, in our view, be reduced, which would imply **potential for a slight correction at the short end of the domestic IRS and bond curve**.

Output, retail sales and wages, % y/y



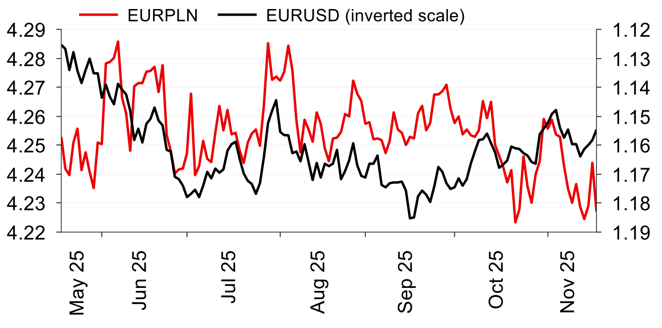
The values for October 2025 are Santander forecasts
Source: GUS, Santander

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

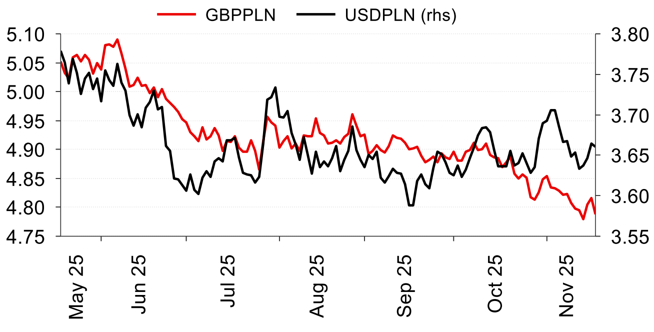
Santander

EURPLN and EURUSD



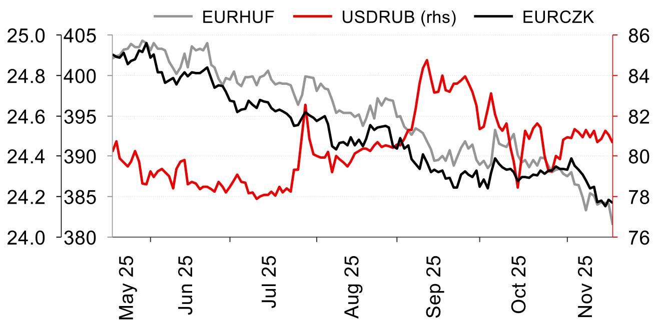
Source: LSEG Datastream, Santander

GBPPLN and USDPLN



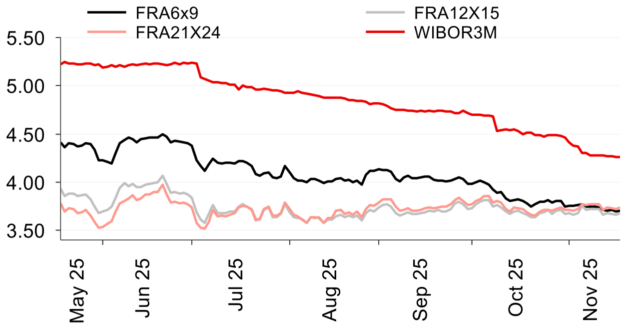
Source: LSEG Datastream, Santander Bank Polska

EURCZK, EURHUF and USDRUB



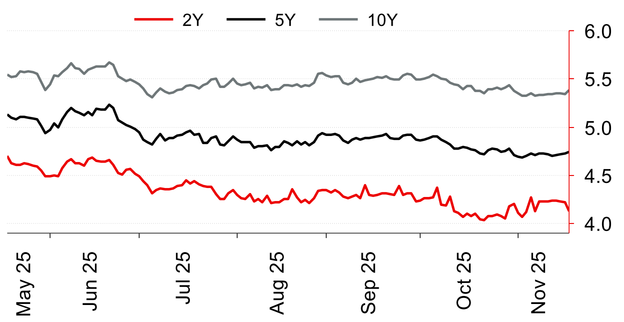
Source: LSEG Datastream, Santander Bank Polska

PLN FRA and WIBOR3M



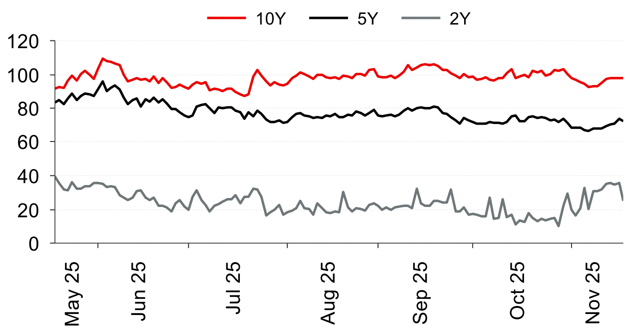
Source: LSEG Datastream, Santander Bank Polska

Polish bond yields



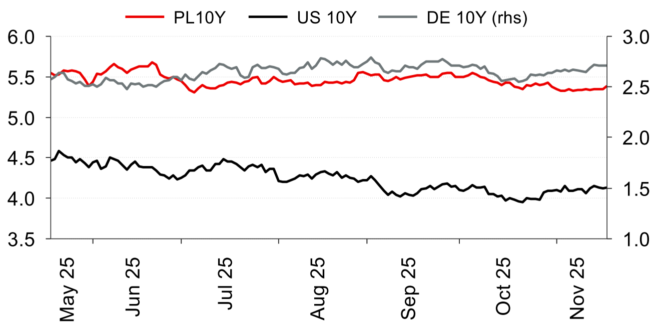
Source: LSEG Datastream, Santander Bank Polska

Asset swap spreads



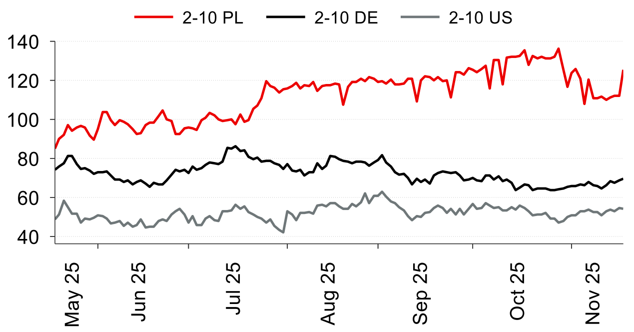
Source: LSEG Datastream, Santander Bank Polska

10Y bond yields



Source: LSEG Datastream, Santander

Steepness of yield curves



Source: LSEG Datastream, Santander Bank Polska

Economic Calendar

TIME CET	COUNTRY	INDICATOR	PERIOD		FORECAST MARKET	FORECAST SANTANDER	LAST VALUE
			MONDAY (24 November)				
10:00	DE	IFO Business Climate	Nov	pts	-	-	88.4
10:00	**PL**	**Average Gross Wages**	**Oct**	**% y/y**	**7.2**	**7.3**	**7.5**
10:00	**PL**	**Employment in corporate sector**	**Oct**	**% y/y**	**-0.8**	**-0.8**	**-0.8**
10:00	**PL**	**Sold Industrial Output**	**Oct**	**% y/y**	**2.0**	**1.4**	**7.4**
10:00	**PL**	**Construction Output**	**Oct**	**% y/y**	**0.9**	**0.7**	**0.2**
10:00	**PL**	**PPI**	**Oct**	**% y/y**	**-1.8**	**-1.8**	**-1.2**
			TUESDAY (25 November)				
08:00	DE	GDP WDA	3Q	% y/y	-		0.3
10:00	**PL**	**Retail Sales Real**	**Oct**	**% y/y**	**3.9**	**3.7**	**6.4**
14:00	**PL**	**Money Supply M3**	**Oct**	**% y/y**	**10.5**	**10.7**	**11.1**
16:00	US	Consumer Conference Board	Nov	pts	93.3	-	94.6
16:00	US	Pending Home Sales	Oct	% m/m	-	-	0.0
			WEDNESDAY (26 November)				
10:00	**PL**	**Unemployment Rate**	**Oct**	**%**	**5.6**	**5.6**	**5.6**
14:30	US	GDP Annualized	3Q	% q/q	-	-	3.8
14:30	US	Initial Jobless Claims	week	k	227	-	232
16:00	US	Personal Spending	Oct	% m/m	-	-	0.6
16:00	US	Personal Income	Oct	% m/m	-	-	0.4
16:00	US	PCE Deflator SA	Oct	% m/m	-	-	0.3
			THURSDAY (27 November)				
11:00	EZ	ESI	Nov	pct.	-	-	96.8
			FRIDAY (28 November)				
09:00	CZ	GDP SA	3Q	% y/y	-	-	2.7
10:00	**PL**	**CPI**	**Nov**	**% y/y**	**2.6**	**2.6**	**2.8**
14:00	DE	HICP	Nov	% m/m	-	-	0.3

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.