28 November 2025

Eyeopener

Flash November inflation due today

Today preliminary CPI inflation data for November
President signed the bill to raise CIT for banks
Slight improvement in sentiment in the Polish economy according to ESI
No significant changes in the FX and debt markets

Today, we will get the first GUS reading of November CPI inflation, a key indicator for expectations regarding the December MPC decision. We expect CPI to slow to 2.6% y/y, in line with the market consensus. In addition, the first HICP inflation data for November will be released in Germany, while in the Czech Republic we will see the second estimate of GDP growth for 3Q. German retail sales for October, published this morning, showed an unexpected decline of 0.3% m/m, while its y/y growth slowed from 3.4% to 1.3%.

The overall ESI sentiment index for Poland showed a slight improvement in November to 99.0 pts from 98.5 pts. This partially offsets the 1.5 pts drop a month earlier, which was driven by worsening consumer sentiment. In November, consumer sentiment was marginally better, as also noted in the GUS survey. Among businesses, sentiment improved slightly across most sectors: industry, construction and services, while retail trade was a bit weaker. The gradual improvement in ESI indicators is consistent with ongoing economic recovery. We expect GDP growth in 4Q to be at least as strong as in 3Q, i.e., 3.7% y/y.

The President signed the bill raising CIT rate for banks. As a result, from the start of next year the income tax rate in this sector will be 30%, up from the current 19%. In subsequent years, the CIT rate will fall to 26% and 23%, respectively. The Ministry of Finance estimates that the change will bring PLN6.6bn in additional budget revenues next year, while the net budget effect over 10 years will amount to PLN14.8bn.

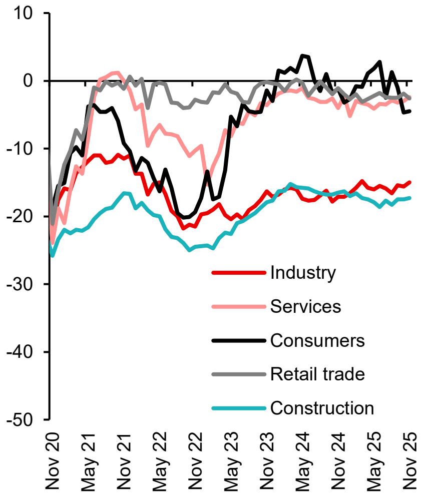
The number of employed in the national economy in June stood at 15.1m, down 0.2% y/y, following an unusually sharp decline of 0.8% y/y a month earlier. Employees on contracts also recorded a 0.2% y/y drop, while self-employment in agriculture continued to fall (-4.2% y/y). Offsetting these categories was the group of self-employed outside agriculture, whose number rose in June by 1.8% y/y, after 0.4% y/y a month earlier. Employment fell most in industry (-0.9% y/y), while in services it declined only marginally (-0.1% y/y). For the fourth consecutive month, the number of working pensioners decreased (-0.5% y/y after -1.5% y/y in May), totalling 783k in June. The number of foreign workers, according to GUS, was 677k (+6.1% y/y).

Jastrzębska Spółka Węglowa (JSW) decided that this year's special bonuses for miners will amount to only 30% of the usual benefit value. The cut is linked to JSW's liquidity issues. The bonus will be paid on 3 December, which may significantly affect wage statistics in the enterprise sector for December (unless booked as part of November wages).

On Thursday, the FX market saw minor fluctuations. The Polish zloty started the session with EURPLN at 4.23 and stayed at that level throughout the day. The Hungarian forint strengthened by 0.1% with EURHUF around 381.5, while the Czech koruna weakened by 0.1%, ending the day with EURCZK near 24.2. The dollar remained stable yesterday with EURUSD below 1.16. The US holiday reduced market liquidity, which may remain low today.

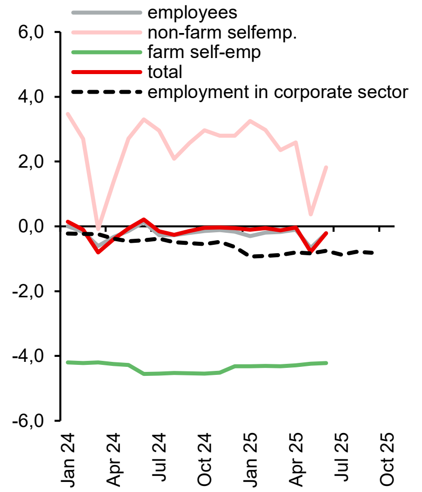
The Polish debt market was also calm. Polish government bond yields fell by 1bp, as did IRS and FRA rates. No significant changes occurred in core markets either. Karol Czarnecki, Director of the Public Debt Department at the Ministry of Finance, told Bloomberg that in 1Q26 a euro, US dollar and Japanese yen sovereign bond issue is possible. He also stated that by year-end Poland will likely pre-finance around 20% of next year's borrowing needs, equivalent to about PLN85bn out of PLN422.9bn planned in the 2026 budget bill. Yesterday, BGK (state development bank) sold FPC series bonds for nearly PLN1.2bn with demand close to PLN2bn.

ESI sentiment indicators



Source: GUS, Santander

Employed in the national economy vs. corporate sector employment, % y/y



Source: GUS, Santander

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FX market

Today's opening

EURPLN	4.2279	CZKPLN	0.1747
USDPLN	3.6499	HUFPLN*	1.0984
EURUSD	1.1583	RONPLN	0.8308
CHFPLN	4.5331	NOKPLN	0.3590
GBPPLN	4.8238	DKKPLN	0.5660
USDCNY	7.0779	SEKPLN	0.3846

*for 100HUF

Last session in the FX market **27.11.2025**

	min	max	open	close	fixing
EURPLN	4.2229	4.2348	4.2308	4.2283	4.227
USDPLN	3.6438	3.6548	3.6469	3.6455	3.651
EURUSD	1.1575	1.1605	1.1602	1.1598	

Interest rate market **27.11.2025**

T-bonds on the interbank market**

Benchmark (term)	%	Change (bps)
DS0727 (2L)	4.01	1
PS0730 (5L)	4.59	-2
DS1035 (10L)	5.24	-3

IRS on the interbank market**

Term	PL		US		EZ	
	%	Change (bps)	%	Change (bps)	%	Change (bps)
1L	3.82	0	3.78	1	2.14	1
2L	3.75	-1	3.53	0	2.17	1
3L	3.76	-1	3.48	-1	2.24	1
4L	3.81	-1	3.51	2	2.33	1
5L	3.87	-1	3.54	1	2.40	1
8L	4.09	-1	3.72	1	2.61	1
10L	4.25	-1	3.85	2	2.73	1

WIBOR rates

Term	%	Change (bps)
O/N	4.26	-1
T/N	4.33	0
SW	4.31	0
1M	4.32	1
3M	4.20	-2
6M	4.09	-1
1Y	4.07	2

FRA rates on the interbank market**

Term	%	Change (bps)
1x4	4.04	-1
3x6	3.75	-1
6x9	3.59	-2
9x12	3.54	0
3x9	3.69	-2
6x12	3.58	-2

CDS rates and 10Y yield spread vs. German Bund

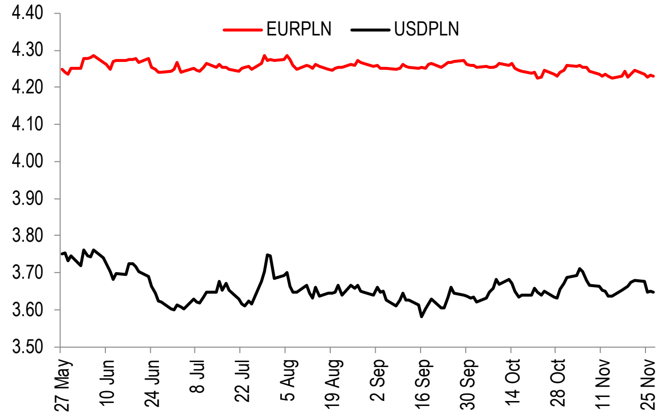
Country	CDS 5Y USD		10Y spread*	
	Level	Change (bps)	Level	Change (bps)
Poland	61	0	257	-4
France	15	0	73	1
Hungary	107	0	441	2
Spain	20	0	49	0
Italy	13	0	73	0
Portugal	10	0	33	0
Ireland	10	0	22	1
Germany	6	0	-	-

* 10Y treasury bonds over 10Y Bunds

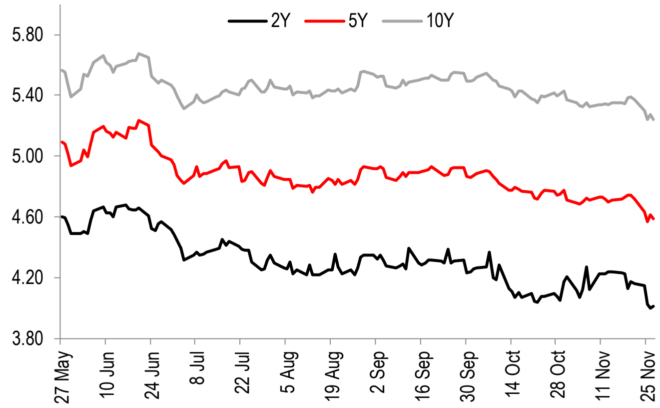
**Information shows bid levels on the interbank market at the end of the trading day

Source: LSEG, Datastream

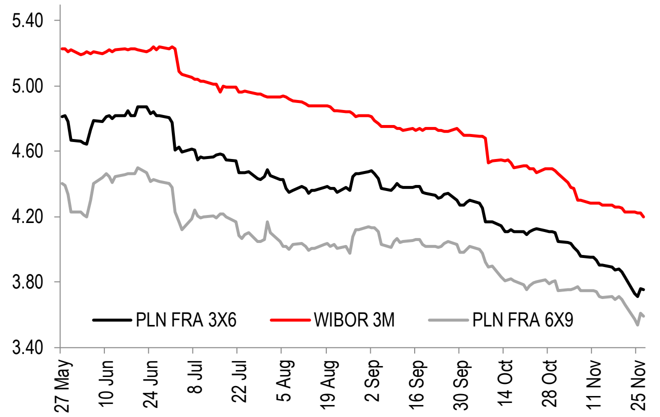
Zloty exchange rate



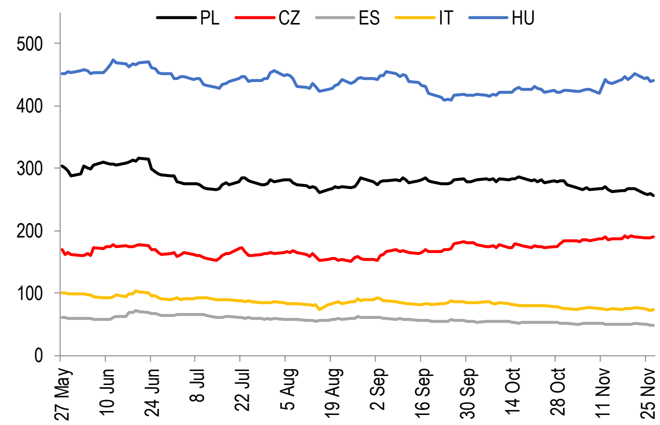
T-bonds yields



3M money market rates



10Y spread vs. Bund



Calendar of events and publications

TIME CET	COUNTRY	INDICATOR	PERIOD		FORECAST MARKET	FORECAST SANTANDER	ACTUAL VALUE	LAST VALUE*
			FRIDAY (21 November)					
09:30	DE	Germany Manufacturing PMI	Nov	pts	49.8		48.4	49.6
09:30	DE	Markit Germany Services PMI	Nov	pts	54.0		52.7	54.6
10:00	EZ	Eurozone Manufacturing PMI	Nov	pts	50.1		49.7	50.0
10:00	EZ	Eurozone Services PMI	Nov	pts	52.8		53.1	53.0
16:00	US	Michigan index	Nov	pts	50.6		51.0	53.6
			MONDAY (24 November)					
10:00	DE	IFO Business Climate	Nov	pts	88.5		88.1	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		0.3	0.2
10:00	**PL**	**Retail Sales Real**	**Oct**	**% y/y**	**3.8**	**3.1**	**5.4**	**6.4**
14:00	**PL**	**Money Supply M3**	**Oct**	**% y/y**	**10.6**	**10.7**	**10.6**	**11.1**
14:30	US	Retail Sales Advance	Sep	% m/m	0.4		0.2	0.6
16:00	US	Consumer Conference Board	Nov	pts	93.4		88.7	95.5
16:00	US	Pending Home Sales	Oct	% m/m	0.1		1.9	0.0
			WEDNESDAY (26 November)					
10:00	**PL**	**Unemployment Rate**	**Oct**	**%**	**5.6**	**5.6**	**5.6**	**5.6**
14:30	US	Durable Goods Orders	Sep	% m/m	0.5		0.5	3.0
14:30	US	Initial Jobless Claims		k	225		216	222
			THURSDAY (27 November)					
11:00	EZ	ESI	Nov	pct.	97.0		97.0	96.8
			FRIDAY (28 November)					
09:00	CZ	GDP SA	3Q	% y/y	2.7		-	2.7
10:00	**PL**	**CPI**	**Nov**	**% y/y**	**2.6**	**2.6**	**-**	**2.8**
14:00	DE	HICP	Nov	% m/m	-0.6		-	0.3

Source: Santander Bank Polska, Reuters, Parkiet, Bloomberg
** in the case of a revision the data is updated*

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.