THE ECONOMIC SITUATION OF POLAND

November 2019
Economy

- Young and well-educated workforce
- Central location in Europe
- International legal and business standards
- Large domestic market
GDP growth

Source: SP data; * - forecasts.
Structure of investments in the first half of 2019 (enterprises sector)

<table>
<thead>
<tr>
<th>Industry</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>Manufacturing</td>
<td>47%</td>
</tr>
<tr>
<td>Construction</td>
<td>36%</td>
</tr>
<tr>
<td>Assembly</td>
<td>16%</td>
</tr>
</tbody>
</table>

Investments in the first half of 2019 (total economy)

+19.0%

Source: SP data; * - EAD MoET forecasts.
CPI in 2005-2019* (%, YoY)

Changes in some categories in October 2019 (YoY)

- Egg: +6.1%
- Milk: +1.7%
- Fruit: -3.0%

CPI in October 2019 (YoY)

+2.5%

Source: SP data; * - forecast based on the project of the Budgetary Law for the year 2020.
Poland’s foreign trade (EUR bn)

Exports
Imports

Poland’s main export partners
(share in %, 2018)

Germany 28.2%
Czechia 6.4%
UK 6.2%
Italy 4.6%
France 5.6%
Others 49%

Poland’s main imports partners
(share in %, 2018)

Germany 22.6%
China 11.6%
Russia 7.1%
France 3.7%
Italy 5.1%
Others 49.9%

Source: SP data; * - EAD MoET forecasts.
Attractive place for FDI

FDI stock in Poland (EUR bn)

Major foreign investors in Poland  FDI stock in 2018 (EUR bn)

<table>
<thead>
<tr>
<th>Country</th>
<th>FDI Stock (EUR bn)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Netherlands</td>
<td>42.6</td>
</tr>
<tr>
<td>Germany</td>
<td>34.9</td>
</tr>
<tr>
<td>Luxembourg</td>
<td>28.4</td>
</tr>
<tr>
<td>France</td>
<td>18.1</td>
</tr>
<tr>
<td>Spain</td>
<td>9.5</td>
</tr>
<tr>
<td>Austria</td>
<td>8.0</td>
</tr>
<tr>
<td>UK</td>
<td>7.9</td>
</tr>
<tr>
<td>Cyprus</td>
<td>7.0</td>
</tr>
<tr>
<td>Belgium</td>
<td>6.3</td>
</tr>
<tr>
<td>Switzerland</td>
<td>5.9</td>
</tr>
</tbody>
</table>

Source: NBP.

Investment Opportunities

- Automotive
- Aerospace
- Electronics
- Business Services Centres
- R&D
- IT
- Domestic appliance market
- Renewable energy
- Biotechnology
- Food sector
- Yachting sector
Labour market

Registered unemployment rate

Employment rate – LFS (15-64 yrs)

Source: SP data.