



AUTUMN 2007 ECONOMIC OUTLOOK FOR POLAND: ANSWERS FROM PKPP

MAIN FORECAST					
		2007	2008	2009	
Real GDP growth Consumer price inflation		6.5 2.0	5.0 2.6	5.0 3.0	
Unemployment rate		10.4	8.5	8.0	
Employment growth		4.1	2.9	1.0	
Components of aggregate den	nand				
Annual % change		2007	2008	2009	
Private consumption		6.2	5.7	5.2	
Public consumption Investment (Gross fixed capital fo	ormation)	2.5 18.2	2.0 10.1	2.5 12.0	
Exports	oauoy	10.0	8.0	9.0	
Imports		16.0	14.0	13.0	
ECONOMIC SENTIMENT					
Question 1 Trend in business climate over	Positive	Negative	Unchanged Industry		
the next 6 months	Services		,		
Question 2	Positive	Negative	Unchanged		
Trend in profitability over the		Industry	· ·		
next 6 months	Services				
Ougation 2	Increase (faster	Increase (slower	Unobongod	Decrease (slower	Decrease (faster
Question 3	pace)	pace)	Unchanged	pace)	pace)
Investment intentions over the		Industry			
next 6 months (compared to the last 12 months)			Services		
•	D	Fortenation	Detienelle etter		
Question 4	Replacement	Extension	Rationalisation	Innovation	
Driving force behind investment decisions in the next six months	Up	Same	Same	Up	
accident in the next dix months					
Question 5	Positive	Negative	Unchanged		
Trend in consumer confidence					
over the next 6 months	yes				
	Industry: past 6	Industry: next 6	Services: past 6	Services: next 6	
Question 6	months	months	months	months	
Overall trend in employment	Up	Down	Up	Same	
Question 7	Higher / more	Same	Lower / less difficult		
Question 7	difficult	Same	Lower / less announ		
Compared to 6 months ago,	Cost				
SME's cost/access to capital for business development will be		Access			
business development will be		7100000			
Question 8	to a large extent	to some extent	not at all		
Effect of financial market turmoil		yes			
on assessement of financing conditions for next 6 months					
conditions for flext o months					
MAIN RISKS					
Ouaction 0	Dollar per ouro			Question 10	Dollar par ouro
Question 9 Above which EUR/USD level	Dollar per euro			Question 10 Where will the	Dollar per euro
Above which EUR/USD level	Dollar per euro na			Question 10 Where will the EUR/USD stand in	Dollar per euro 1.45
Above which EUR/USD level will the national economy be				Where will the	
Above which EUR/USD level will the national economy be significantly hurt?				Where will the EUR/USD stand in	
Above which EUR/USD level will the national economy be significantly hurt?	na	Satisfactory	Neither satisfactory	Where will the EUR/USD stand in April 2008 ?	1.45
Question 9 Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11		Satisfactory	Neither satisfactory nor unsatisfactory	Where will the EUR/USD stand in	
Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11 Progress towards medium-term	na	Satisfactory		Where will the EUR/USD stand in April 2008 ?	1.45
Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11	na	Satisfactory		Where will the EUR/USD stand in April 2008 ? Unsatisfactory	1.45
Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11 Progress towards medium-term budgetary objective is	na	·	nor unsatisfactory	Where will the EUR/USD stand in April 2008 ? Unsatisfactory yes	1.45 Deteriorating
Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11 Progress towards medium-term	na Excellent	Satisfactory Tight		Where will the EUR/USD stand in April 2008 ? Unsatisfactory	1.45 Deteriorating
Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11 Progress towards medium-term budgetary objective is Question 12	na Excellent Tight, appropriate	·	nor unsatisfactory	Where will the EUR/USD stand in April 2008 ? Unsatisfactory yes	1.45 Deteriorating Loose, appropriate
Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11 Progress towards medium-term budgetary objective is	na Excellent Tight, appropriate	·	nor unsatisfactory	Where will the EUR/USD stand in April 2008 ? Unsatisfactory yes Loose	1.45 Deteriorating Loose, appropriate
Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11 Progress towards medium-term budgetary objective is Question 12 Monetary policy is	Excellent Tight, appropriate for the euro area Robust growth and	·	Appropriate Risks to price	Where will the EUR/USD stand in April 2008 ? Unsatisfactory yes Loose Risks from money	1.45 Deteriorating Loose, appropriate
Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11 Progress towards medium-term budgetary objective is Question 12	Excellent Tight, appropriate for the euro area Robust growth and above-target	Tight	Appropriate Risks to price stability from high	Where will the EUR/USD stand in April 2008 ? Unsatisfactory yes Loose Risks from money supply and credit	1.45 Deteriorating Loose, appropriate for the euro area
Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11 Progress towards medium-term budgetary objective is Question 12 Monetary policy is Question 13	Excellent Tight, appropriate for the euro area Robust growth and	Tight Downside risks to	Appropriate Risks to price	Where will the EUR/USD stand in April 2008 ? Unsatisfactory yes Loose Risks from money	1.45 Deteriorating Loose, appropriat for the euro area Risks of euro
Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11 Progress towards medium-term budgetary objective is Question 12 Monetary policy is Question 13 Focus on elements of the ECB	Excellent Tight, appropriate for the euro area Robust growth and above-target	Tight Downside risks to growth	Appropriate Risks to price stability from high oil prices	Where will the EUR/USD stand in April 2008 ? Unsatisfactory yes Loose Risks from money supply and credit growth	1.45 Deteriorating Loose, appropriat for the euro area Risks of euro
Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11 Progress towards medium-term budgetary objective is Question 12 Monetary policy is Question 13 Focus on elements of the ECB analysis underlying its current	Excellent Tight, appropriate for the euro area Robust growth and above-target inflation	Tight Downside risks to	Appropriate Risks to price stability from high	Where will the EUR/USD stand in April 2008 ? Unsatisfactory yes Loose Risks from money supply and credit	1.45 Deteriorating Loose, appropriat for the euro area Risks of euro appreciation
Above which EUR/USD level will the national economy be significantly hurt? POLICY MIX Question 11 Progress towards medium-term budgetary objective is Question 12 Monetary policy is Question 13 Focus on elements of the ECB analysis underlying its current policy stance is	Excellent Tight, appropriate for the euro area Robust growth and above-target inflation excessive	Tight Downside risks to growth appropriate	Appropriate Risks to price stability from high oil prices	Where will the EUR/USD stand in April 2008 ? Unsatisfactory yes Loose Risks from money supply and credit growth	1.45 Deteriorating Loose, appropriate for the euro area Risks of euro appreciation
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