

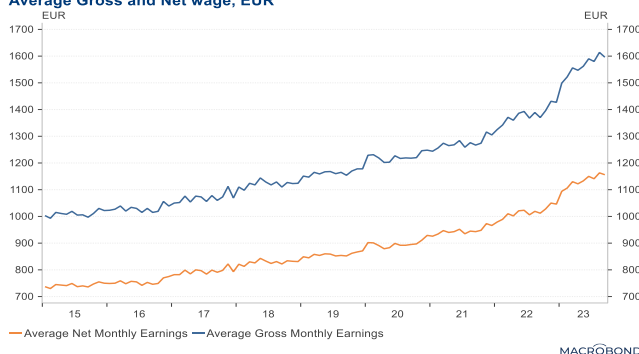
NUMBER 840, NOVEMBER 27, 2023

Overview of the week

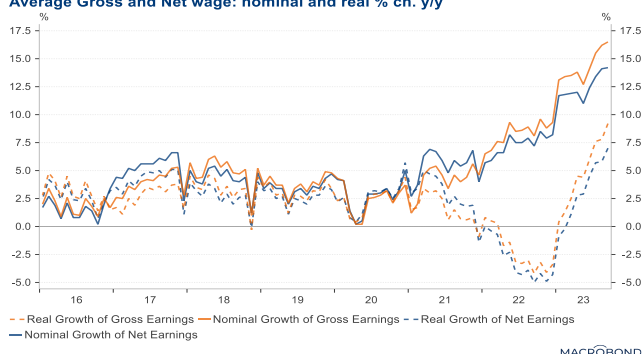
- Statistics for a lean week revealed to us how the average net and gross wages of employed for September, and employment and unemployment in October, moved.
- Data on average wage developments have confirmed an acceleration in real year-on-year average wage growth recorded since the beginning of the year, which is in line with a double-digit nominal increase in wages with a simultaneous weakening of the annual inflation rate. Thus, the average net wage for September was 1,156 euros (gross: 1,596) which is nominally 14.2% (gross: 16.5%), or in real terms 7.0% (gross 9.2%) more than a year earlier. If we use as a deflator the inflation rate recorded in October, the month in which the salary for September was paid, the real increase in the average net wage was about 8%. The median net wage for September amounted to 998 euros or 15.6% more than in the same month last year.

Acceleration of real wage growth

Average Gross and Net wage, EUR



Average Gross and Net wage: nominal and real % ch. y/y



- In October, according to provisional CBS data, total employment amounted to 1,667,104 people, up by 1.5% year-on-year if we compare with the final data, or up by 2.9% if we compare with the provisional data for October 2022, which is closer to the rate of annual increase of insured persons according to the data of the Pension Insurance Institute. At the same time, the number of unemployed persons was 109,889, which is 6.1% (6,272 people) more month-on-month, or 2% less year-on-year. The unemployment rate thus rose from September's 5.8% to 6.2% in October, while compared to October last year (6.4%) it decreased slightly. It is hence evident that the average rate of administrative unemployment this year will be historically low 6.2%, which is about 1.5 p.p. less than in the pre-pandemic 2019 and about 0.5 p.p. less than in 2022.

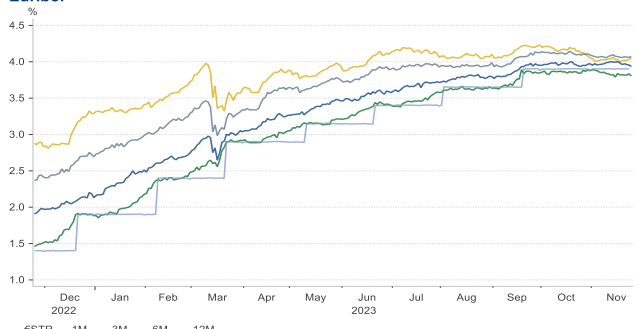
Administrative unemployment rate in October 6.2%

- The trend of depreciation of the dollar against the euro continued, so at the end of the week the exchange rate reached \$ 1.0916 for the euro, up by 0.4% week-on-week.
- Euribor recorded slight shifts last week therefore on Friday 3M was 3.9% and 6M was 4.1%. After the second round of subscription in which T-bills were offered to institutional investors, 1Y T-bills were issued last week in the total amount of € 1.13 billion with a yield of 3.75% for investors in the first round and 3.65% for investors in the second round. This increased the government debt in T-bills to € 2.8 billion. The MF last week on the domestic market also issued a bond maturing in 2033 in the amount of € 1.25 billion at an interest rate of 3.75%.
- Crobex recorded a week-on-week decline of 0.1% to 2,398 points, with the most significant sectoral indices recording uneven movements (CROBEXindustry +1.2% to 1,649, CROBEXnutris -1.1% to 862, CROBEXtourist +1.0% to 3,945). Crobis stagnated at 93.7 points.

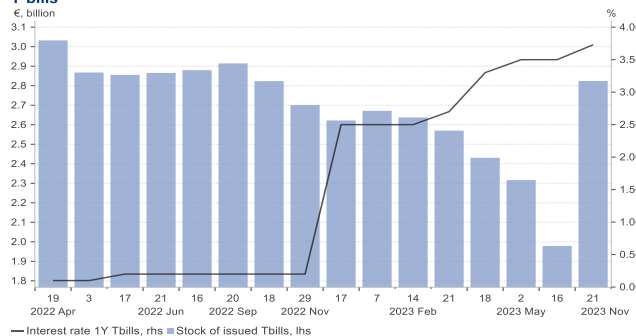
EUR/ USD



Euribor



T-bills



Crobex/Crobis



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