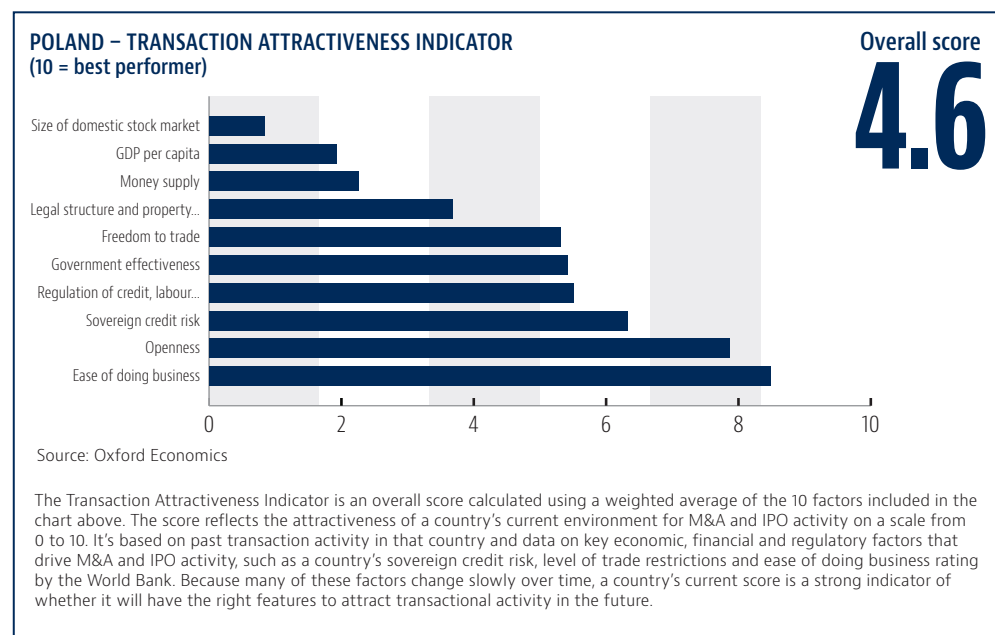


Poland has been characterised by continued growth in volumes of M&A activity so far this year, although average transaction values have been lower. Underscoring the continued attractiveness of Polish companies, the largest transaction so far this year was the \$1.3bn acquisition of DCT Gdansk S.A. by a group of investors. The outlook for transactions remains positive, notwithstanding an expected temporary moderation of activity levels in 2020.

SUMMARY OF KEY DRIVERS (AVERAGE 2019-2022)		
	Poland	Global
GDP growth (% annual)	3.1	2.8
Stock market capitalization (% of GDP)	26	97
Money supply (% of GDP)	68	111
Trade (% of GDP)	85	45
Ease of doing business (World Bank, DTF score, higher=better)	77	77
Legal structure (Fraser Institute)	3.7	6.6
Freedom to trade (Fraser Institute)	5.3	7.4

Source: Oxford Economics



POLAND – M&A AND IPO TRANSACTIONS							
	2016	2017	2018	2019	2020	2021	2022
<b>Total M&amp;A transactions (US\$bn)</b>	<b>5.0</b>	<b>10.4</b>	<b>7.5</b>	<b>9.6</b>	<b>5.1</b>	<b>9.7</b>	<b>10.7</b>
<b>% of Global M&amp;A transactions</b>	<b>0.2</b>	<b>0.4</b>	<b>0.2</b>	<b>0.3</b>	<b>0.2</b>	<b>0.4</b>	<b>0.4</b>
Domestic (US\$bn)	3.0	5.4	1.2	0.9	0.6	1.2	1.5
Cross-border, inbound (US\$bn)	2.0	5.0	6.4	8.7	4.5	8.5	9.2
<b>Total volume of M&amp;A transactions (Number of deals)</b>	<b>489</b>	<b>356</b>	<b>361</b>	<b>431</b>	<b>297</b>	<b>406</b>	<b>424</b>
Domestic (Number of deals)	287	214	185	218	168	204	209
Cross-border, inbound (Number of deals)	202	142	176	213	129	202	215
<b>Total IPO transactions (US\$m)</b>	<b>2859</b>	<b>1981.0</b>	<b>90.7</b>	<b>58.9</b>	<b>51.0</b>	<b>225.5</b>	<b>245.1</b>
<b>% Global IPO transactions</b>	<b>0.2</b>	<b>1.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.1</b>	<b>0.1</b>
Domestic (US\$m)	254.9	432.9	58.0	58.9	51.0	225.5	245.1
Cross-border (US\$m)	30.9	1,548.1	32.7	0.0	0.0	0.0	0.0

Source: Oxford Economics, Reuters

POLAND – FORECAST FOR THE ECONOMY							
	2016	2017	2018	2019	2020	2021	2022
<b>Macroeconomic drivers</b>							
Real GDP growth (% yoy)	3.1	4.9	5.2	4.3	3.2	2.7	2.2
CPI (% yoy)	-0.6	2.0	1.8	2.1	2.6	2.4	2.5
Merchandise trade (% of GDP)	80%	83%	84%	84%	85%	85%	86%
<b>Financial drivers</b>							
10-year government bond yield (%)	3.1	3.4	3.2	2.5	2.5	2.9	3.3
Equity prices (LCU, end of year % change)	11.4	23.2	-9.5	5.7	-5.5	4.4	4.3
Stock market capitalisation (US\$bn)	138.7	201.4	160.5	168.2	164.1	177.2	190.9

Source: Oxford Economics

IPO calculations account for the tentative Aramco listing in 2020 that has the potential to raise up to US 100 billion.