

CONSUMER SURVEY, OCTOBER 2023

In October 2023, the total consumer confidence indicator increases by 3.3 percentage points in comparison with July (from -25.5% to -22.2%) (Annex, Figure 1), as for the urban population the increase is 0.5 percentage points, and for the rural population - 9.8 percentage points.

The consumers' opinions about the occurred changes in the financial situation of their households over the last 12 months (Annex, Figure 2) and their expectations about the next 12 months (Annex, Figure 3) remain positive compared to the previous inquiry.

According to their assessments, certain positive change in the general economic situation in the country over the last 12 months is observed, as a result of which the balance indicator increases by 6.9 percentage points (from -59.5 to -52.6) (Annex, Figure 4). The expectations of the people living in the villages are that this tendency will continue over the next 12 months, as opposed to the urban population is slightly more negative than it was 3 months earlier (Annex, Figure 5).

The consumers' opinion is that over the last 12 months, there has been an increase of consumer prices and their inflation expectations about the next 12 months have strengthened (an increase of the balance indicator by 3.8 percentage points from 9.4 to 13.2) (Annex, Figure 6).

As regards the unemployment in the country over the next 12 months the pessimism increases, as the opinions of both the urban and rural population are shifting towards the more negative expectations (Annex, Figure 7).

The last inquiry reports a slight deterioration of the total assessment of the present situation for making expenditures for major purchases of durable goods¹, while the consumers' attitude to make such expenditures over the next 12 months are favorable.

¹ When commenting on the replies regarding the purchases (expenditures), should be considered that the questions are asked on a quarterly basis, although these purchases (expenditures) are to be made by the consumers over a longer period of time. That is why it is normal for the prevailing values of balances of opinions to be permanently situated in the negative zone of the graphs. However, for the purpose of the economic analysis is important to consider the direction of development of balances of opinions as indicators of positive or negative change.

Methodological notes

The survey is a part of the harmonized program of the European Union for business and consumer surveys and it is representative of the population aged 18 and older.

The object of the survey are the persons aged 18 and older; the sampling method is random, clustered, and proportional to the population by region, incl. urban/rural inhabitants (154 clusters with 8 persons per cluster). The interviewing method is face-to-face. The questionnaire contains standardized questions about the financial situation of households, the general economic situation, inflation, unemployment, savings, intentions of making major purchases of durable goods or purchasing/building a home, or buying a car. The proposed variants of answers give an opportunity to arrange them from optimistic, through neutral, to pessimistic. The balance of opinions is calculated as a difference between the relative shares of positive opinions and the relative shares of negative opinions, as there is one specification: the strong positive opinions and the strong negative opinions are given a coefficient of 1, and the more moderate positive and negative opinions - a coefficient of 0.5.

The survey results are used to capture the direction of change of surveyed variables, incl. that of consumer confidence level, which gives an opportunity to analyze the tendencies in the development of public opinion on significant economic phenomena.

According to the Joint Harmonised EU Programme of Business and Consumer Surveys, **the consumer confidence indicator** is an arithmetic mean of the balances of the assessments and expectations about the financial situation of households, expectations about the general economic situation in the country and the intentions to make major purchases of durable goods.

Annex

Figure 1. Consumer confidence indicator

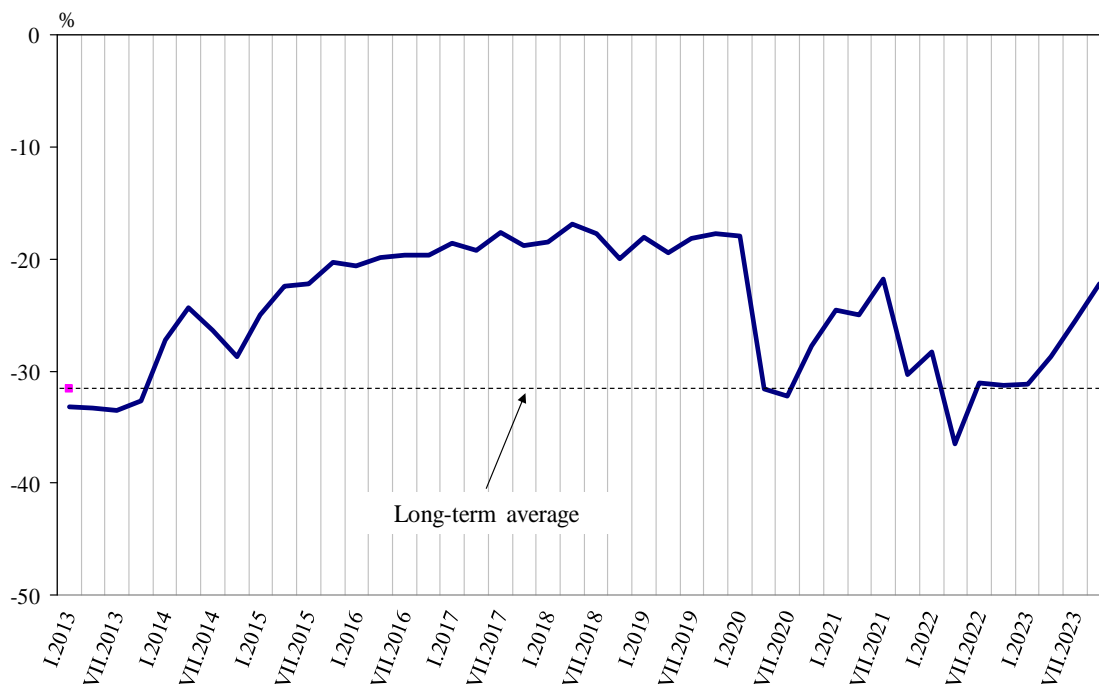


Figure 2. Assessment of the financial situation of households over the last 12 months

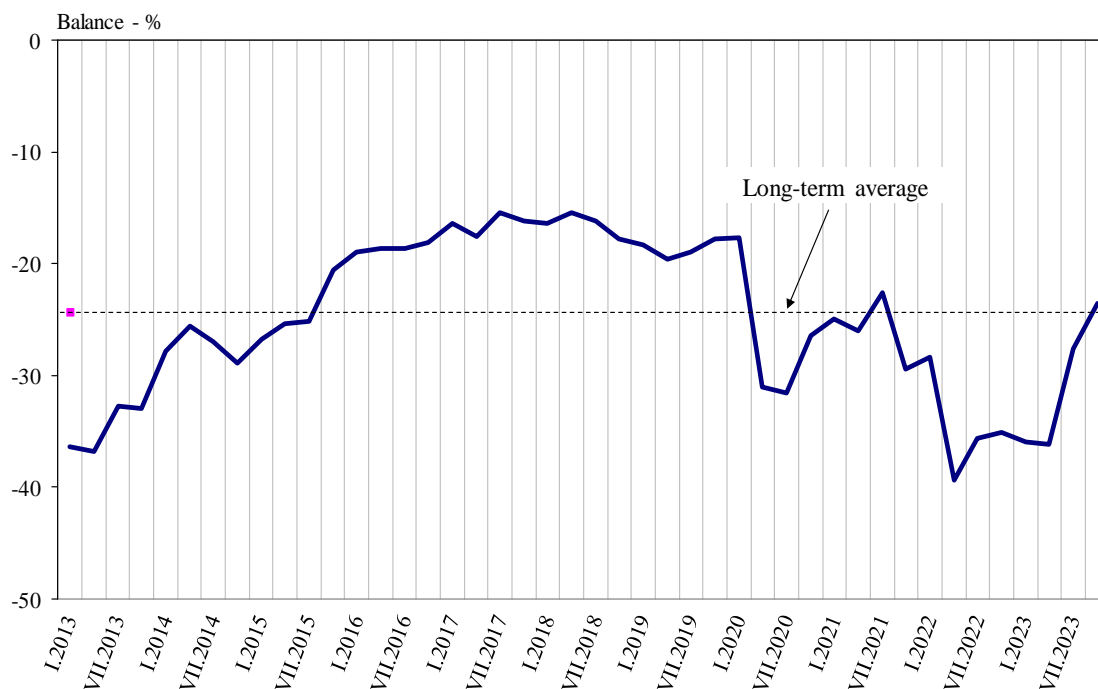


Figure 3. Expectations about the financial situation of households over the next 12 months



Figure 4. Assessment of the general economic situation in the country over the last 12 months

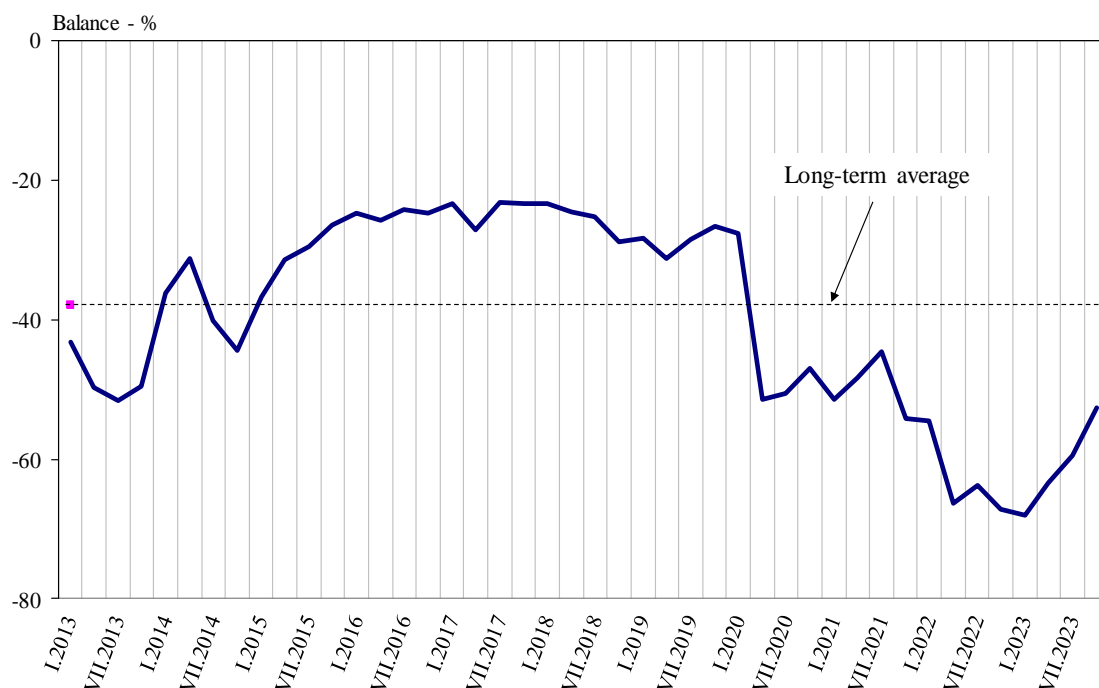


Figure 5. Expectations about the general economic situation in the country over the next 12 months

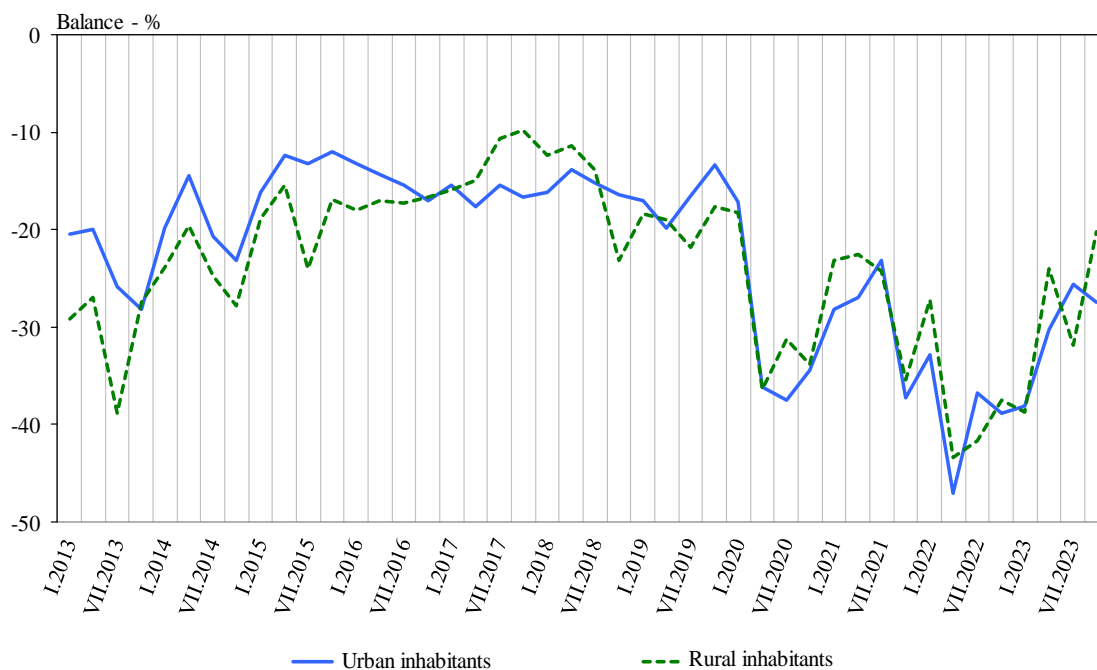
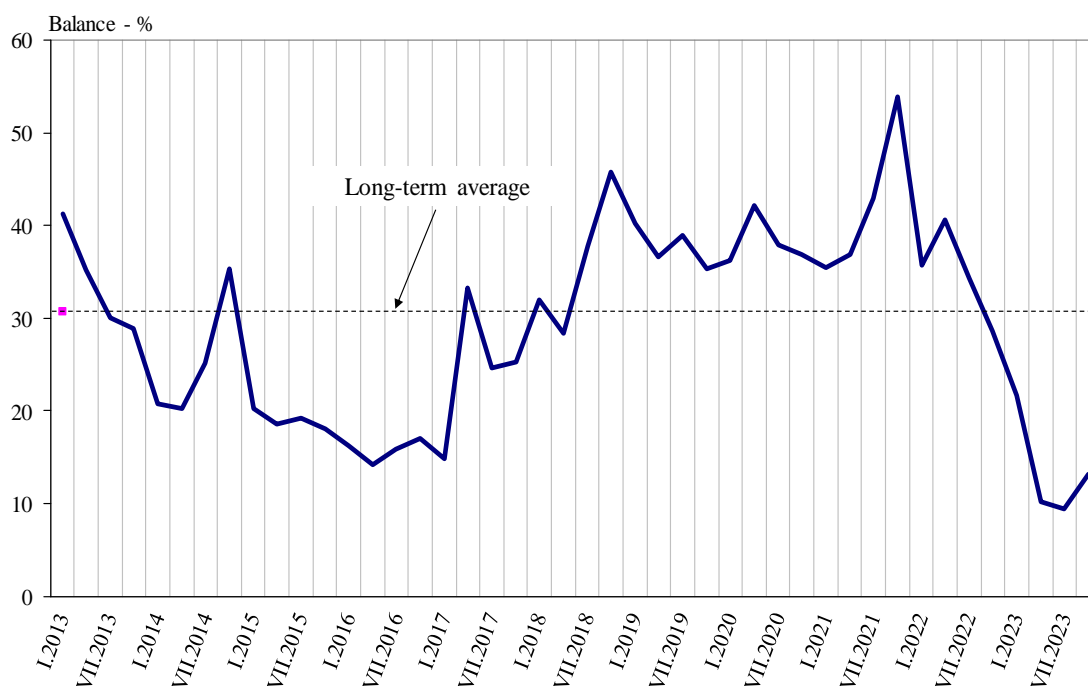


Figure 6. Expectations about inflation over the next 12 months



**Figure 7. Unemployment expectations
over the next 12 months**

