3 MAY 2023

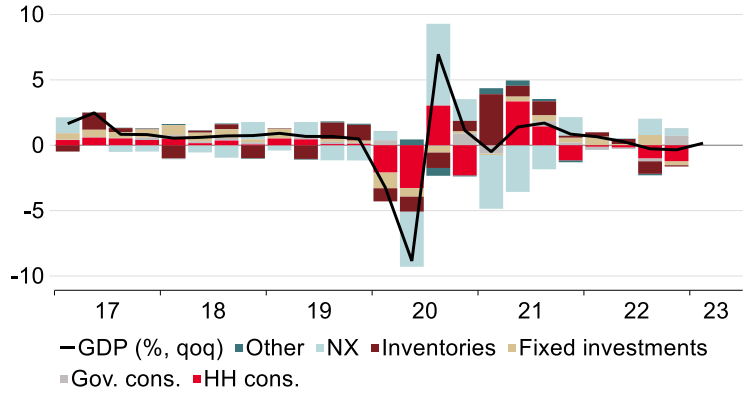
CZECH ECONOMIC OUTLOOK

KB

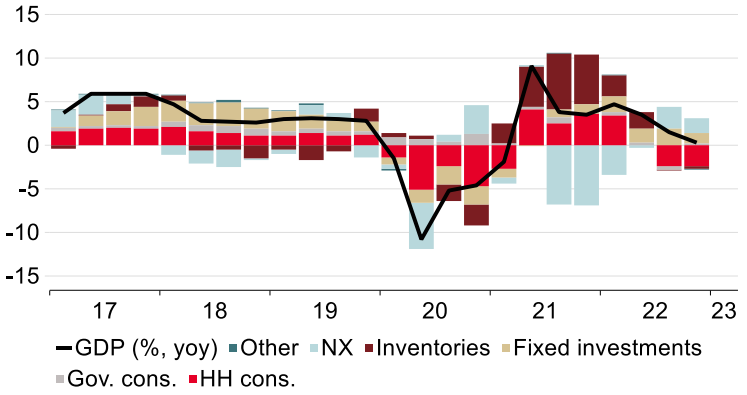
SOCIETE GENERALE GROUP

CURRENT STATE OF THE CZECH ECONOMY

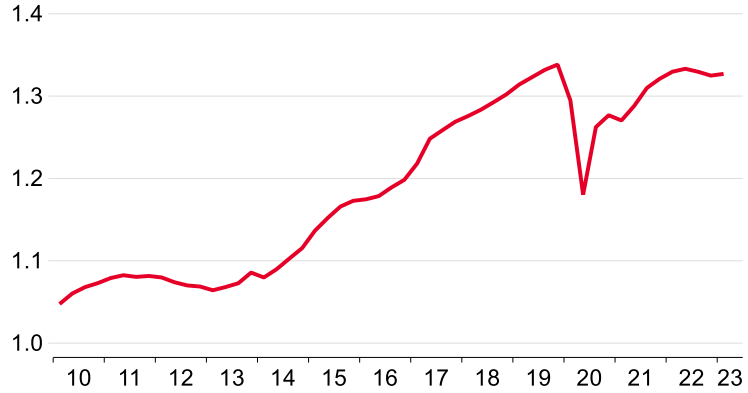
GDP (%, pp, qoq)



GDP (%, pp, yoy)



Real GDP (2015 CZKtn)

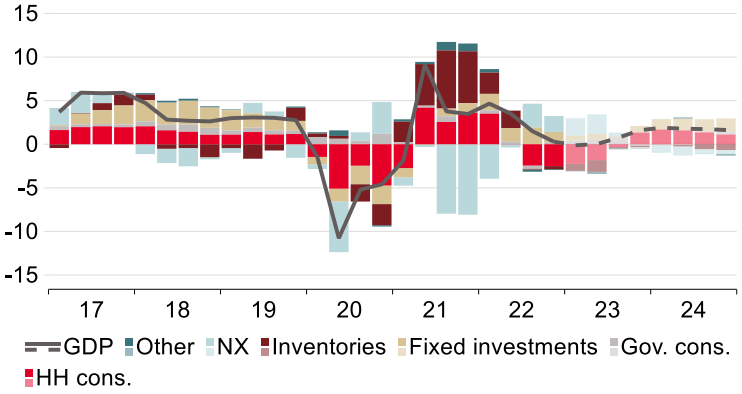


Real household consumption (2015 CZKbn)

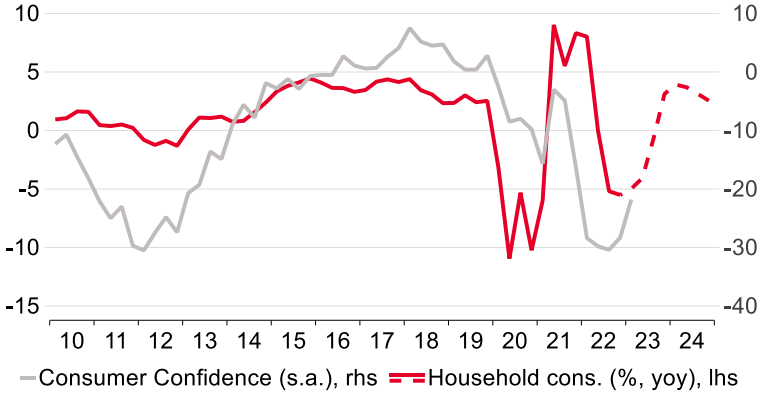


ECONOMIC ACTIVITY & LABOUR MARKET – OUR FORECASTS

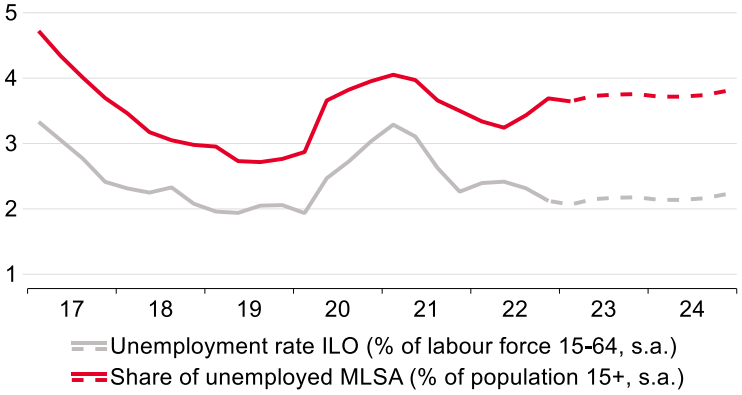
GDP growth (%, pp, yoy)



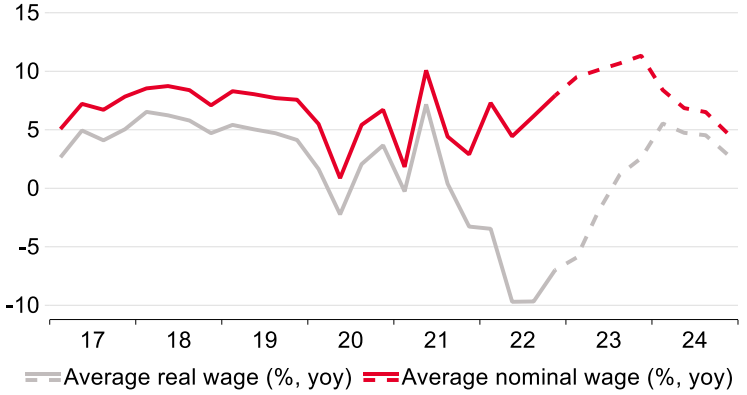
Real household consumption (%, yoy)



Unemployment rate

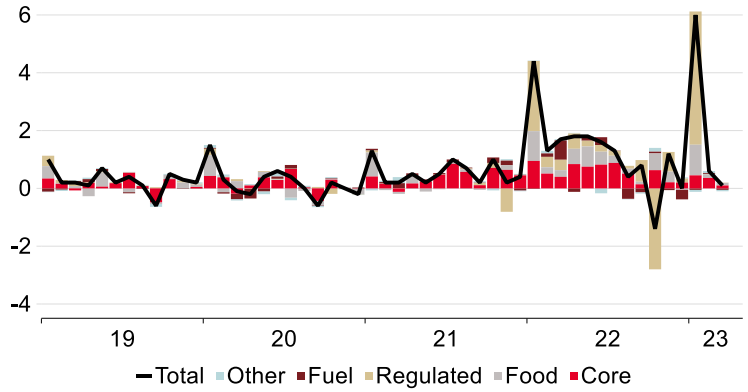


Average wage growth

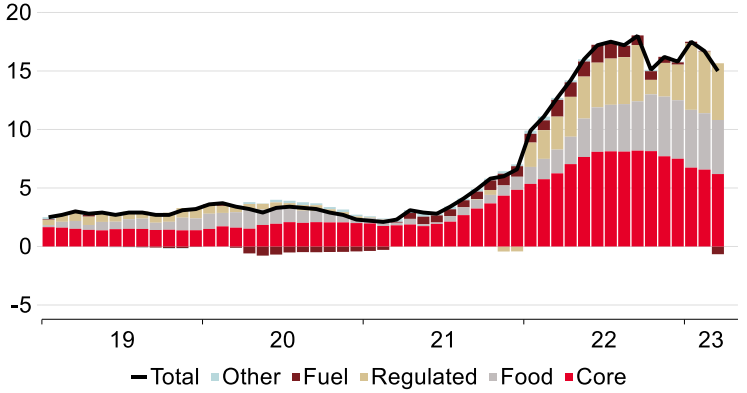


RECENT INFLATION DEVELOPMENTS

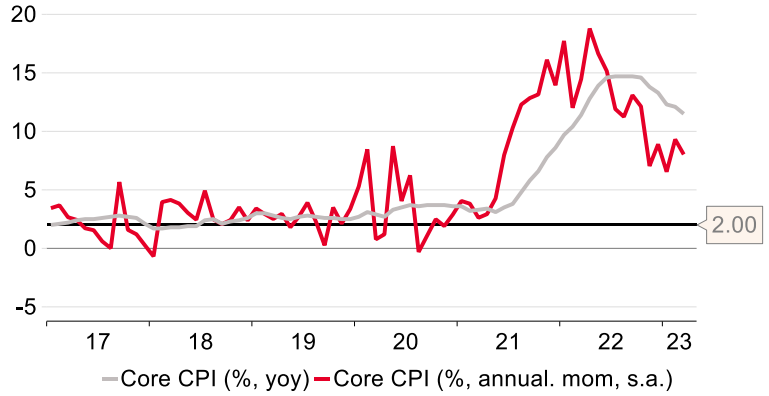
CPI (%, pp, mom, n.s.a.)



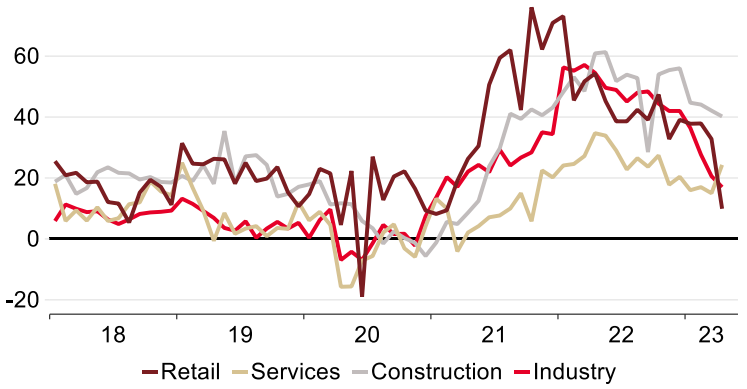
CPI (%, pp, yoy)



Core CPI

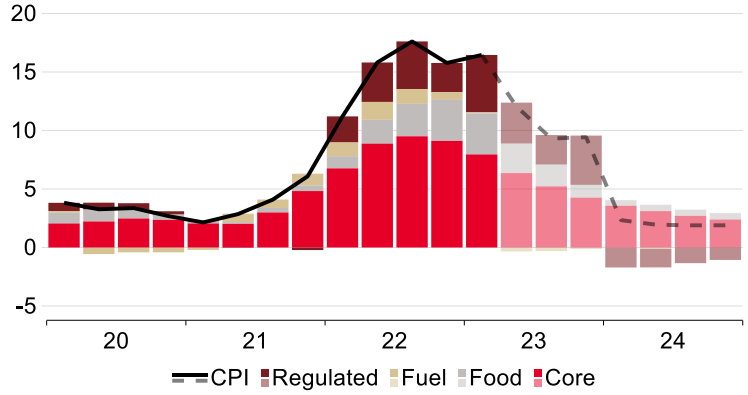


Expected price change by firms in 3M horizon (%, balance)

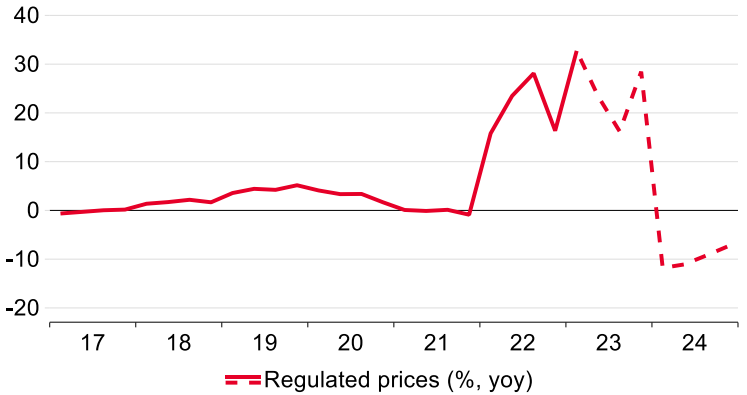


FORECAST OF CPI INFLATION

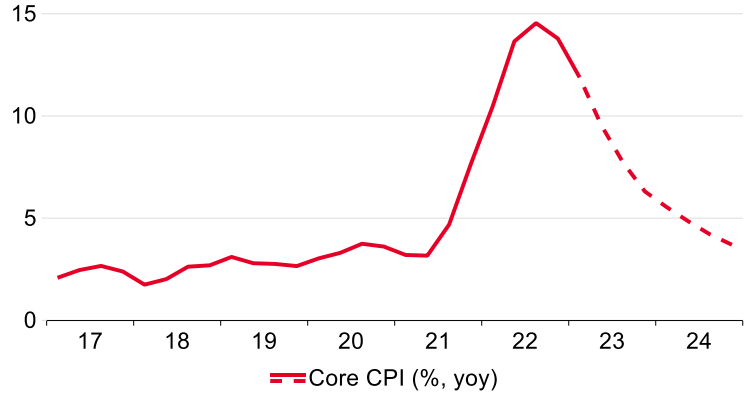
CPI (%, pp, yoy)



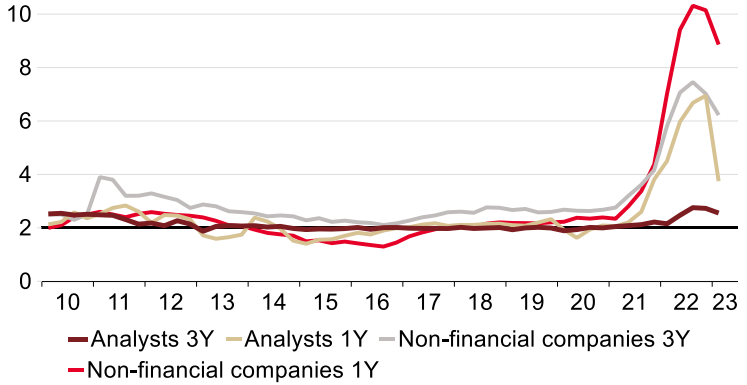
Regulated prices



Core CPI

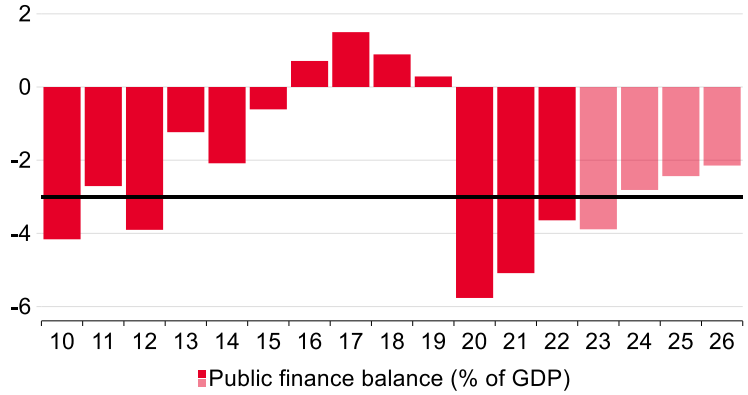


Inflation expectations (%, yoy)

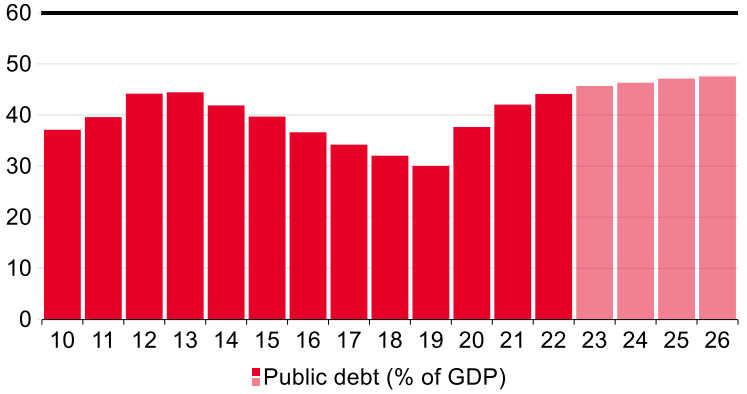


FISCAL & MONETARY POLICY

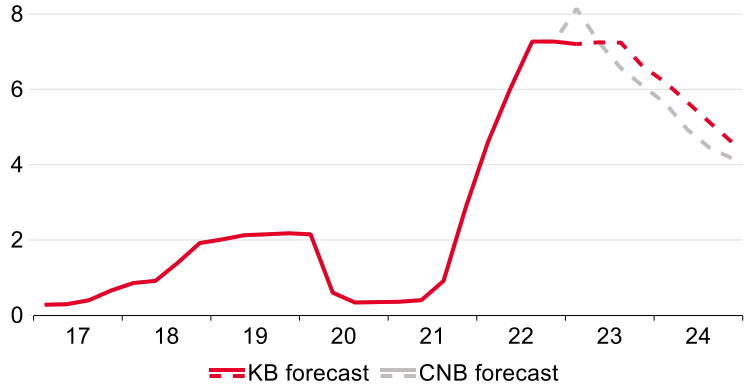
Public finance balance



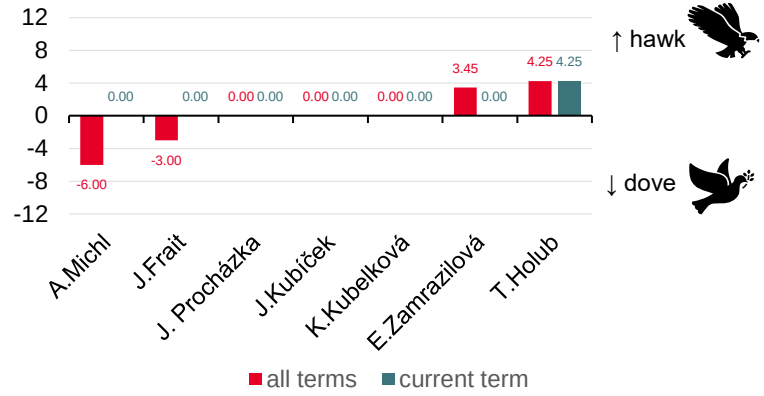
Public debt



3M Pribor (%)

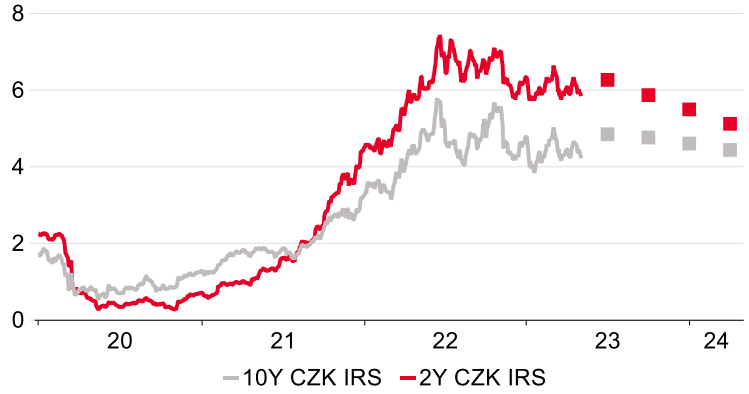


Cummulative deviation in voting from the decision (pp)

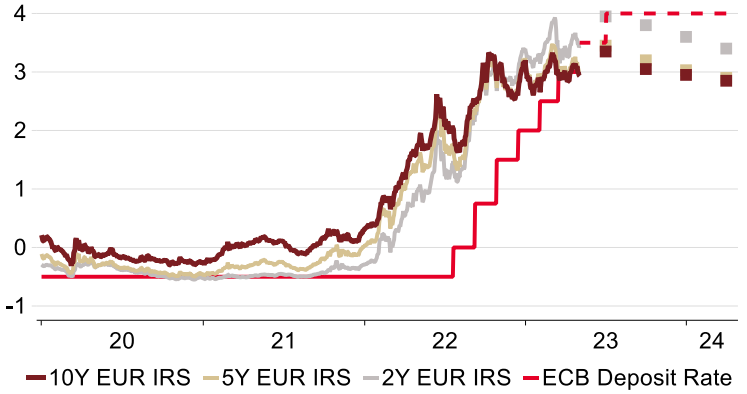


MARTKET INTERESTRATES & CZGB

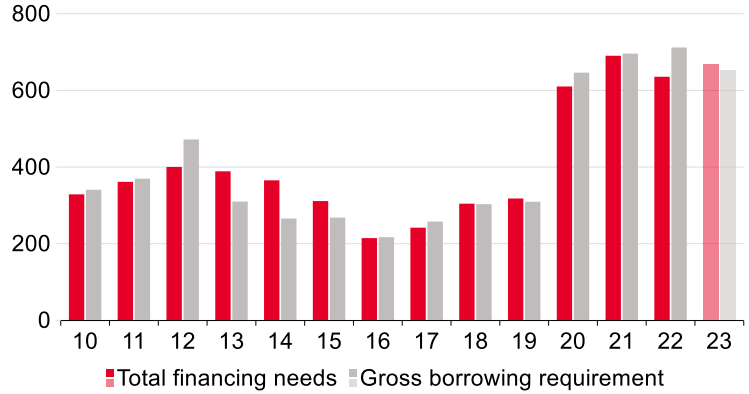
IRS (%)



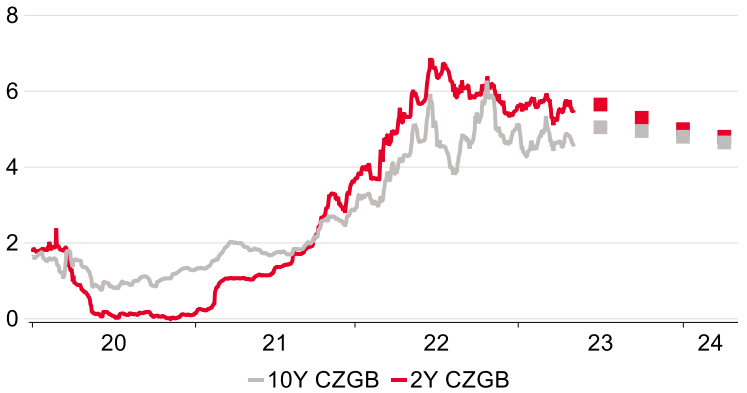
EUR rates (%)



Financing needs (CZKbn)

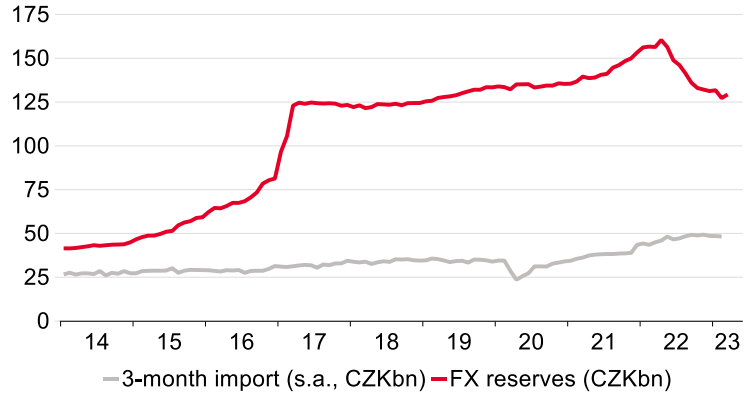


CZGB yields (%)

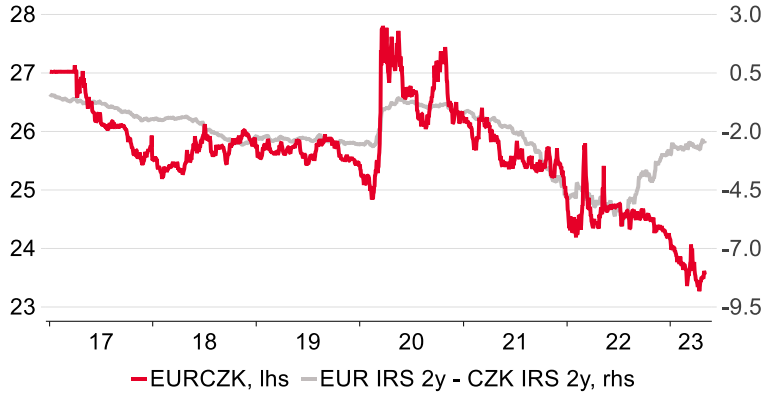


CZECH FX MARKET

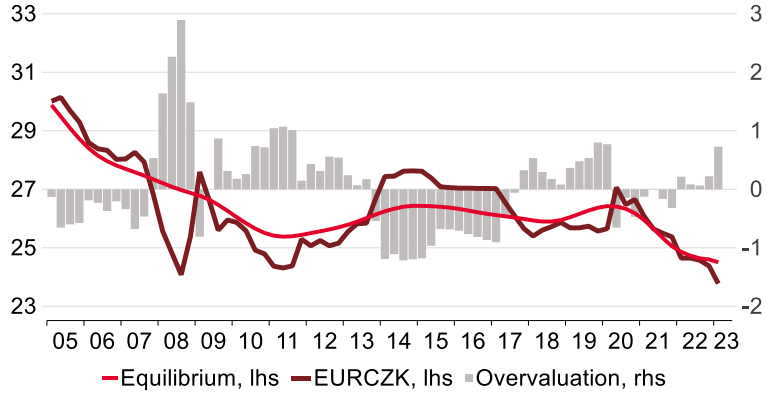
CNB FX reserves



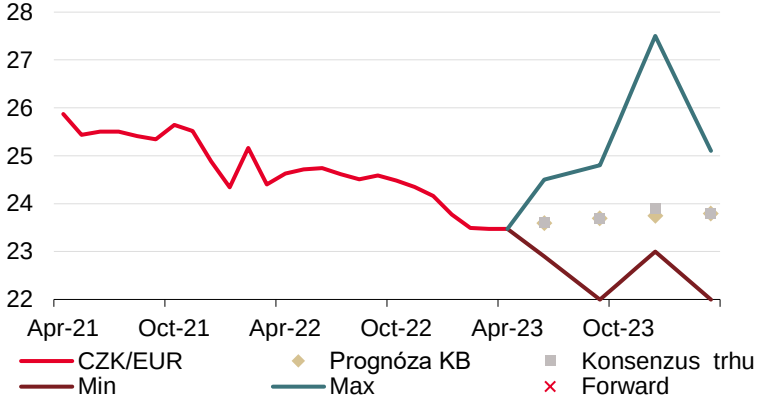
EURCZK and interest rate differential



Equilibrium EURCZK



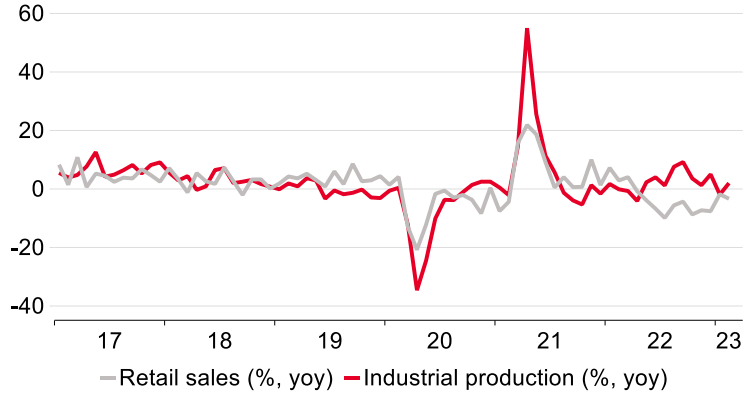
EURCZK outlook



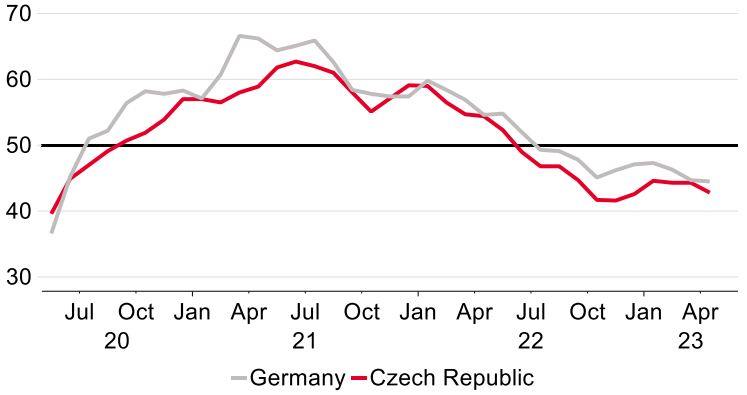
BACKUP SLIDES

MONTHLY INDICATORS

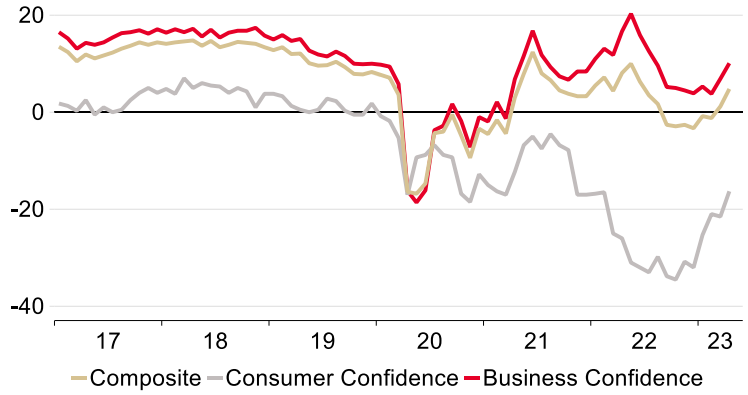
Industrial production, real retail sales



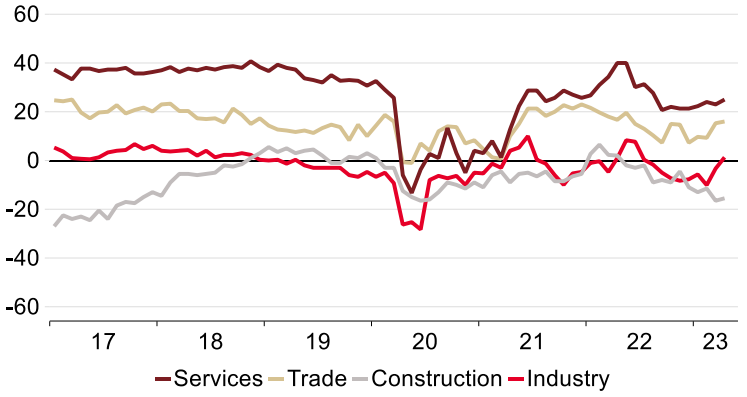
Manufacturing PMI (s.a.)



Economic confidence (%, balance)

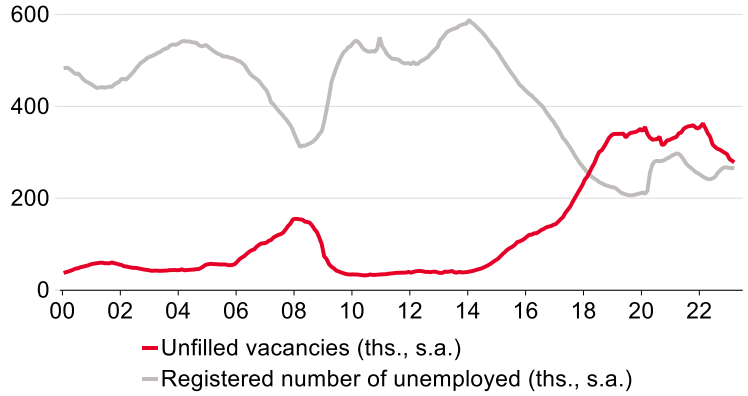


Economic confidence by sector (%, balance)

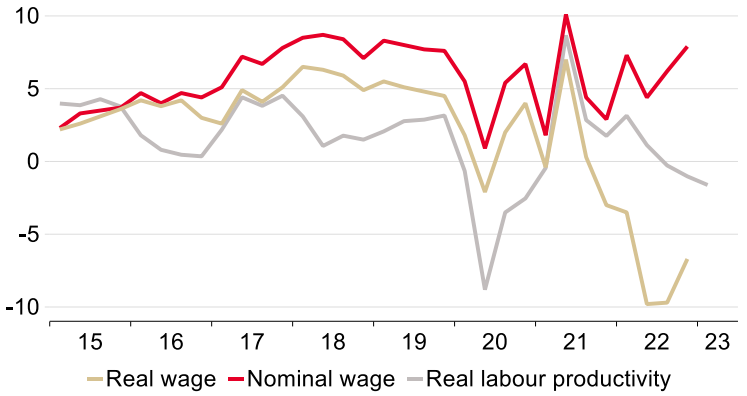


LABOUR MARKET

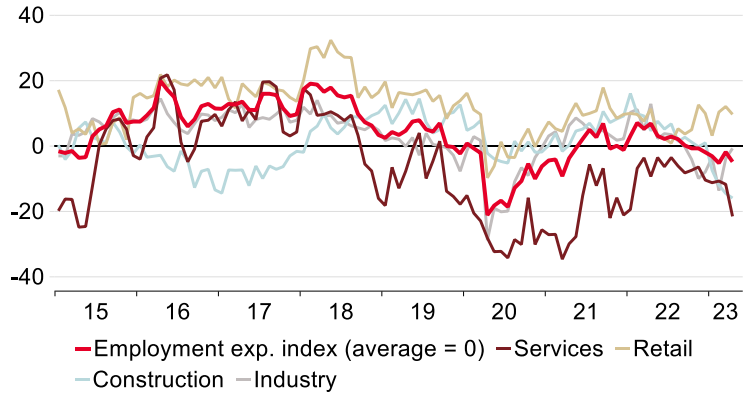
Vaccancies and registered unemployed



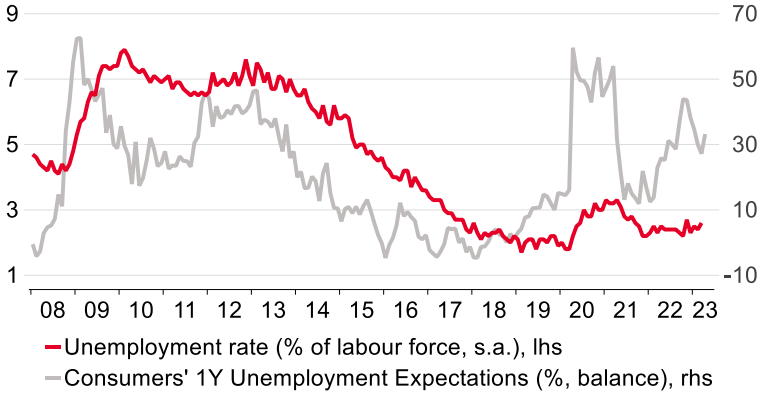
Wages and labour productivity (%, yoy)



Expected change in employment by firms in 3M horizon (%, balance)

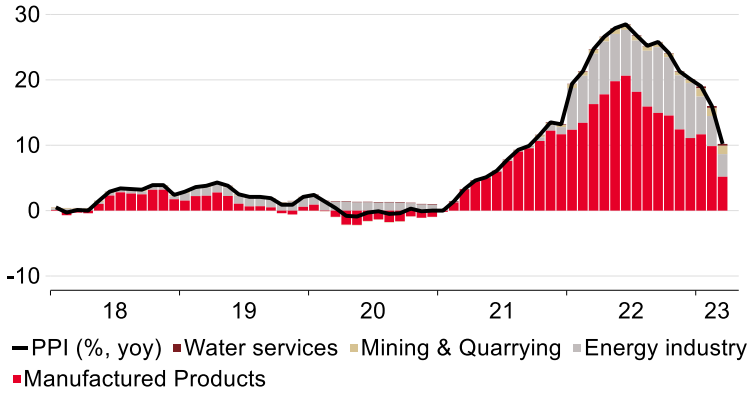


Consumers‘ uneployment expectations

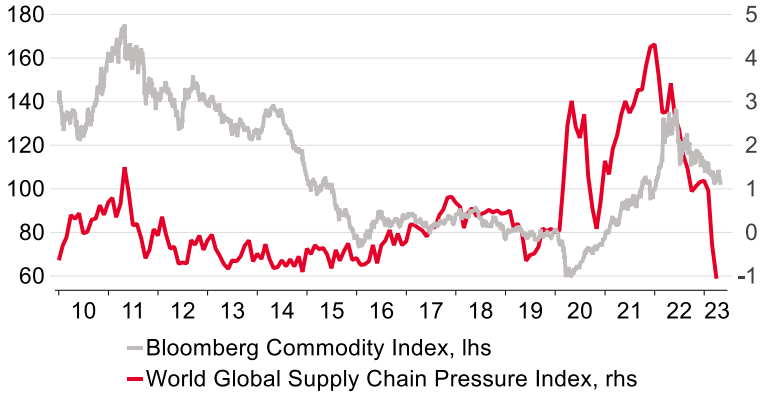


PRICE DEVELOPMENTS

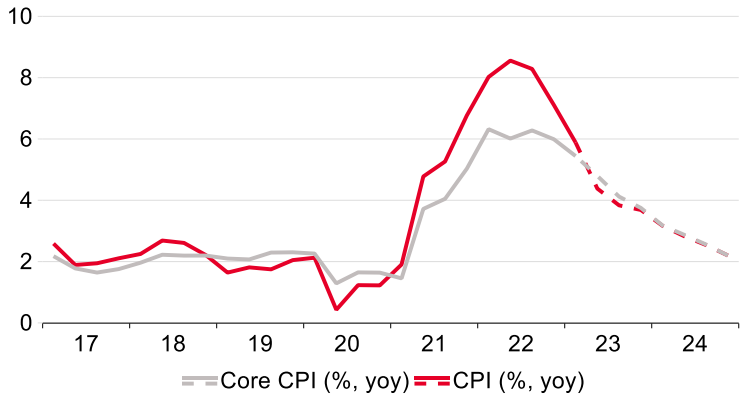
Czech PPI



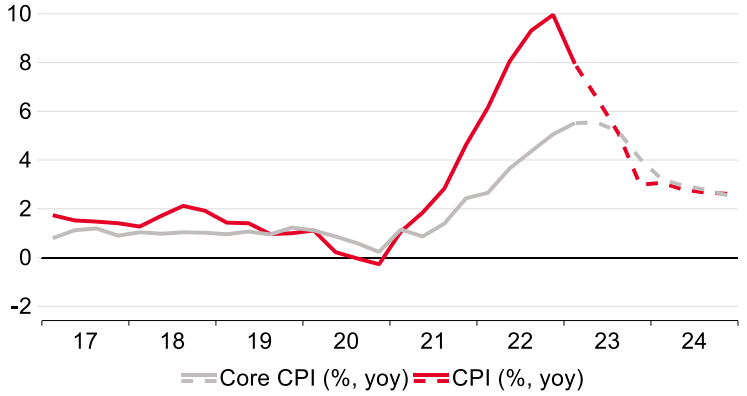
Commodity prices and supply chains



CPI inflation in USA

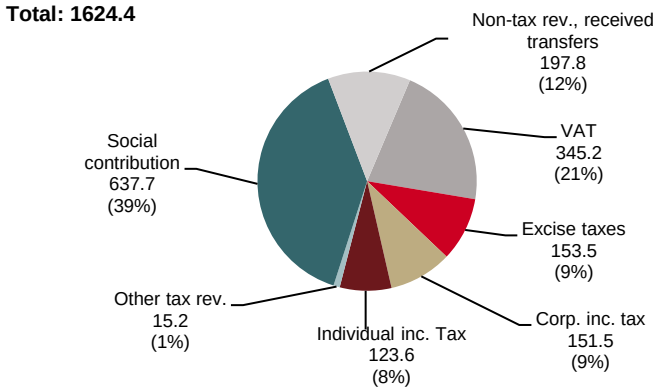


CPI inflation in Eurozone

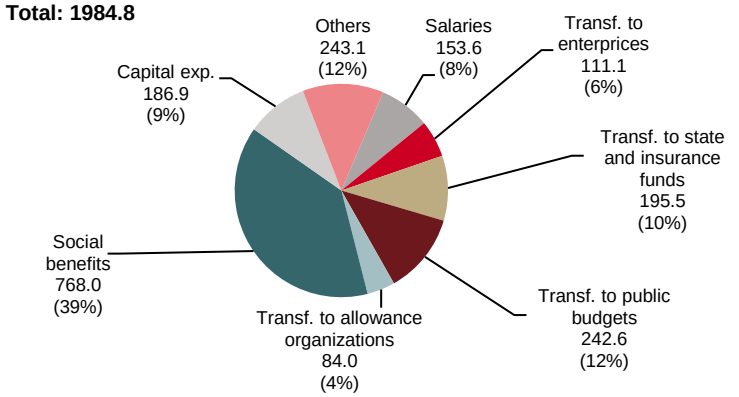


FISCAL POLICY

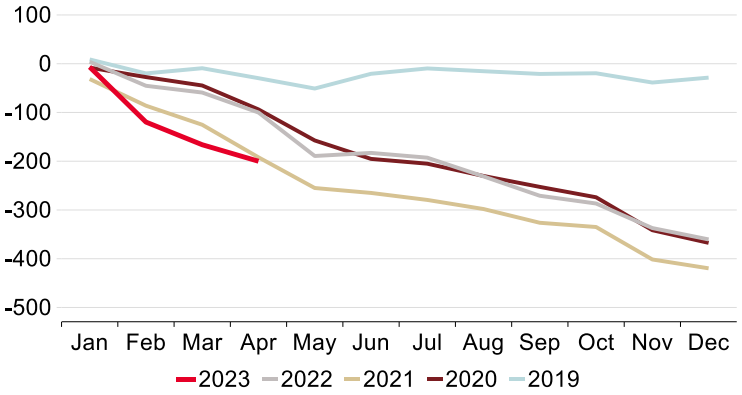
State budget revenue in 2022 (CZKbn, % of total)



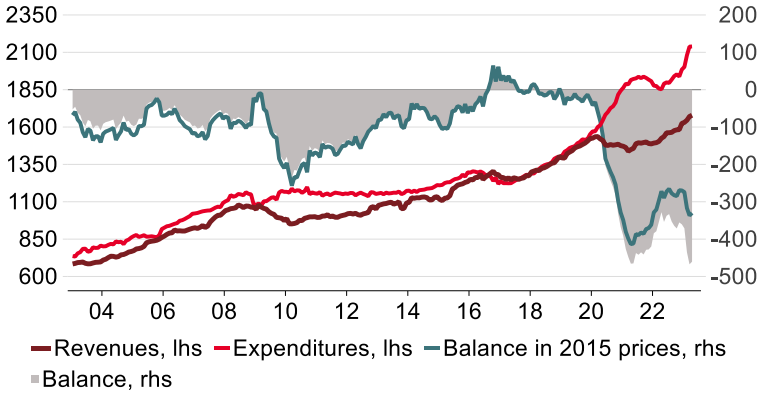
State budget expenditure in 2022 (CZKbn, % of total)



State budget balance (CZKbn, YTD)

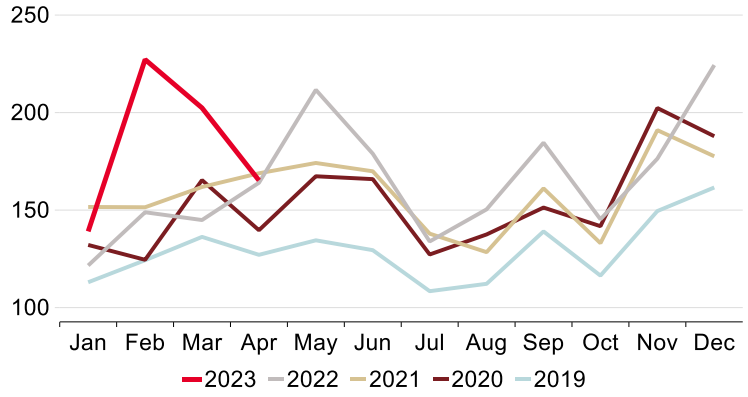


Budget revenues and expenditures (CZKbn, 12m cumulative)

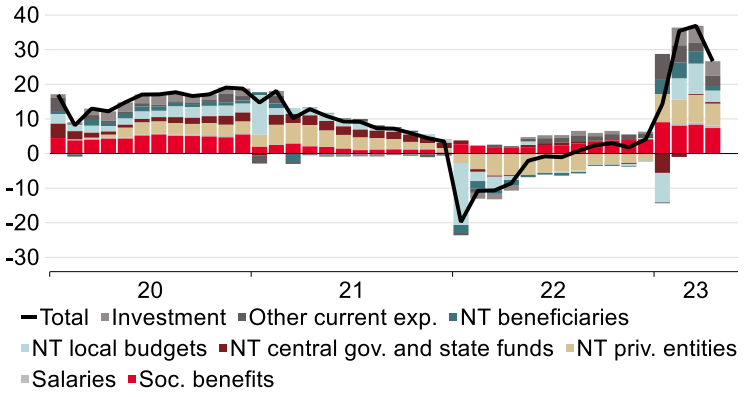


FISCAL POLICY II

State budget expenditure (CZKbn, non-cumulative)

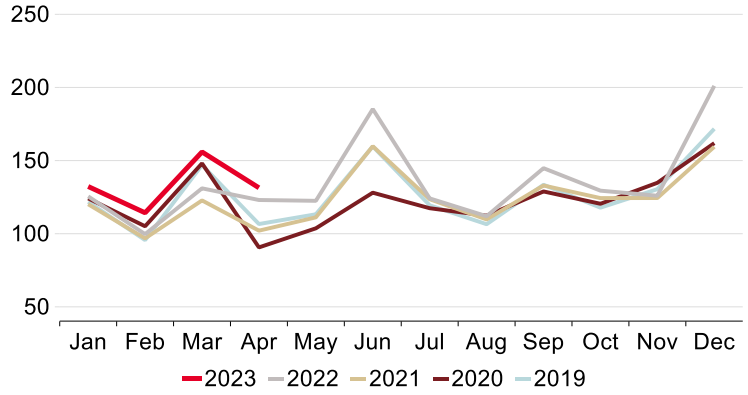


State budget expenditure (%, pp, yoy, YTD cumulative)

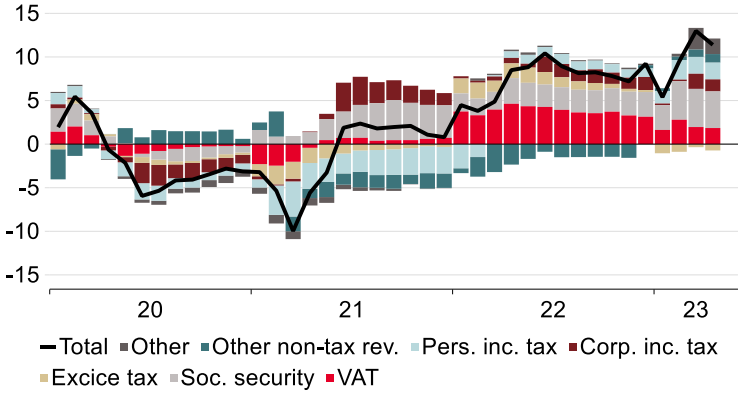


NT – non investment transfers

State budget revenue (CZKbn, non-cumulative)

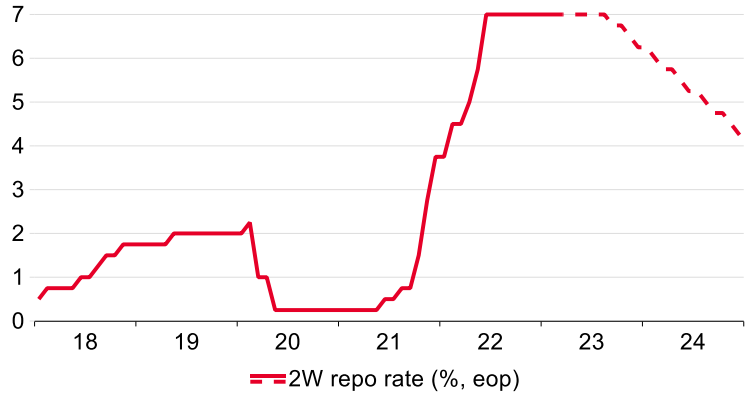


State budget revenue (%, pp, yoy, YTD cumulative)



MONETARY POLICY

2W repo rate (%)

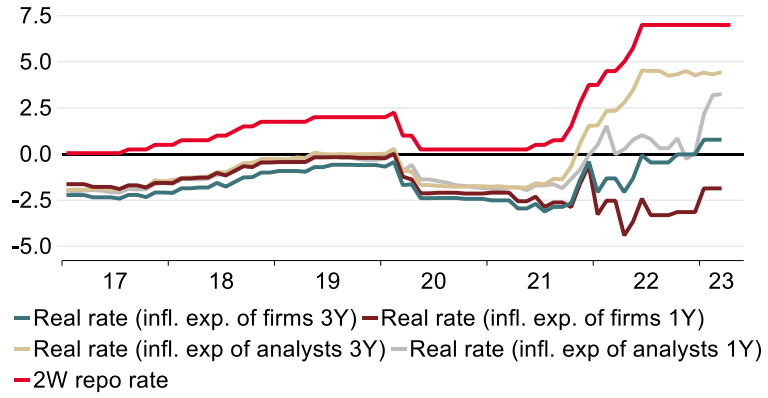


CNB Bank Board Members

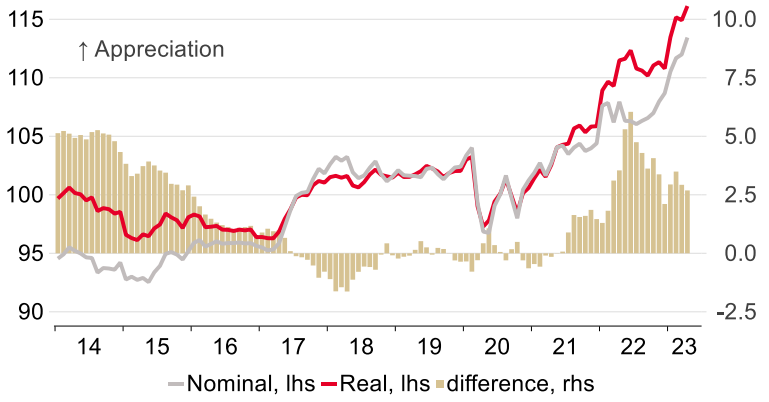
Board Member	Note	Term*	Current term end
A. Michl (G)	Dove	2nd	30.06.2028
E. Zamrazilová (VG)	Dove	2nd	30.06.2028
J. Frait (VG)	Dove	2nd	30.06.2028
K. Kubelková	Dove	1st	30.06.2028
J. Kubíček		1st	12.02.2029
J. Procházka		1st	12.02.2029
T. Holub	Hawk	1st	30.11.2024

* Board members are appointed by the Czech president for a six-year term and are allowed to serve a maximum of two terms.

Real interest rates

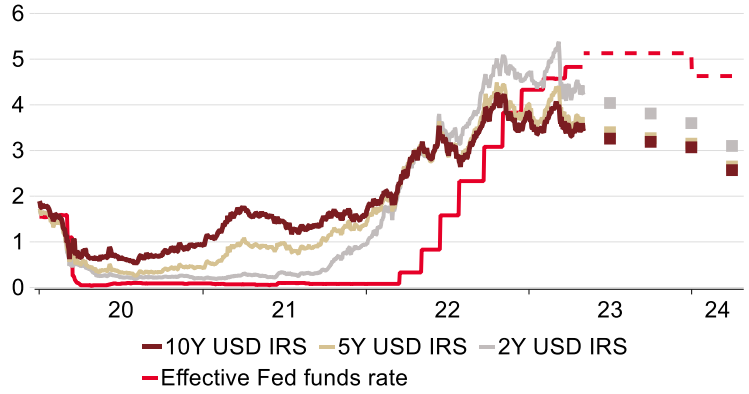


Efective exchange rate (2015 = 100)

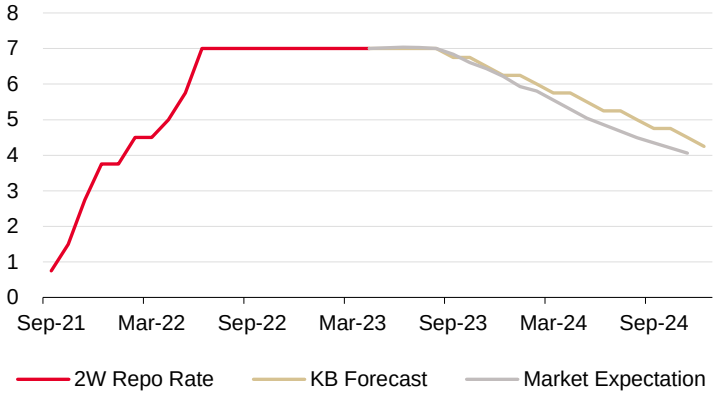


RATES

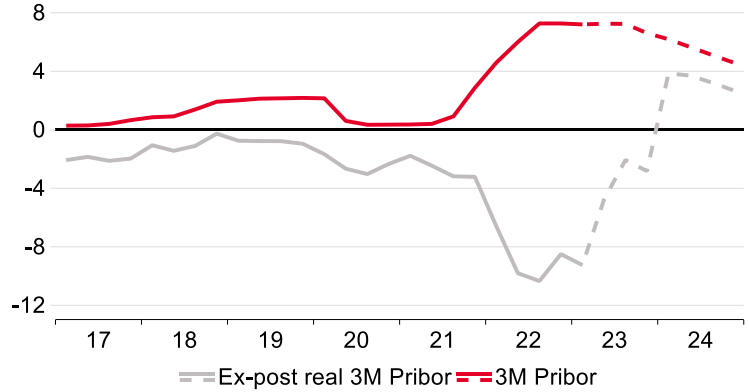
USD rates



Market pricing



3M Pribor (%)

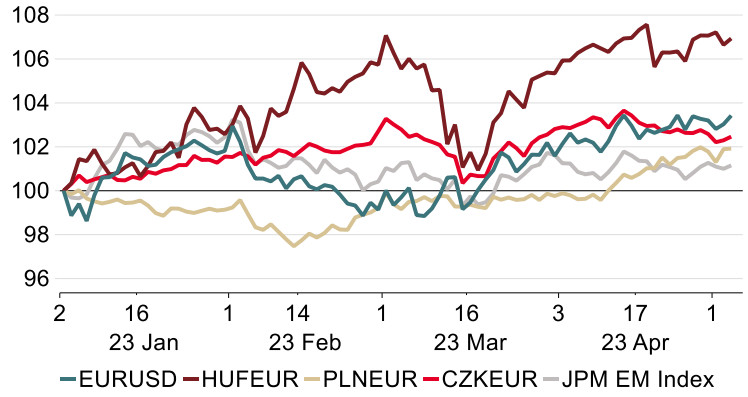


CZ sovereign rating

	Local currency	Outlook	Foreign currency	Outlook	Next review
S&P	AA	STABLE	AA-	STABLE	13 Oct 2023
Moody's	Aa3	NEGATIVE	Aa3	NEGATIVE	26 May 2023
Fitch	AA-	NEGATIVE	AA-	NEGATIVE	25 Aug 2023

CZECH FX MARKET

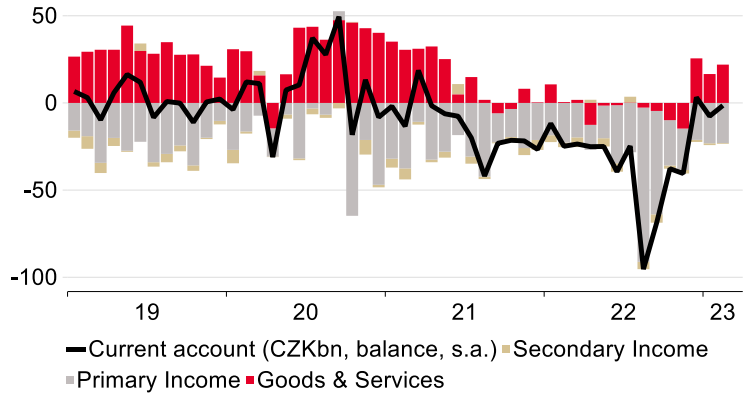
Performance of CE currencies (1.1.2022 = 100)



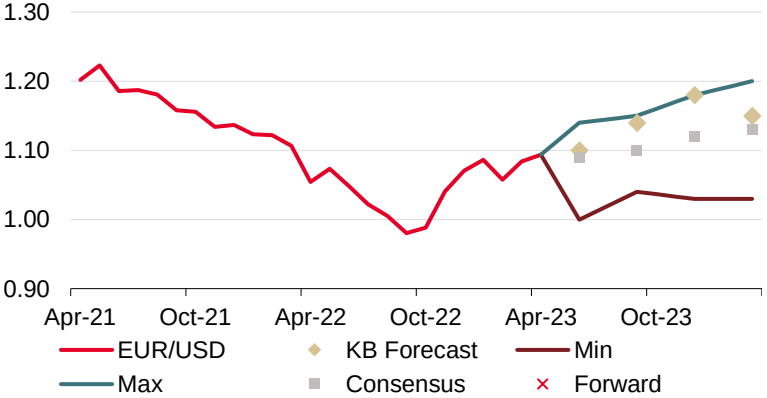
CZK exchange rates



Czech current account balance



EURUSD outlook



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