30 June 2022

Income of households in real terms decreased by 5.6%, q-o-q

Quarterly sector accounts – the first quarter of 2022

According to seasonally adjusted data, the total of monetary and non-monetary income of households decreased in real terms by 5.6% compared to the previous quarter. The real consumption per capita decreased by 0.4%, quarter-on-quarter (q-o-q). The saving rate decreased by 4.0 percentage point (p. p.). The investment rate of non-financial corporations increased by 1.4 p. p. compared to the previous quarter.

Non-financial corporations: both profit rate and investment rate increased

The *profit rate* in the Q1 2022 was 44.8%, which is by 0.4 percentage point (p. p.) more, quarter-on-quarter; however, it is by 4.1 p. p.1 less, year-on-year. The total labour costs of non-financial corporations increased by 12.0%1, y-o-y. The *investment rate* increased by 1.4 p. p., q-o-q, and reached 29.4%. It increased by 1.7 p. p.1, year-on-year.

Households: the saving rate decreased in real terms

*“The total of real monetary and non-monetary income of households per capita decreased in the Q1 2022 by 5.6%, q-o-q, and by 4.4%1 in the year-on-year comparison, mainly due to the high price growth,”* noted Vladimír Kermiet, the director of the National Accounts Department.

*Household real consumption per capita* decreased by 0.4%, q-o-q. It increased by 3.0%1 in the year-on-year comparison.

The ***average monthly income from employment*** reached CZK 38 6101 in the Q1 2022. It decreased in real terms by 8.3%, q-o-q; in the y-o-y comparison, it decreased by 4.4%1.

Resulting from a higher quarter-on-quarter decrease of the total income of households compared to their expenditure was a lower ***saving rate***, namely 16.1%. In the q-o-q comparison, the household saving rate was by 4.0 p. p. lower; in the y-o-y comparison, it decreased by 8.0 p. p.1.

The ***investment rate*** in the household sector increased by 0.5 p. p., q-o-q, and reached 10.0%. In the year-on-year comparison, the investment rate of households increased by 1.4 p. p.1

**GDP estimate refinement**

Concurrently, the gross domestic product (GDP) estimate has been refined. The GDP increased by 0.9% in the q-o-q comparison and by 4.9%, y-o-y, in the Q1 2022. For the time series of GDP resources and uses see: <https://www.czso.cz/csu/czso/hdp_ts>.

In accordance with the revision policy of the CZSO, annual national accounts for the years 2018 to 2021 have been refined. For more information see: <http://apl.czso.cz/pll/rocenka/rocenka.indexnu?mylang=EN>. Related to that, relevant quarterly outputs also have been harmonised.

1 seasonally non-adjusted piece of data

All terms are in terms of national accounts; for explanations of terms written in **bold italics** see: <https://apl.czso.cz/nufile/Definitions.pdf>.

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Used data sources updated as at: 24 June 2022

Related CZSO website: <https://www.czso.cz/csu/czso/quarterly-national-accounts-gdp-resources-and-uses-and-gdp-preliminary-estimate>

Next Release will be published on: 30 September 2022 (Quarterly Sector Accounts for the second quarter of 2022)

*Data of quarterly sector accounts are seasonally adjusted unless otherwise stated.*

*The news releases of Eurostat on quarterly sector accounts are published later. The latest published information for the fourth quarter of 2021 is available at:*

<https://ec.europa.eu/eurostat/web/products-euro-indicators/-/2-28042022-AP> ,

<https://ec.europa.eu/eurostat/web/products-euro-indicators/-/2-05042022-AP> .

*Quarterly sector accounts data are published on the CZSO website in the tables of Transactions in products and distributive transactions by sector:* <http://apl.czso.cz/pll/rocenka/rocenkavyber.kvart_qsa?mylang=EN&oblast=@RU>

*and quarterly non-financial sector accounts (current and capital accounts):*

<http://apl.czso.cz/pll/rocenka/rocenkavyber.kvart_qsa_mat?mylang=EN&oblast=@RU>