30 June 2023

Income of households in real terms decreased by 1.2%, q-o-q

Quarterly sector accounts – the first quarter of 2023

According to seasonally adjusted data, the total of monetary and non-monetary income of households decreased in real terms by 1.2% compared to the previous quarter. The real consumption per capita decreased by 2.6%, quarter-on-quarter (q-o-q). The saving rate decreased by 0.6 percentage point (p. p.). The investment rate of non-financial corporations decreased by 1.3 p. p. compared to the previous quarter.

Non-financial corporations: the profit rate increased, the investment rate decreased

The *profit rate* in the Q1 2023 was 48.6%, which is by 0.2 percentage point more, quarter-on-quarter, and by 3.1 p. p.1 more, year-on-year. The total labour costs of non-financial corporations increased by 10.6%1, y-o-y. The *investment rate* decreased by 1.3 p. p., q-o-q, and reached 27.2%. It decreased by 2.5 p. p.1, year-on-year.

Households: both the income and consumption decreased

*“The total of real monetary and non-monetary income of households per capita decreased in the Q1 2023 by 1.2%, q-o-q, and by 9.6%1 in the year-on-year comparison, mainly due to the high price growth,”* Vladimír Kermiet, Director of the National Accounts Department of the Czech Statistical Office (CZSO), said.

*Household real consumption per capita* decreased by 2.6%, q-o-q; it decreased by 7.6%1 in the year-on-year comparison.

The ***average monthly income from employment*** reached CZK 42 3771 in the Q1 2023. It decreased in real terms by 0.7%, q-o-q; in the y-o-y comparison, it decreased by 8.3%1.

The ***household saving rate*** was 17.9% in the Q1 2023, which is by 0.6 p. p. less compared to the previous quarter and by 1.6 p. p. more in the year-on-year comparison.

The ***investment rate*** in the household sector decreased by 0.3 p. p., q-o-q, and reached 7.3%. In the year-on-year comparison, the investment rate of households decreased by 1.3 p. p.1

**GDP estimate refinement**

Concurrently, the gross domestic product (GDP) estimate has been refined. The GDP stagnated in the Q1 2023 in the q-o-q comparison and decreased by 0.5%, y-o-y. For the time series of GDP resources and uses see: <https://www.czso.cz/csu/czso/hdp_ts>.

In accordance with the CZSO Data Revision Policy, annual national accounts for the years 2021 and 2022 have been refined. For more information see: <http://apl.czso.cz/pll/rocenka/rocenka.indexnu?mylang=EN>. Related to that, relevant quarterly outputs have also 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: 26 June 2023

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: 29 September 2023 (Quarterly Sector Accounts for the second quarter of 2023)

*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 2022 is available at:*

https://ec.europa.eu/eurostat/web/products-euro-indicators/w/2-27042023-AP,

https://ec.europa.eu/eurostat/web/products-euro-indicators/w/2-05042023-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>