October 7, 2016

## External trade – August 2016

**In August 2016, according to preliminary data of ‘national concept' in current prices, the trade balance ended in a surplus of CZK 13,8 bn compared to a deficit of CZK 1,7 bn in August 2015.**

**Year−on−year,** total balance in 'national concept' was favourably influenced mainly by a growth of the trade surplus in 'machinery and transport equipment' (by CZK 15.4 bn) and by a decrease of deficit in 'mineral fuels, lubricants and related materials' (by CZK 1.7 bn.). A slight increase in surplus was seen in 'manufactured goods classified chiefly by material' and 'crude materials' (both by CZK 0.1 bn). Total balance was unfavourably affected by a y−o−y deepening deficit in 'chemicals and related products' (by CZK 1.0 bn), 'food and live animals' and 'beverages and tobacco' (both by CZK 0.4 bn) and 'miscellaneous manufactured articles' (by CZK 0.2 bn).

The trade balance with EU28 Member States ended in a surplus of CZK 47.9 bn, which was a y−o−y increase by CZK 11.8 bn. Deficit of trade with non-EU countries shrank by CZK 4.0 bn to amount to CZK 32.7 bn.

**Month−on−month**, in ‘national concept’ seasonally adjusted exports and imports rose by 16.1% and 9.7% respectively. The development trend shows increasing exports (+0.8%) and imports (+0.1%).

**Year−on−year,** 'national concept' exports and imports increased by 17.4% (to CZK 265.9 bn) and by 10.5% (to CZK 252.1 bn) respectively.

In **January−August 2016,** trade surplus in 'national concept' reached CZK 146.4 bn which represented a y−o−y increase of CZK 55.0 bn. From the beginning of the year exports went up by 2.0% while imports fell by 0.6%, y−o−y.

Detailed information on external trade in 'national concept' is available on website: <https://www.czso.cz/csu/czso/vzonu_ts>. Preliminary data are based on the cross-border trade of residents and estimates of internal trade between residents and non-residents. These estimates will be updated next month.

**In August 2016, according to preliminary data of ‘cross-border concept’ in current prices, exports and imports grew by 15.0% and by 8.6% respectively, y−o−y.**

**Y−o−y**, in terms of euro, exports and imports increased by 15.1% and by 8.6% respectively. In terms of US dollars exports and imports were higher by 15.8% and by 9.3% respectively compared to August 2015.

Total exports of goods in ‘cross-border concept’ (goods leaving the Czech Republic territory) amounted to value of CZK 308.9 bn and total imports in ‘cross-border concept’ (goods entering the Czech Republic territory) reached CZK 273.8 bn.

Total 'machinery and transport equipment' exports grew by 24.0% (CZK +33.3 bn), y−o−y. Exports increased mainly in 'road vehicles' (CZK +23.9 bn), 'electrical machinery, apparatus and appliances' (CZK +3.6 bn) and 'general industrial machinery and equipment' (CZK +2.5 bn). Total 'machinery and transport equipment' imports were higher by 13.9% (CZK +15.0 bn), y−o−y. Imports grew mainly in 'road vehicles' (CZK +7.1 bn), 'power-generating machinery and equipment' (CZK +2.7 bn) and 'telecommunication and sound-recording equipment' (CZK +2.3 bn). Imports of 'mineral fuels, lubricants and related materials’ dropped by 34.5% (CZK −6.8 bn), y−o−y. Imports of crude petroleum decreased by 63.2% in value and by 50.7% in volume. Imports of natural gas were lower by 61.3% in value and by 48.6% in volume.

In **January−August 2016,** exports and imports in cross-border concept grew by 3.9% and by 0.6% respectively, y−o−y.

Detailed information on external trade in ‘cross-border concept’ is available on website: <https://www.czso.cz/csu/czso/vzoph_ts>.

Notes:

***National concept of external trade*** *reflects export and import performance of the Czech economy, i.e. the external trade balance of the Czech Republic as well. It measures real trade in goods carried out between the Czech and foreign entities, i.e. a change of ownership between residents and non-residents.* ***Cross-border concept of external trade*** *reflects only physical movements of goods across the border regardless of whether the trade between the Czech and foreign entities occurs. These data are internationally comparable and can be used as indicators of development of value of the trade.*

*Exports and imports in ‘national concept’ are derived from adjustments of data on movement of goods across the border (‘cross-border concept’). Goods which are moved in/from the territory of the Czech Republic by foreign entities are excluded and, on the other hand goods traded between the Czech and foreign entities on the territory of the Czech Republic are taken into account. Table 5 on website:* [*https://www.czso.cz/csu/czso/vzonu\_ts*](https://www.czso.cz/csu/czso/vzonu_ts) *shows this adjustment.*

The both concepts of external trade include the value of goods sent for inward or outward processing. Goods sent for processing are excluded from the value of exports and imports in the balance of payments and in the national accounts according to ESA and BPM6.

The data in national concept are used as an input data source for the balance of the payments and the national accounts.

*The published data are based on data obtained of* *98.6% of companies (for goods dispatched) and 98.8% of companies (for goods arrived) obliged to report to the Intrastat system.* *Data for companies that failed to report (non-response) have been imputed according to dispatches and arrivals that these companies reported in the previous periods. Data for companies exempted from the reporting duty were estimated on the basis of the data given in the VAT return forms. The VAT data which are not available are extrapolated on the basis of the values in previous periods.*

*The data for individual months of 2015 are final; the data for individual months of 2016 are preliminary.* *Data of the reference month are released together with updated data of the previous three months in cross-border concept and with updated data of the last finished quarter and individual months of the reference quarter in national concept. All data are processed from basic reporting units and subsequently rounded.*

Detailed methodology information is available on website of the CZSO:

***National concept:***

[*https://www.czso.cz/csu/czso/2-vzonu\_m*](https://www.czso.cz/csu/czso/2-vzonu_m)

***Cross-border concept:***

[*https://www.czso.cz/csu/czso/whatisexternal\_trade*](https://www.czso.cz/csu/czso/whatisexternal_trade)

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*Method of data collection: Intrastat forms and Single administrative documents.*

 *Value Added Tax declaration forms*

*End of data collection: 20th working day after the end of the reference month*

*Documents available on the CZSO website: w-241013-16 External Trade of the Czech Republic –detailed breakdown (periodicity: monthly):* [*https://www.czso.cz/current-product/41320*](https://www.czso.cz/current-product/41320)

*External Trade Database:* [*http://apl.czso.cz/pll/stazo/STAZO.STAZO?jazyk=EN*](http://apl.czso.cz/pll/stazo/STAZO.STAZO?jazyk=EN)

*Next News Release: November 8, 2016*

**This press release was not edited for language.**