

4.7. Gross Domestic Income

- ***Influence of considerable appreciation of national labour on GDI***

In 2009, the movement in terms of trade in foreign trade had a completely different influence on the Czech economy than one year ago. While in 2008 the total imports became more expensive in view of the total imports (terms of trade 98.4%), in 2009 it became less expensive (terms of trade 102.6%). This means that, contrary to the depreciation of Czech national labour in commodity operations and transactions in services on foreign markets in 2008 in the scope of 45.6 billion CZK, the year of 2009 was marked by its considerable appreciation (61.8 billion CZK). The varied and contradictory nature manifested itself the most in the effect on the year-on-year changes and the development of gross domestic income (GDI) in real terms. In 2009, GDI declined by 2.6% on a year-to-year basis, i.e. by 1.6 percentage points less than GDP, which was a fully inverted tendency than in 2008 when GDP grew by 2.5% with 1.2% GDI growth. Depending on the level of trading profit or terms of trade, as the case may be, GDI ranged during 2009 from a 3.3% decrease in the 2nd quarter to 1.5% decrease in the 4th quarter. The difference between a larger decrease in GDP and a lower decrease in GDI was the greatest in the 2nd quarter (2.3 percentage points) and the smallest in the 1st quarter (1.2 percentage points).

Table No. 4.7.1 Gross domestic income (in real terms)

	GDP		Terms of trade Y/y in %	Trading		GDI	
	billion CZK p. y. p.	year-on-year change in %		profit	loss	billion CZK p. y. p.	year-on-year change in %
				in billion CZK			
2008	3,622.6	102.5	98.4	x	45.6	3,577.0	101.2
Q1	865.7	102.8	99.4	x	4.2	861.5	101.8
Q2	925.4	103.8	98.2	x	13.7	911.7	102.2
Q3	923.1	103.4	97.6	x	18.1	905.0	101.5
Q4	908.4	99.9	98.7	x	9.6	898.8	99.3
2009	3,532.4	95.8	102.6	61.8	x	3,594.2	97.4
Q1	847.2	96.1	103.1	17.3	x	864.5	97.3
Q2	893.8	94.8	102.5	15.0	x	908.8	96.7
Q3	892.6	95.0	102.5	15.7	x	908.3	97.3
Q4	898.8	97.2	102.0	13.8	x	912.6	98.5

Source: CZSO, national accounts, own calculations