



16/2024

News of the Day

Start of the school year will cost most parents up to CZK 5,000

The new school year usually involves expenses for most parents; most often they pay up to CZK 5,000. They spend the most on shoes and clothes for their children, followed by textbooks and after-school clubs. This is apparent from a survey conducted by the CBA and the IPSOS agency. In addition, inflation has negatively affected nearly half of the families planning school expenses in the last two years. The vast majority of parents talk about finances to their children, most often between the ages of 7 and 11.

[More here >>>](#)



From the Market

The third year of the #nePINdej! campaign - artificial intelligence in the leading role

On 4 September, the Czech Banking Association and its partners will launch the third year of the #nePINdej! educational campaign, which will focus primarily on cyber fraud using artificial intelligence and on so-called deepfake videos. E-fraudsters can very faithfully imitate and misuse the faces and voices of well-known celebrities. They can then be used in AI-edited videos to encourage people to buy fictitious cryptocurrencies or to register with investment platforms, for example, where the e-fraudsters then obtain sensitive data. More soon on kybertest.cz.

The EBA sets priorities for resolution authorities

The European Banking Authority (EBA) has set three main priorities for resolution authorities for the coming year. These include operationalization of their resolution tools, liquidity strategies in resolution, and management information system for valuation. The EBA says this in its second European Resolution Examination Program (EREP) Report. In it, it also monitors, among other things, how the key themes have been integrated into the work of the authorities over the past year.

[More here >>>](#)



Industrial producer prices accelerated in July

The July producer figures point in the direction of upside risks to inflation, with industrial producer prices ending noticeably above expectations and the increase being driven only to a lesser extent by volatile energy items. Although agricultural producer prices were flat, they typically decline at this time of year. The figures thus point in the direction of upside risks for the central bank and will support the current rhetoric of only very cautious cuts.

[More here >>>](#)

Confidence in the economy fell in August

Economic confidence fell further in August, reaching its lowest level since February this year. The decline in confidence continued for households, where four months of growth at the beginning of the year were replaced by four months of sustained decline, but also for businesses, where confidence declined in August for all segments surveyed, except for industry, where it rose slightly after a sharp drop in July.

[More here >>>](#)

Jakub Seidler,
CBA Chief Economist



From Legislature



Government approves changes to capital requirements for banks in liquidation

The aim of the proposal is to reduce administrative burden for financial institutions in liquidation and for the financial market regulator. The Czech National Bank would probably no longer have to set a minimum capital requirement for financial institutions in liquidation. The proposal approved by the government transposes a European Union directive into Czech law. The draft will now be considered by the deputies.



ESG and risk management seminar

How are ESG risks managed in financial institutions? How can we identify and measure them? How to define risk appetite? What are the regulatory requirements? At the ESG and Risk Management Seminar on 1 October, we will look at examples of good practice in banks.

We will talk about sectoral stress testing or stress scenarios. We will not forget the regulator's perspective. The seminar will conclude with a panel discussion. Don't miss this event.