

World Economy

The position of the Czech Republic in the European Union

The development of the Czech economy to 1945

The development of the Czech economy to 1990

The development of the Czech economy after 1990

The current problems of the Czech economy

Per capita GDP, 1938

- 1) USA 1397;
- 2) Canada 1380;
- 3) Great Britain 1069;
- 4) Switzerland 1036;
- 5) New Zealand 1000;
- 6) Australia 952;
- 7) The Netherlands 855;
- 8) Ireland 770;
- 9) Sweden 695;
- 10) France 694;

16) Czechoslovakia

<http://www.vasevec.cz/blogy/poznamky-k-vyvoji-ceske-ekonomiky-ve-20-stoleti-celkove-zhodnoceni>

The second world war

The Marshall plan

1949 the emergence of the COMECON

Bulgaria, Czechoslovakia, Hungary,
Poland, Romania, Soviet Union

A departure from the traditional priority of
industrial production - heavy industry
the negative aspects – environment...

The price mechanism centrally planned economies

official price - determined State bureaucracy

Business - law prohibited activity

2 the typical features of the centrally planned economy

1) centralization of economic decisions undertakings

2) planning tangible indicators of production

central plan economy with a focus on heavy industry

a little pressure of competition

1968 The Prague Spring – the pursuit of economic reform

Ota Šik

O. Šik.: Ekonomika, zájmy, politika. (1962).

Miloš Zeman - speech on letenská pláň 1989

<http://www.youtube.com/watch?v=01r2INhKZoc>



INVESTMENTS IN EDUCATION DEVELOPMENT

1989, the transformation of the economy from a CPE to a market

the gradual transition **V. Komárek**

The concept of rapid transition (shock therapy) **V. Klaus**

Government and Parliament have accepted the concept of a rapid transition.

Privatization of State ownership

Price liberalization

The liberalisation of foreign trade

The pros and cons of rapid privatization

the pre-privatisation agony

restrukturalizace podniků

the argument of the appropriate owner



Voucher privatization vs. employee shares

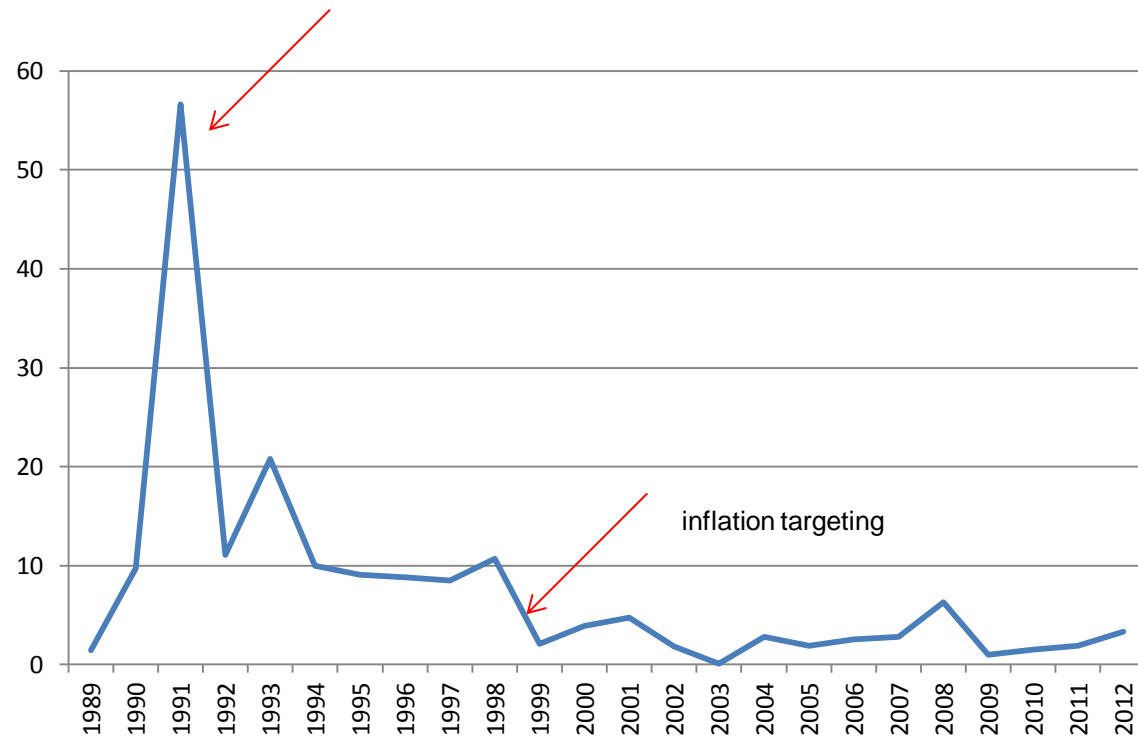
Voucher privatization

fast, mass privatization

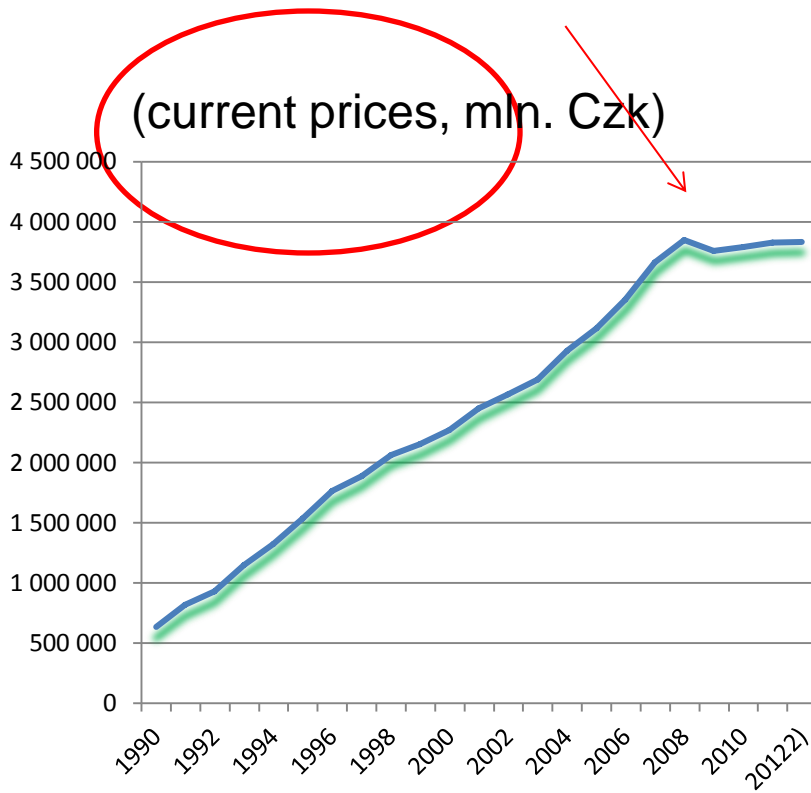
the owner of the lacking privatisation-debt

Employee shares – discrimination (an advantage of profitable and promising business staff) staff of the schools, hospitals, government offices would have nothing

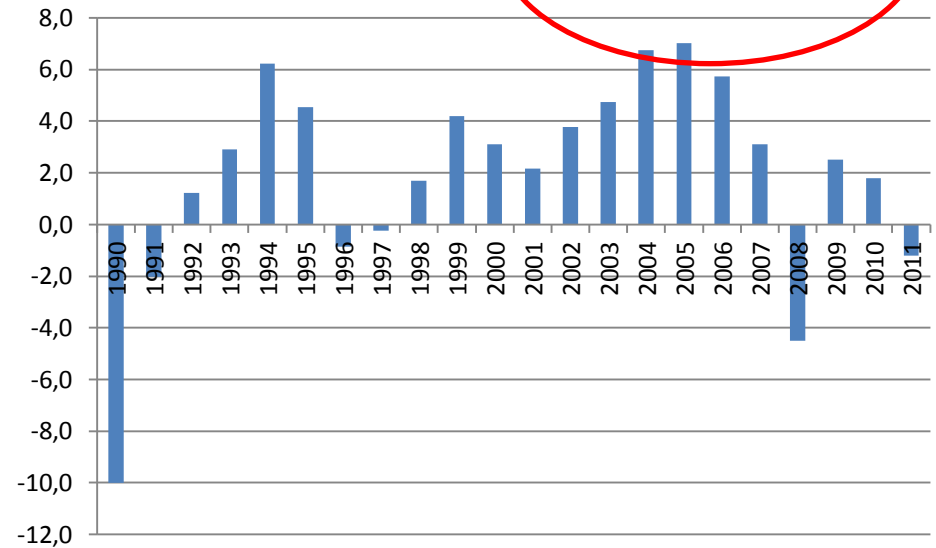
The evolution of the inflation rate in the Czech Republic since 1989



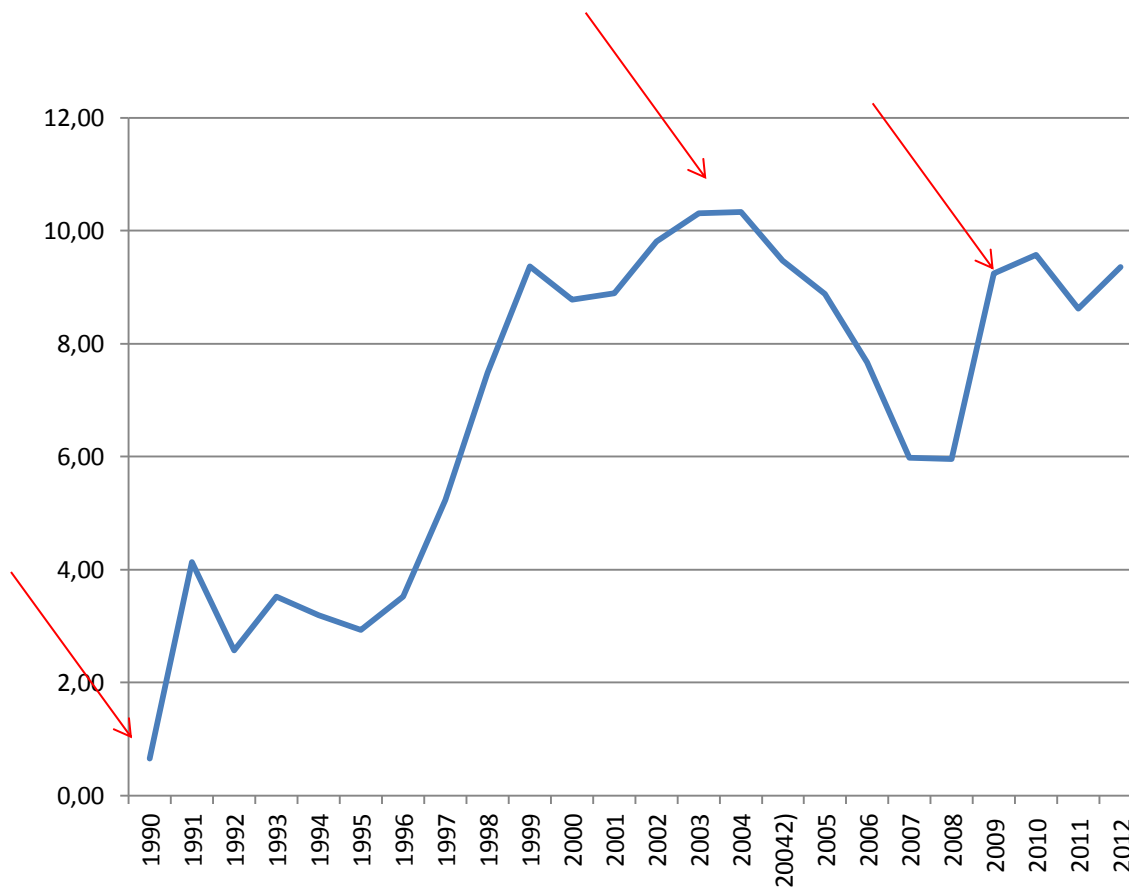
Gross domestic product



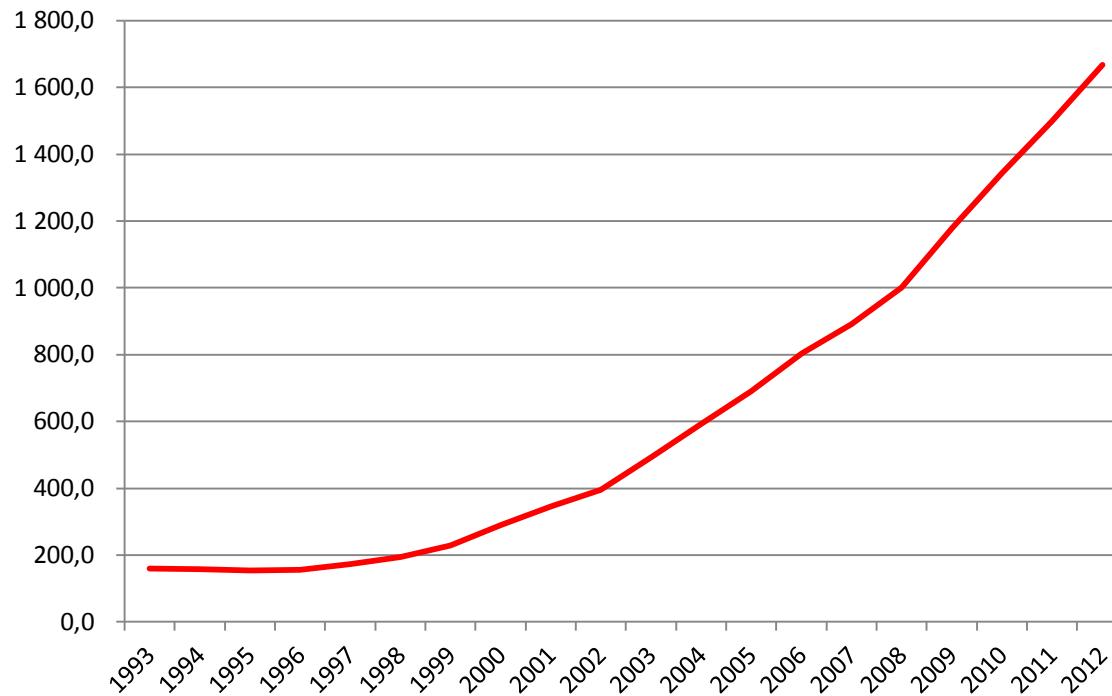
GDP growth (constant prices)



Unemployment in the Czech Republic



The national debt in the Czech Republic



v mld. Kč

Chosen problems of the Czech economy,
the Deficit of the State budget
pension reform



INVESTMENTS IN EDUCATION DEVELOPMENT

HOLMAN, Robert. *Transformace české ekonomiky: v komparaci s dalšími zeměmi střední Evropy*. Vyd. 1. Praha: CEP - Centrum pro ekonomiku a politiku, 2000, 106 s. ISBN 80-902795-6-2.