

## Methodological Sheet

### **Statistics on financial corporations engaged in lending (financial leasing, consumer credit, hire purchase, factoring and forfaiting)**

#### **I. Definition and Content**

Structure of assets and liabilities and a breakdown of loans provided by financial corporations engaged in lending.

#### **II. Sources and methodology of ascertainment**

The Czech National Bank collects the data for statistics on financial corporations engaged in lending based on Decree No. 314/2013 Coll, on the submitting of statements to the Czech National Bank by entities that belong to the financial institution sector.

#### **III. Break-down**

Data are broken down into three groups of reporting agents:

- Financial leasing companies - non-bank financial institutions, which are predominantly engaged in granting financial leasing services
- Other lending companies - non-bank financial institutions, which are predominantly engaged in granting credits or loans, including consumer credit, credit-card credit and hire purchase
- Factoring and forfaiting companies – non-banking financial institutions, which are predominantly engaged in continuous purchase of receivables before their maturity.

The balance-sheet is showed in basic breakdown by items (where applicable in a breakdown by original maturity to short-term and long-term) with relationships to residents singled out. Supplementary overview of loans provided to residents is shown in a breakdown by original maturity, institutional sector of the debtor and purpose of the loan. The definition of residents and institutional sectors is consistent with ESA2010.

Breakdown of balance-sheet items:

- Assets – total amount of assets not adjusted for provisions (gross basis)
- Cash and Deposits – holdings of cash and balances of deposit accounts
- Loans provided – loans and similar transactions by which creditor lend money to borrowers (including financial leasing)
- Bonds held – holdings of debt securities (holdings of own debt securities netted out)
- Shares and other equity – holdings of investment funds' shares/units and shares and other equity of corporations other than investment funds
- Non-financial assets – tangible and intangible assets including stockpiles and stamps
- Other assets – assets not included elsewhere (including gross positive market values of financial derivatives)
- Liabilities – total amount of liabilities including provisions (gross basis)
- Loans received – loans and similar transactions by which creditor lend money to borrowers
- Bonds issued – issued debt securities
- Own funds – equity capital registered in the Companies Register and other own funds and reserves (including provisions)
- Other liabilities – liabilities not included elsewhere (including gross negative market values of financial derivatives)

Breakdown of loans provided to residents:

- Loans to non-financial corporations – loans provided to entities belonging to the sector of non-financial corporations (S.11)
- Consumer credit to households – loans provided to households (S.14) for the purpose of personal use in the consumption of goods and services.
- Lending for house purchase to households – loans provided to households (S.14) for the purpose of investing in housing, including building and home improvements services.
- Other loans to households – loans provided to households (S.14) not included elsewhere, in particular loans provided to sole-proprietorships for entrepreneurial purposes.
- Loans to financial corporations – loans provided to entities belonging to the sector of financial corporations (S.12).
- Loans to government – loans provided to entities belonging to the sector of government institutions (S.13).
- Loans to non-profit institutions serving households – loans provided to entities belonging to the sector of non-profit institutions serving households (S.15).

**IV. Method of calculation**

The statistics is compiled by the CNB based on data from statement OFZ(ČNB)3-04 “Quarterly balance sheet of assets and liabilities of financial corporations engaged in lending” supplemented by own calculations of the CNB using additional annual data on total balance sheet sum of statistically insignificant entities.

**V. Reporting entities**

Reporting entities are financial corporations engaged in lending according to Decree 314/2013 Coll., i.e. financial institutions included in subsectors S.125 – Other financial intermediaries incorporated in the Companies Register with objects of business activity that mostly fall within other financial intermediation in the Classification of Economic Activities (CZ-NACE 64.9) and which are predominantly engaged in granting credit or loans or entering into agreements of a similar nature, for example financial leasing, factoring, consumer credit and hire purchase, including foreign persons engaged in similar business activities within the territory of the Czech Republic through organisational units of their businesses.

The list of entities covered by the statistics on financial corporations engaged in lending is posted on www site of [Money and financial statistics](#) of the CNB.