

Economics Institute of the ASCR, v. v. i.

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Prague, June 18, 2008

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I. Information on the bodies of the public research institution and their activities or their modification

a) The bodies of the workplace:

The Director of the workplace:

Since January 1, 2007 Doc. Ing. Lubomír Lízal, Ph.D. – entrusted director

Effective from June 15, 2007 Doc. Ing. Lubomír Lízal, Ph.D. – director

The Board of the workplace (hereafter "EI Board") elected on February 2, 2007. The members of the EI Board are:

Chair: Doc. Andreas Ortmann, Ph.D., Economics Institute, Academy of Sciences of the Czech Republic, v. v. i.

Vice chair: Doc. Ing. Štěpán Jurajda, Ph.D., Economics Institute, Academy of Sciences of the Czech Republic, v. v. i.

Members:

Prof. RNDr. Jan Hanousek, CSc., Economics Institute, Academy of Sciences of the Czech Republic, v. v. i.

Prof. Jan Kmenta, Ph.D., Professor Emeritus of Economics, University of Michigan

Doc. Ing. Lubomír Lízal, Ph.D., Economics Institute, Academy of Sciences of the Czech Republic, v. v. i.

Doc. Ing. Daniel München, Ph.D., Economics Institute, Academy of Sciences of the Czech Republic, v. v. i.

Prof. Gérard Roland, Ph.D., University of California, Berkeley

Prof. Avner Shaked, Ph.D., University of Bonn

Ing. Petr Zemčík, Ph.D., Economics Institute, Academy of Sciences of the Czech Republic, v. v. i.

The Supervisory Board was appointed on March 27, 2007. The members of the Supervisory Board are:

Chair: PhDr. Petr Nejedlý, Institute of Czech Language, Academy of Sciences of the Czech Republic, v. v. i.

Vice chair: Prof. Jan Švejnar, Ph.D., Economics Institute, Academy of Sciences of the Czech Republic, v. v. i.

Members:

RNDr. Jiří Rákosník, CSc., Institute of Mathematics, Academy of Sciences of the Czech Republic, v. v. i.

Doc. Ing. Zdeněk Tůma, CSc., Czech National Bank, Prague

Prof. RNDr. Jan Ámos Víšek, CSc., Faculty of Social Sciences, Charles University in Prague

b) Modification of the bodies of the workplace

none

c) Information on the bodies' activities

Director:

The Director was appointed as of June 15, 2007. But since January 1, 2007 L. Lízal was appointed an entrusted director of the Economics Institute of the ASCR, v. v. i. (hereafter EI). The main task of the director was the transfer of the institute to the new legal entity according to the Act on public research institutions—Act no. 341/2005 Coll. as subsequently amended. That covered mainly the preparation and implementation of the internal documents essential to the proper functioning of the newly establish legal entity, as well as collaboration on the new body's constitution.

The Director represents EI at the Executive Board and Governing Board of the Network of Excellence DIME under FP6. He also represents EI as a member of the Steering Committee of the ENEPRI network and PUBPOLTRANS. It is also worth mentioning that EI together with CERGE, Charles University, is a member of the National Economic Research Organizations (NERO) under the OECD. NERO is a selective association of research organizations and we are the only representative from the Eastern European countries.

The EI Board:

The Supervisory Board's meeting dates for 2007 were February 3, April 5, June 1, October 9, and November 21.

A selection of substantive issues discussed during its meetings:

- the approval of the new internal documents of the workplace regarding the transfer to a new legal entity according to the Act on public research institutions—Act no. 341/2005 Coll.,
- the election of the director,
- consultation on the order contract,
- consultation on the new Association agreement about the joint workplace with Charles University.

The minutes from the EI Board meetings are available on the internal website.

The Supervisory Board:

The Supervisory Board was nominated during the 30th meeting of the Academic Council on March 27, 2007.

The Supervisory Board's meeting dates for 2007 were June 4 and November 19.

The Supervisory Board, following its meeting, stated its approval of the EI budget for 2007, agreed on remarks concerning the contract governing the joint workplace agreement between Charles University and EI, discussed steps taken by EI related to the ownership status of the building at Politických veznu 7 and gave its approval to the operating financial statements of EI.

II. Information on the modification of the Foundation Deed

There were no modifications of the Foundation Deed during the year 2007.

III. Evaluation of the main research activities

The main research activity of the Economics Institute of the ASCR, v. v. i. is determined by an institutional research program, which contains three main directions. Scientists at EI cover in their research almost all major fields of modern theoretical and empirical economics. Their work reflects the structure of the institutional research plan. Below we review selected output from various research programs active in 2007. Whenever applicable, we include references to publications in international scientific periodicals with impact factors (IF).

Basic macroeconomic research was the central focus of the first area of our research plan. This research provides the necessary framework for a study of economic development in the Czech Republic and its dependence on various institutions and on the stage of convergence to the original members of the European Union. In this area, we studied the propagation of monetary policy shocks through the creation of credit in an economy (Boháček and Mendizábal, *Journal of Money Credit and Banking*) and the effects of financial intermediation on aggregate levels and the distribution of resources in an economy with credit-constrained heterogeneous agents and occupational choice (Boháček, *Journal of Macroeconomics*). The second important part of our research agenda involved mainly the empirical investigation of firm profitability. Our results highlight the benefits of strategic restructuring accompanied by an inflow of new capital and managerial culture (Hanousek, Kočenda, and Švejnar, *Economics of Transition*) and show evidence of the existence of the learning process at a proxy stock market (Hanousek and Kočenda, *Politická ekonomie*). Another paper empirically analyzes the effects of ownership structure on firm-level environmental performance and examines the link between financial performance and environmental performance in a transition economy (Earnhart and Lízal, *Eastern European Economics*). Finally, another crucial part of the institutional research plan for EI is detailed theoretical and empirical analysis of human capital, e.g. a comparison of unemployment in countries in Western and Eastern Europe (Münich and Švejnar, *Eastern European Economics*). Somewhat surprisingly, our results indicate that wages in predominantly "female" occupations can pay no less than wages in predominantly "male" occupations (Jurajda and Harmgart, *Journal of Comparative Economics*). Publications are listed in Appendix A.

Some of the research activities conducted by EI have direct policy implications. In 2007, EI actively participated in important discussions on the subject of the methodology of measuring and lowering unemployment and of the environmental impact of various economic policies. For example, a research project financed by the Grant Agency of the Academy of Science of the Czech Republic provided a macroeconomic perspective on the protection of the environment during the transition process (Ritschelová, Tošovská and Sidorov, *Environmental Policy*). The project was conducted jointly with the University of J.E. Purkyně. EI researchers were also members of councils on Ecology Tax Reform and on the National Allocation Plan of the Ministry of the Environment of the Czech Republic and on the board of the Slovak Agency for Research and Development Support.

Other research questions were investigated based on consulting contracts. A time-varying wage curve was estimated for the Ministry of Labor and Social Affairs to characterize regional differences in wages and unemployment rates. A critical literature review was provided regarding a methodology for the modeling of shocks in

the energy supply and their economic impact for the Prague Security Studies Institute, o.s. This survey was submitted to the Independent Energy Commission of the Government of the Czech Republic as another consulting contract. EI also refereed the evaluation of meeting the objectives set by the National Innovation Policy for the Ministry of Industry and Trade of the Czech Republic. It also reviewed the methodology of evaluating the impact of government intervention programs for the Ministry of Labor and Social Affairs.

EI cooperates closely with the Center for Economic Research and Graduate Education (CERGE), within a joint workplace, CERGE-EI (without a joint legal statute). From an organizational perspective, we would like to stress the continuing involvement of young researchers and doctoral students in the research activities of EI. This is especially the case within the framework of the Center of Advanced Political Economy Research (CAPER, project code LC542), established in 2005 with the objective of starting the professional careers of young researchers. The Center is supported within the program of basic research centers of the Ministry of Education, Youth and Sport of the Czech Republic. CAPER is a steady source of high quality research papers on policy-related questions. The existence of CAPER made it possible to double the number of full-time contracts for advanced doctoral students (M.A. graduates) and post-doctoral researchers employed as Junior Researchers at CERGE-EI. The outcomes of this joint cooperation within CAPER include the study of the banking sector in countries newly admitted to the European Union (Hanousek, Kočenda, Ondko, *Finance a úvěr*) or the study of certification as a signal of quality in transition economies (Ortmann and Svítková, *Prague Economic Papers*). See Appendix B for further information on projects, grants, and the institutional research plan.

EI and CERGE also cooperate in educating young researchers at the outset of their scientific careers, both within the framework CAPER and otherwise. The CERGE-EI Ph.D. program in economics is accredited in the Czech Republic and permanently fully accredited in the United States. This type of doctoral program is modeled on programs in the U.S. and usually lasts from 5 to 6 years, which is longer than similar local programs. CERGE-EI graduates have been very successful in finding jobs in high-quality Czech and foreign research institutions. For instance, T. Paligorová recently started working at the research department of the Bank of Canada, O. Rydval became a researcher at Friedrich Schiller University of Jena and D. Kolyuzhnov obtained a position as an assistant professor at a well-recognized economics department at Novosibirsk State University. EI employees participate in a number of other education programs at both undergraduate and post-graduate levels. The programs involve cooperation with the University of Economics in Prague, Anglo-American University, the Faculty of Social Sciences and the Faculty of Humanities at Charles University, and the London School of Economics. In addition, EI provides a fruitful environment for more advanced researchers at later stages of their careers. P. Zemčík received the Marie Curie Global Integration Fellowship within the 6th Framework Program of the European Commission. This is a grant for an institution that employs scientists returning from abroad and it was awarded in the research field of real estate finance. See Appendix B for detailed information on European Commission grants and research projects.

The international cooperation of EI has several layers. First, our Junior Researchers participated in a research program with the Global Development Network, which is financed by the World Bank. V. Belush constructed a life-cycle model with endogenous fertility to study various alternatives of social security systems. A. Hakobyan examined the stability of the banking sector in the presence of foreign banks. Our scientists also closely cooperated with European institutions. Such cooperation is conducted within various grant projects financed by the

European Commission such as Dynamics of Institutions and Markets in Europe or Public Policy, Market Organization and Transition Economies. Alternatively, it is conducted within the partnership called the European Network of Economics Policy Research Institutes. Moreover, our researchers frequently collaborated individually with co-authors located outside of the Czech Republic, which resulted in a number of excellent publications. These publications were co-authored for example by H. R. Mendizábal or H. Harmgart and were described above. EI also continued in its conference activities with substantial international attendance. Let us mention the 2007 Annual Meeting of the Society for Economic Dynamics or the Annual Regional Conference of the Global Development Network. A number of well-established economic scientists presented their recent research results. In 2007, EI organized or co-organized in total four scientific conferences and seven workshops within the joint workplace of CERGE-EI. EI researchers gave presentations at 125 conferences, workshops, and seminars (of which 44 were invited lectures), both in the Czech Republic and abroad.

Our institute participated in the popularization of economic science. Besides the above-mentioned conferences, EI organized 57 seminar series presentations in macroeconomics, microeconomics and applied microeconomics. These seminars enable local specialists follow recent advances in their fields. In addition, there were seven lectures and discussions on special occasions, e. g. round table discussions, 11 seminars and panel discussions regarding health care for the general public or seven discussions organized by the Association for International Affairs (AMO), and eight lectures given to groups of external visitors.

The work of our researchers has been recognized by the Czech scientific community. P. Katuščák was awarded the Otto Wichterle Price from the Academy of Sciences of the Czech Republic for outstanding research. D. Münich received an award for the most relevant and academically successful article from the Czech National Bank. A paper by A Bogomolova and D. Kolyuzhnov, who are both involved in research within CAPER, was chosen as the best student work in economic theory by the Czech Econometric Society. The CERGE-EI joint workplace puts strong emphasis on the quality of research. Therefore it is not surprising that rigorous evaluations of Czech economics research output based on the impact factor of publications have repeatedly ranked CERGE-EI as the best economics research organization in the country by a large margin. To keep the high level of research, EI hires promising young economists on the local market as well as the world market and regularly manages to attract recent Ph.D. graduates from the most prestigious doctoral programs in the world, primarily from the U.S. In the last year, EI hired one such female researcher of Czech origin who graduated from John Hopkins University and one female graduate of the London School of Economics.

Attachments contain important information that further characterize the activities of EI in 2007.

IV. Evaluation of further research and other activities

Public presentation of the workplace and popularization of science:

The workplace presents most of its activities (seminars, publications) on its website. The EI also participates in the general promotional activities of the Czech Academy of Sciences such as Science and Technology Week.

EI researchers are actively involved in popularizing economics science among the general public in the Czech Republic. They contribute to the current public policy debates with their expert opinion in popular articles and interviews or by

participating in expert government committees. During 2007 EI researchers have contributed 16 written articles in printed media and had 212 other appearances in the mass media.

The workplace held an Open Day on November 9, 2007 as a way of acquainting university students and media representatives with its activities. The Ph.D. program in economics which EI runs jointly with CERGE at Charles University was promoted via international Study Abroad and Fulbright Commission centers in most countries of Central and Eastern Europe as well as via recruitment trips to eight different countries.

Within the main activities the institute performed also others activities from which should be mentioned the following for 2007:

1. Education courses

The institute in cooperation with the Faculty of Humanities of Charles University in Prague carried out, as every year, the Spring and Fall Courses of UPCES (the Undergraduate Program in Central European Studies). Classes are made up mainly of American students, but the course is open also for other students of Charles University. The participants in the program learn about basic questions and problems related to the Central European region.

The institute also organized summer courses for American students from Richmond University and the College of William and Mary in 2007.

2. Conferences and seminars

Co-Organizer of the 2007 Annual Meeting of the Society for Economic Dynamics

Organizer of the "GDN/CERGE-EI Regional Research Competition Conference" for the World Bank

Co-Organizer of regular health care seminars

Co-Organizer of CERGE-EI Research Seminars Series with the foreign lecturers

3. Works within the main activity

T-Mobile – elaboration of an expert study

Institute of Geonics of the AS CR, v. v. i. – cooperation on the project "Developing Interests of the Border Regions" (on the example of the Orlice region)

Prague Security Studies Institute, o.s. – cooperation on an evaluation of the effect of the economy of CR on the import of raw energy

Government of CR – study about the growth of energy consumption and electricity consumption in the period 2006–2030 for the Independent National Energy Commission

4. Cooperation agreements

The University of Economics and Management – cooperation in librarian services

Progress Partners Advertising, spol .s r.o. – cooperation in the organization of the Financial Management Association conference

Confima, spol. s r.o. – cooperation on a tender of the Ministry of Labor and Social Affairs of the Czech Republic

Centre of Research Contracts (Centrum výzkumných kontraktů) – cooperation with Confima on the JPD2 project

All the abovementioned activities not only improve international cooperation in economic research, but they are also an effort to implement the knowledge of the researchers into the solving problems, both on governmental level and within the private sector, in the Czech Republic.

V. Information about the precautions for the elimination of defects in management and a report on how the precautions for the elimination of defects in management were fulfilled in the previous year

Financial management is audited each year. The auditor's report (auditor HZ Prague, spol. s r.o.) for 2006 was accepted without reservations, therefore any precautions for the elimination in management were not necessary in 2007.

VI. Financial information about facts that are important for the economic position of the institute and that can have an influence on its further development*

This part of this annual report is the financial statement and auditor's report for 2007. Those documents show that the financial management of the institute was free of problems during 2007. There was a small complication in the fact that the building Politických veznu 7 was not moved into institution property from January 1, 2007 in the context of the transformation of the institute into v. v. i. status and all the income from rent had to be transferred to the Academy of Sciences account. Missing funds for the building maintenance were supplied by the Academy through the institutional budget. It is expected the building will be moved into the institute property during 2008. The income from the rent would then be used for building maintenance.

VII. Expected development of institutional activities*

The institutional support from the Academy of Sciences represents 61.3 % of the annual expenses of the institute. The other expenses were mainly covered by specific funds for research (CAPER LC 542, grants of the Grant Agency of the Czech Republic and Grant Agency of the Academy of Sciences, FP6 projects, etc.); the remaining funds were covered by other activities within the main activity of the institute (see the paragraph IV.). We suppose that the structure of the funds needed for the funding of the institute is suitable and gives a good basis to expect no troubles relates to financial funding in the future. We expect the improvement of the financial funding after the expected move of the building into institute property when the

* Information requested according to Act No. 563/1991 Coll., Par. 21, on Accounting, as subsequently amended.

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income from rent will be used to finance its needs. Unfortunately, due to the free rent of the space for Institute of Psychology of the Academy of Sciences of the Czech Republic, v. v. i., EI suffers an annual loss in the amount of approximately 500,000 CZK. We must be active in looking for special funds for research support both within domestic and foreign grant agencies. As is visible from the present stage it is realistic to receive, using an active PR policy, other orders for expert studies in the coming period from the private and government level.

VIII. Activities in the field of environmental protection*

There were no specific activities related to environmental protection completed in 2007. In the past several years, however, there have been specific activities undertaken. EI has used a centralized system for the purpose of heating the rooms throughout building which utilizes a high-efficiency gas heater. Localized electric water heaters are used due to the lack of a centralized water system to deliver hot water to sinks. A recycling program for paper and plastic was also implemented.

IX. Activities in the field of the law on labor*

1/ Number of new concluded employments	19
for an unspecified period	0
for a fixed period	19
2/ Number of terminated employments	27
3/ Number of persons, with whom contracts of services were concluded	2
4/ Number of external persons, with whom agreements were contracted for specific tasks	19



Doc. Ing. Lubomír Lízal, Ph.D.
Economics Institute of the ASCR, v. v. i.

Enclosures: Independent Auditor's Report with Financial Statement

* Information requested according to Act No. 563/1991 Coll., Par. 21, on Accounting, as subsequently amended.

* Information requested according to Act No. 563/1991 Coll., Par. 21, on Accounting, as subsequently amended.



INDEPENDENT AUDITOR'S REPORT

Appropriate Addressee

Národohospodářský ústav Akademie věd ČR
Politických vězňů 7, Praha 1

We have audited the accompanying financial statements of the Economics Institute of the Academy of Sciences in the Czech Republic, which comprise the balance sheet as of 31 December 2007, and the income statement for the year then ended, and a summary of significant accounting policies.

Statutory Body's Responsibility for the Financial Statements

The Statutory Body of the Economics Institute of the Academy of Sciences in the Czech Republic is responsible for the preparation and fair presentation of these financial statements in accordance with Czech accounting regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Act on Auditors and International Standards on Auditing and the related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the

circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Economics Institute of the Academy of Sciences in the Czech Republic as of 31 December 2007, and of its financial performance and its cash flows for the year then ended in accordance with Czech accounting regulations.

Prague on April 30, 2008



Ing. Hana Filipcová
auditor - osvědčení KAČR č. 0649

HZ Praha, spol. s r.o.
PKF Czech Republic
auditor – osvědčení KAČR č. 31
Karlova 48
110 00 Praha 1

Economics Institute of the Academy of Sciences of the
Czech Republic

Balance Sheet

(in thousands of CZK)

For The Year Ended December 31, 2007

ASSETS				
identifi - cation		row	1.1.2007	31.12.2007
a	b	c	1	2
A.	Fixed assets	1	5 489,84	4 172,72
1.	Intangible results of research and similary activities	2	0,00	0,00
	Software	3	1 159,61	1 325,31
	Valuable rights	4	0,00	0,00
	Other intangible fixed assets	5,6	820,58	820,58
	Acquisititon of intangible assets in progress	7	0,00	0,00
	Advancements for intangible fixed assets	8	0,00	0,00
	Intangible fixed assets	9	1 980,19	2 145,89
2.	Accumulated amortization - Intangible results of research and similary activities	10	0,00	0,00
	Accumulated amortization - software	11	-217,31	-471,64
	Accumulated amortization - valuable rights	12	0,00	0,00
	Accumulated amortization - other intangible fixed assets	13,14	-820,58	-820,58
	Accumulated amortization - intangible assets	15	-1 037,89	-1 292,22
3.	Land	16	0,00	0,00
	Buildings, halls and structures	18	0,00	0,00
	Capital equipment: units and property classes	19	12 716,49	12 957,16
	Perennial crops	20	0,00	0,00
	Breeding and draught animals	21	0,00	0,00
	Minor items of tangible assets	22	7 932,68	7 932,68
	Acquisititon of tangible assets in progress	24	0,00	0,00
	Advancements for tangible assets	25	208,01	0,00
	Tangible fixed assets	26	20 857,18	20 889,84
4.	Accumulated depreciation - buildings, halls and structures	27	0,00	0,00
	Accumulated depreciation - capital equipment: units and property classes	28	-8 376,96	-9 638,11



	Accumulated depreciation - perennial crops	29	0,00	0,00
	Accumulated depreciation - breeding and draught animals	30	0,00	0,00
	Accumulated depreciation - minor items of tangible assets	31	-7 932,68	-7 932,68
	Accumulated depreciation-tangible fixed assets	33	-16 309,64	-17 570,79
5.	Shares and ownership investments in enterprises with controlling influence	34	0,00	0,00
	Shares and ownership investments in enterprises with substantial influence	35	0,00	0,00
	Other securities and ownership investments	36	0,00	0,00
	Loans to enterprises in group	37	0,00	0,00
	Other financial investments	38	0,00	0,00
	Financial investments	39	0,00	0,00
B.	Current assets	41	16 921,76	13 432,20
1.	Materials	42	0,00	0,00
	Work in progress and semi-finished products	43,44	0,00	0,00
	Products	45,46	0,00	0,00
	Animals	47	0,00	0,00
	Merchandise	48	0,00	0,00
	Advancements for inventory	49	0,00	0,00
	Inventory	51	0,00	0,00
2.	Trade receivables	52	498,79	326,71
	Bills of exchange	53	0,00	0,00
	Receivables - issued securities	54	0,00	0,00
	Prepayment	55	411,90	275,82
	Other receivables	57	0,00	3,62
	Value added tax	63	0,00	0,00
	Receivables on employees	70	10,75	-2,70
	Other receivables	72	16 000,62	357,24
	Receivables	75	16 922,06	960,69
3.	Cash	76	0,00	9,62
	Cash in transfer	77	0,00	0,00
	Postal stationery	78	-0,30	122,50
	Cash in bank	79	0,00	12 339,39
	Cash in bank - social fund	80	0,00	0,00
	Other cash in bank	81	0,00	0,00
	Financial assets	83	-0,30	12 471,51
4.	rows 84 - 119: not used items	80		
5.	Deferred expenses	120	0,00	39,08
	Estimated receivables	123	4,62	4,62
	Accruals	123	4,62	43,70
	Total assets	125	22 416,22	17 648,62



EQUITY + LIABILITIES				
identifi- cation		row	1.1.2007	31.12.2007
a	b	c	3	4
C.	Equity	126	15 245,28	13 809,53
1.	Fixed assets account	127	5 357,07	4 219,76
	Current assets account	128	0,00	0,00
	Economy activity of budget organization account	129	0,00	0,00
	Assets account	131	5 357,07	4 219,76
2.	Reward account	132	0,00	0,00
	Social account	133	348,18	277,17
	Reserve account	134	3 412,51	1 713,67
	Account of predetermined resources	135	0,00	1 322,50
	Reproduction assets account	136	6 018,22	5 927,84
	Purpose-made accounts	137	0,00	0,00
	Other accounts	138	0,00	0,00
	Financial accounts	139	9 778,91	9 241,18
3., 4.	rows 139 - 151: not used items			
5.	Net income (loss) for fiscal period	152	0,00	348,59
	Retained earnings, unpaied losses	153	23,89	0,00
	Profit/Loss in approval proces	154	85,41	0,00
	rows 155 - 157: not used items			
	Net income /Net loss	158	109,30	348,59
D.	Liabilities	159	7 170,94	3 839,09
1.	Legal reserves	160	0,00	0,00
2.	Bonds	161	0,00	0,00
	Rent payables	162	0,00	0,00
	Long-term deposits received	163	0,00	0,00
	Long-term notes	164	0,00	0,00
	Other long-term liabilities	165	0,00	0,00
	Long-term liabilities	166	0,00	0,00
3.	Trade payables	167	908,53	289,57
	Short-term notes	168	0,00	0,00
	Deposits received	169	0,00	2,60
	Other liabilities	170	-0,04	24,37
	Payables to employees	176	156,90	183,62
	Payables to social security	179	2 071,55	971,15
	Taxes payable	180	346,96	285,69
	Other direct taxes	181	889,87	310,16
	Payables by virtue of financial relation to the state budget	185	0,00	0,00
	Other payables	188	2 555,42	1 506,29
	Current liabilities	189	6 929,19	3 573,45
4.	rows 190 - 199: not used items		0,00	0,00
	Estimated payables	200	241,75	*265,64
	Accruals	196	241,75	265,64
	Total liabilities + equity	197	22 416,22	17 648,62



Economics Institute of the Academy of Sciences of the Czech Republic

Profit And Loss Statement

(in thousands of CZK)

For The Year Ended December 31,2007

Acc. Nr.	row	activity		total	
		head	economic		
501	Consumption of material	1	2 511,04	0,00	2 511,04
502	Consumption of energy	2	424,69	0,00	424,69
503	Consumption of other non-stockable supplies	3	290,79	0,00	290,79
504	Cost of merchandise sold	4	0,00	0,00	0,00
511	Maintenance	5	4 616,16	0,00	4 616,16
512	Travel expenses	6	1 493,65	0,00	1 493,65
513	Representaion cost	7	0,00	0,00	0,00
518	Other outside services used	8	3 826,82	0,00	3 826,82
521	Wages and Salaries	9	23 971,74	0,00	23 971,74
524	Statutory social security expenses	10	8 126,22	0,00	8 126,22
525	Other social security expenses	11	0,00	0,00	0,00
527	Legal social expenses	12	461,78	0,00	461,78
528	Other social expenses	13	0,00	0,00	0,00
531	Road tax	14	6,00	0,00	6,00
532	Property tax	15	1,21	0,00	1,21
538	Other taxes and fees	16	0,00	0,00	0,00
541	Contractual fines and penalties	17	0,00	0,00	0,00
542	Other penalties	18	0,00	0,00	0,00
543	Un-collectable accounts receivable expenses	19	0,00	0,00	0,00
544	Interest	20	0,00	0,00	0,00
545	Exchange rate loses	21	320,90	0,00	320,90
546	Gifts	22	0,00	0,00	0,00
548	Involuntary conversion	23	0,00	0,00	0,00
549	Other expenses	24	2 190,06	0,00	2 190,06
551	Amortization of intangible and deprecation of tangible assets	25	1 563,01	0,00	1 563,01
552	Net book value of sold tangible and intangible assets	26	0,00	0,00	0,00
553	Sold securities and deposits	27	0,00	0,00	0,00
554	Purchase price of sold raw materials	28	0,00	0,00	0,00
556	Creation of legal reserves	29	0,00	0,00	0,00
559	Creation of legal allowances	30	0,00	0,00	0,00
	Total expenses	33	49 804,07	0,00	49 804,07



Acc. Nr.	row	activity		total	
		head	economic		
601	Revenues from own products	32	0,00	0,00	0,00
602	Revenues from rendering services	33	1 982,55	0,00	1 982,55
604	Revenues from merchandise	34	0,00	0,00	0,00
611	Change in inventory of work in progres	35	0,00	0,00	0,00
612	Change in inventory of semi-finished products	36	0,00	0,00	0,00
613	Change in inventory of own products	37	0,00	0,00	0,00
614	Change in inventory of animals	38	0,00	0,00	0,00
621	Capitalisation of materials and merchandise	39	0,00	0,00	0,00
622	Capitalisation of own services	40	0,00	0,00	0,00
623	Capitalisation of intangible assets	41	0,00	0,00	0,00
624	Capitalisation of tangible assets	42	0,00	0,00	0,00
641	Contractual fines and delay interest	43	0,00	0,00	0,00
642	Other fines and penalties	44	0,00	0,00	0,00
643	Revenues from un-collectable receivables	45	0,00	0,00	0,00
644	Interest	46	11,53	0,00	11,53
645	Exchange rate profits	47	23,94	0,00	23,94
648	Clearing of equity accounts	48	5 368,19	0,00	5 368,19
649	Other revenues	49	3 702,45	0,00	3 702,45
651	Revenues from sale of tangible and intangible assets	50	0,00	0,00	0,00
652	Revenues from long-term financial assets	51	0,00		
653	Revenues from sale of securities and deposits	52	0,00	0,00	0,00
654	Revenues from sale of raw materials	53	0,00	0,00	0,00
655	Revenues from short-term financial assets	54	0,00	0,00	0,00
656	Clearing of legal reserves	55	0,00	0,00	0,00
659	Clearing of legal allowances	56	0,00	0,00	0,00
691	Operating grants	57	39 064,00	0,00	39 064,00
	Total revenues	58	50 152,66	0,00	50 152,66
	Net income/loss before taxation	59	348,59	0,00	348,59
591	Income tax - current year	60	0,00	0,00	0,00
595	Additional tax on income from prior periods	61	0,00	0,00	0,00
	Net income/loss after taxation	62	348,59	0,00	348,59



Appendix A - PUBLICATIONS

Publications in Refereed Journals in 2007 (with impact factor)

Babetskii, I., Komárek, L., and Komárková, Z. 2007. "Financial Integration of Stock Markets among New EU Member States and the Euro Area," *Finance a úvěr: Czech Journal of Economics and Finance*, 57, 7-8: 341-362, IF: 0.190.

Boháček, R. and Mendizábal, H. R. 2007. "Credit Markets and the Propagation of Monetary Policy Shocks," *Journal of Money Credit and Banking*, 39, 6: 1429-1455, IF: 1.155.

Boháček, R. 2007. "Financial Intermediation with Credit Constrained Agents," *Journal of Macroeconomics*, 29, 4: 741-759, IF: 0.290.

Brůha, J., Ionascu, D., and Jeong, B. 2007. "Organized Labor and Restructuring: Coal Mining in the Czech Republic and Romania," *Finance a úvěr: Czech Journal of Economics and Finance*, 57, 5-6: 272-291, IF: 0.190.

Earnhart, D. H. and Lízal, L. 2007. "Direct and Indirect Effects of Ownership on Firm-Level Environmental Performance," *Eastern European Economics*, 45, 4: 66-87, IF: 0.362.

Engelmann, D. and Steiner, J. 2007. "The Effects of Risk Preferences in Mixed-Strategy Equilibria of 2x2 Games," *Games and Economic Behavior*, 60, 2: 381-388, IF: 0.874.

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Fungáčová, Z. 2007. "Massive Delisting on the Prague Stock Exchange," *Beyond Transition : The Newsletter about Reforming Economies*, 18, 2: 15-15.

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Tošovská, E. and Ritschelová, I. 2007. "Rozvoj ekologického průmyslu a jeho vliv na zaměstnanost v Evropské unii [Development of Eco-Industry and Its Impact on Employment in the European Union]," *Mezinárodní politika*, 31, 10: 22-24.

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Kočenda, E. and Černý, A. 2007. "Elements of Time Series Econometrics: An Applied Approach," *Elements of Time Series Econometrics: An Applied Approach*, Prague: Karolinum Press, 226 p.

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Galuščák, K. and Münich, D. 2007. "Regional Wage Adjustments and Unemployment: Estimating the Time-Varying Wage Curve," in: Flek, V. (ed.), *Anatomy of the Czech Labour Market: From Over-Employment to Under-Employment in Ten Years?* Prague: Karolinum, 99-116.

Havlíčková, V., Franta, M., and Guzi, M. 2007. "A System for Forecasting Skilled Labour Needs in the Czech Republic: Putting Research Results into Practice," in: Strietska-Ilina, O. and Tessaring, M. (eds.), *Systems, Institutional Frameworks and Processes for Early Identification of Skill Needs*, Luxembourg: Office for Official Publications of the European Communities, 101-110.

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Ortmann, A. and Weber, A. 2007. "Thomas Schelling und die Theorie der Self-Command [Thomas Schelling and the Theory of Self-Command]," in: Pies, I. and Leschke, A. (eds.), *Thomas Schellings Strategische Oekonomik. [Thomas Schelling's Economics of Strategy]*, Tuebingen: Mohr-Siebeck, 121-134.

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Babetskii, I. 2007. "Aggregate Wage Flexibility in Selected New EU Member States," *CESifo Working Paper Series*, No. 1916. Munich: Munich Society for the Promotion of Economic Research, 23 p.

Babetskii, I. and Campos, N.F. 2007. "Does Reform Work? An Econometric Examination of the Reform-Growth Puzzle," *CEPR Discussion Paper*, No. 6215. London: Centre for Economic Policy Research, 37 p.

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Franta, M., Guzi, M., and Konečný, T. 2007. "Studie podmínek pro zavedení systému odložených, příjmově podmíněných splátek studentských půjček v České republice [Income Contingent Loans and Earnings Profiles: A Simulation Study]," Prague: Czech Ministry of Education, 35 p.

Franta, M., Saxa, B., and Šmídková, K. 2007. "Inflation Persistence: Euro Area and New EU Member States," *European Central Bank Working Paper Series*, No. 810, Frankfurt: European Central Bank, 39 p.

Fungáčová, Z. 2007. "Fínska ekonomika - příběh rastu [Finnish Economy - the Story of Growth]," in: Švec, M., Snopek, L. (eds.), *Suomi a my: sborník k 90. výročí nezávislosti Finska [Suomi and We: Collection of Works to Commemorate 90th Anniversary of Finnish Independence]*, Moravská Třebová: Občanské sdružení Aegyptus, 25-28.

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Hanousek, J., Hájková, D. and Filer, R. K. 2007. "A Rise by Any Other Name? Sensitivity of Growth Regressions to Data Source." *CESifo Working Paper Series*, No. 2064. Munich: Munich Society for the Promotion of Economic Research, 32 p.

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Kolyuzhnov, D., Bogomolova, A., and Slobodyan, S. 2007. "Escape Dynamics: A Continuous Time Approach," in: Blair, S. et al. (eds.), *Proceedings of the 8th Joint Conference on Information Sciences [CD ROM]*, Toronto: X-CD Technologies Inc., 1009-1012.

Matějů, P., Konečný, T., Franta, M., Weidnerová, S., Večerník, J., and Soukup, P. 2007. "Public-Private Funding of Higher Education: The Czech Republic," Prague: Institute of Sociology, Academy of Sciences of the Czech Republic, 25 p.

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Noguera, J. and Sotz, J. 2007. "Has EU Brought Instability to the Enlargement?" *ISPI Working Paper Series*, No. 16, Milano: International Society for Performance Improvement, 21 p.

Ritschelová, I., Tošovská, E., Farský, M., and Študent, J. 2007. "Důsledky liberalizace environmentálních služeb [Consequences of the Liberalization of Environmental Services]," *Environmentální aspekty podnikání*, -, 2: 25-26.

Ritschelová, I., Tošovská, E., Sidorov, E., and Študent, J. 2007. "Consequences of the Liberalization of Environmental Services," in: *Environmental Accounting - Sustainable Development Indicators: May 23-25, 2007, Prague: Proceedings of the 3rd International Conference EA-SDI 2007*, Ústí nad Labem: University of Jan Evangelista Purkyně, 272-275.

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Senior Researchers							
BIČÁKOVÁ, Alena	0	0	0	0	0	0	1
BOHÁČEK, Radim	2	2	2	2	0	0	2
ÇELIK, Levent	0	0	0	0	0	0	1
HANOUSEK, Jan	57	10	14	3	43	7	6
JEONG, Byeongju	2	0	2	0	0	0	1
JURAJDA, Štěpán	25	7	15	6	10	1	6
KATUŠČÁK, Peter	0	0	0	0	0	0	2
KEJAK, Michal	1	0	1	0	0	0	0
KOČENDA, Evžen	46	16	24	7	22	9	6
LÍZAL, Lubomír	23	5	15	3	8	2	2
MÜNICH, Daniel	25	5	14	5	11	0	4
ORTMANN, Andreas	70	15	38	2	32	13	1
SLOBODYAN, Sergey	2	1	2	1	0	0	2
ŠVEJNAR, Jan	63	17	31	2	32	15	11
TOŠOVSKÁ, Eva	17	11	0	0	17	11	0
VAVREJNOVÁ, Marie	1	0	0	0	1	0	0
VINOGRADOV, Viatcheslav	2	1	0	0	2	1	1
VOURVACHAKI, Evangelia	0	0	0	0	0	0	1
ZEMČÍK, Petr	2	1	1	0	1	1	0
ZEMPLINEROVÁ, Alena	10	1	5	0	5	1	0
ŽIGIĆ, Krešimir	14	12	2	0	12	12	0
Postdoctoral Fellows							
BABETSKII, Ian	6	0	4	0	2	0	3
BENA, Jan	5	1	0	0	5	1	2
ČERNÝ, Alexandr	3	0	2	0	1	0	0
KLEIN, Alexander	1	1	0	0	1	1	0
KOVÁČ, Eugen	2	1	0	0	2	1	0

RYDVAL, Ondřej	12	9	2	0	10	9	0
STEINER, Jakub	1	0	1	0	0	0	3
SVÍTKOVÁ, Katarína	10	7	0	0	10	7	1
UZAGALIEVA, Ainura	1	0	0	0	1	0	2
Junior Researchers							
ANASTASSOVA CHIRMICIU, Lubomíra	1	0	1	0	0	0	0
BRHLÍKOVÁ, Petra	5	2	0	0	5	2	0
BRIATKA, Ľuboš	1	0	0	0	1	0	0
FRANTA, Michal	1	1	0	0	1	1	2
FUNGÁČOVÁ, Zuzana	2	1	0	0	2	1	0
HÁJKOVÁ, Dana	11	6	0	0	11	6	4
KAZAKOVA, Elena	0	0	0	0	0	0	1
van KOTEN, Silvester	1	0	0	0	1	0	0
MRAVEC, Michal	1	1	0	0	1	1	0
PUTZOVÁ, Alexandra	1	1	0	0	1	1	0
SAXA, Branislav	0	0	0	0	0	0	1
Total	427	135	176	31	251	104	66

Visiting Researchers							
ANDERSON, Ronald W.	36	0	35	0	1	0	2
KMENTA, Jan	50	0	46	0	4	0	0
ROLAND, Gérard	143	1	130	1	13	0	6
SHAKED, Avner	90	0	85	0	5	0	0
Total	319	1	296	1	23	0	8

TOTAL EI	746	136	472	32	274	104	74
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335. Fungáčová, Z. *Can the Market Fix a Wrong Administrative Decision? Massive Delisting on the Prague Stock Exchange*, August 2007, 41 p. ISBN 978-80-7343-134-1, 978-80-7344-123-4.
336. Kováč, E. and Žigić, K. *International Competition in Vertically Differentiated Markets with Innovation and Imitation: Trade Policy versus Free Trade*, August 2007, 51 p. ISBN 978-80-7343-135-8, 978-80-7344-124-1.
337. Mikhed, V. and Zemčík, P. *Do House Prices Reflect Fundamental? Aggregate and Panel Data Evidence*, October 2007, 21 p. ISBN 978-80-7343-136-5, 978-80-7344-125-8.
338. Mikhed, V. and Zemčík, P. *Testing for Bubbles in Housing Markets: A Panel Data Approach*, October 2007, 44 p. ISBN 978-80-7343-137-2, 978-80-7344-126-5.
339. Borys Morgese, M. and Horváth, R. *The Effects of Monetary Policy in the Czech Republic: An Empirical Study*, September 2007, 26 p. ISBN 978-80-7343-138-9, 978-80-7344-127-2.
340. Stančík, J. *Horizontal and Vertical FDI Spillovers: Recent Evidence from the Czech Republic*, September 2007, 34 p. ISBN 978-80-7343-139-6, 978-80-7344-128-9.
341. Drnáková, L. *Determinants of Secondary School Choice in the Czech Republic*, September 2007, 59 p. ISBN 978-80-7343-140-2, 978-80-7344-129-6.
342. Mravec, M. *Understanding the Lack of Competition in Natural Gas Markets: The Impact of Storage Ownership and Upstream Competition*, September 2007, 40 p. ISBN 978-80-7343-141-9, 978-80-7344-130-2.
343. Cho, J.H. *Self-Reputation and Perception of Reputation*, November 2007, 36 p. ISBN 978-80-7343-142-6, 978-80-7344-131-9.

344. Aslanidi, O. *Determinants and Effectiveness of Foreign Exchange Interventions: New Evidence from Georgian Data*, November 2007, 41 p. ISBN 978-80-7343-143-3, 978-7344-132-6.
345. Jurajda, Š. and Terrell, K. *Regional Unemployment and Human Capital in Transition Economies*, December 2007, 34 p. ISBN 978-80-7343-144-0, 978-80-7344-133-3.
346. van Koten, S. *Legally Separated Joint Ownership of Bidder and Auctioneer: Illustrated by the Partial Deregulation of the EU Electricity Markets*, December 2007, 47 p. ISBN 978-80-7343-145-7, 978-80-7344-134-0.

In 2007, CERGE-EI, a joint workplace of the Academy of Sciences of the Czech Republic and Charles University in Prague, published 21 internal CERGE-EI Discussion Papers as well as 54 CERGE-EI Research Seminar Series Papers which in some cases might be reprints of already published work.

Appendix B – INSTITUTIONAL RESEARCH PLANS, PROJECTS AND GRANTS

EI Institutional Research Plan

Title: *Ekonomické aspekty vstupu do Evropské unie a Evropské měnové unie [Economic Aspects of EU and EMU Entry]*
No.: AV0 Z70850503
Coordinator: Lubomír Lízal
Starting Date: January 2005
Ending Date: December 2010

Annotation: Economically, the EU entry of post-transition countries is a qualitatively new period. Further acceleration of economic changes and a higher degree of integration into international structures will take place. The implementation of Acquis and the emergence of single markets will affect economic policy and the degree of economic and institutional convergence of the CR to EU standards. These processes must be subject to deep macro- and micro-analysis. We will utilize and expand the existing methodology of theoretical and applied research and comparative analysis in the area of macro- and microeconomics, especially fiscal and monetary policies, labor economics, game theory and industrial organization, financial, institutional and experimental economics, and econometrics. The research will be oriented towards the integration processes in transition economies, which are still different from the current EU members. We plan to provide analysis and recommendations to government.

Research Center

Title: *Centrum pro pokročilá politicko-ekonomická studia [Center of Advanced Political Economy Research]*
No.: LC542
Coordinator: Jan Švejnar
Starting Date: January 2005
Ending Date: December 2009

Annotation: The Center within CERGE and EI will benefit from the synergic complementarity of their work as well as from their specific comparative advantages. The Center will provide fertile ground for active participation in research of both Ph.D. and MA candidates and will thus jump-start their academic careers. The new opportunities produced by the Center and its competitive-research character, will prevent further brain-drain and will allow the Center to become an internationally well-established research partner. While CERGE focuses on Ph.D. education, EI's strength is in basic research; this close association of educational and research activities is then a prerequisite for top quality graduates. The scientific focus of the Center will be in the area of political economy, at the intersection of research activities of both partner institutions. The research output will result in direct policy recommendations and the ultimate goal is to publish the findings in refereed journals with high impact factors.

European Commission Grants and Research Projects

Title: *Consumption, Household's Welfare, and Dynamics of Property Prices (Property Prices)*
Program: Marie Curie International Reintegration Grant
Granting Body: Commission of the European Communities
Contract No.: 014864
Coordinator: Lubomír LÍZAL (Economics Institute, Academy of Science of the Czech Republic)

Local Scientist in Charge: Petr ZEMČÍK
Starting Date: May 2005
Ending Date: April 2007

Title: *Reflexive Governance in the Public Interest (REFGOV)*
Program: Citizens and Governance in a Knowledge Based Society
Granting Body: Commission of the European Communities
Contract No.: 513420
Coordinators: Bernard COULIE and Michel MOLITOR (Université catholique de Louvain)

Partners (Contractors): Suzanne MACDONALD and David PHIPPS (York University), Ivan WILHELM and Lubomír LIZAL (Charles University in Prague, CERGE), Istvan TEPLAN (Central European University Budapest Foundation), István KLINGHAMMER (Eötvös Lóránd University), Yves MENY and Gianfranco VARVESI (European University Institute), Erwin MULLER (Universiteit Leiden, Faculteit der Rechtsgeleerdheid), Laurence TUBIANA and Tristan LE COTTY, Antoine LYON-CAEN (Institut International de Paris La Defense), Dorothee LUX (Johann Wolfgang Goethe-Universität), Adrian HALL and Gus STEWART (London School of Economics and Political Science), Nicole LIEGER (Ludwig Boltzmann Gesellschaft - Institut für Menschenrechte), Günther ROTHER and Jörg STAHLMANN (Carl-von-Ossietsky Universität Oldenburg), Dean CURTIS and Charlotte KNIGHTS (Queen Mary and Westfield College University of London), Ferdinando Latteri (Università degli studi di Catania), Piero TOSI (Università degli Studi di Siena), Luca NOGLER and Paolo CARTA (Università degli Studi di Trento), Ana Isabel FERNANDEZ ÁLVAREZ (Universidad de Oviedo), Ferran SANZ (Universitat Pompeu Fabra), Willy LEGROS (Université de Liège), Olivier AUDEOUD (Université Paris X), Anita BERSELLINI (Université Paris-Sud), Ilse VICKERS (University College London), Vince BOYLE and Julia HARROW (University of Bristol), Simon JONES and Dawn BARKER (The Chancellor, Masters and Scholars of the University of Cambridge), Frans BERKHOUT (Vrije Universiteit Amsterdam), Benjamin VAN CAMP and Jan CORNELIS (Vrije Universiteit Brussel), Stefan HORMUTH and Jürgen JANEK (Justus-Liebig Universität Giessen), Michelle DOUBLE and Kathy BROWNBIDGE (University of Leeds), Lubomír LÍZAL and Eva ČERMÁKOVÁ (Economics Institute, Academy of Science of the Czech Republic)

Local Scientists in Charge: Sergey SLOBODYAN and Andreas ORTMANN
Starting Date: June 2005
Ending Date: May 2010

Title: *Dynamics of Institutions and Markets in Europe (DIME)*
Program: Integrating and Strengthening the European Research Area, NoE
Granting Body: Commission of the European Communities
Contract No.: 513396
Coordinators: Alain BERETZ and Bernard CARRIERE (Universite Louis Pasteur)

Partners (Contractors): Marius MONEN (Technische Universiteit Eindhoven), Ingrid GAZZARI (Wiener Institut fuer Internationale Wirtschaftsverglriche), Rossitsa CHOBANOVA (Institute of economics at the Bulgarian Academy of Sciences), Ivan WILHELM and Lubomír LÍZAL (Charles University in Prague - Centre for Economic Research and Graduated Education), Lubomír LÍZAL (Economics Institute, Czech Academy of Sciences), Philippe PIERI and Jean-Pierre BOULEY (Centre National de la Recherche Scientifique), Dominique FORAY (Ecole Polytechnique Federale de Lausanne), Rüdiger DOMER and Maximilian STEIERT (Fraunhofer-Gesellschaft zur Förderung der Angewandten Forschung e.V.), Ulrich WITT and David B. AUDRETSCH (Max Planck Gesellschaft), Dennis SNOWER (Christian Albrechts Universität zu Kiel), Panagiotis COTTIS (National Technical University of Athens), Laszlo LENARD (Pecsi Tudományegyetem), Giovanni PAVESE and Paolo MAGRI (Universita Commerciale "Luigi Bocconi"), Riccardo VARALDO and Paolo ANCILOTTI (Scuola Superiore di Studi Universitari e Perfezionamento Sant'Anna, Cristiano ANTONELLI (University of Turin), Luc SOETE (University of Maastricht), Teun van DUINEN (University of Groningen), Rune FLOISBONN and Inger Stray LIEN (Universitetet i Oslo), Wojciech MACIEJEWSKI (Uniwersytet Warszawski), Franciszek ZIEJKA and Maria NOWAKOWSKA (Uniwersytet Jagellonski), Isabel SALAVISA and José CALDAS (DINAMIA-Centro de Estudos Sobre a Mudana Socioeconmica), Vladimir BALES and Robert REDHAMMER (Slovenska Technicka Univerzita Bratislava), Ferran SANZ (Universitat Pompeu Fabra), Brigitta ANDERSSON (Institute for Management of Innovation and Technology), Mats Ola OTTOSSON and Anders MALMBERG (Uppsala Universitet), Peter HONETH (Lunds Universitet), John ROGERS and Albert McMENEMY (The Manchester University), Paulina LUBACZ (University of Durham), Douglas William ROBERTSON and Alan TUCK (University of Newcastle upon Tyne), Andrew FARRELL and Gus STEWART (London School of Economics and Political Science), Dean CURTIS and Andrew WATLING (Queen Mary and Westfield College, University of London), Brian ROBERTS and Peter WESTLEY (Birkbeck College, University of London), David DUNFORD and Annie DICKINSON (Open University), Mike HOBBS and Julia HARROW (University of Bristol), Geraint JONES and Nick BOURNE (University of Wales, Cardiff), Teresa WALLER (Brunel University), Peter BROOKS and Rossana DOWSETT (University of Sussex), Richard GAJHEDE (Aalborg University), Elzbieta KUNDERA (Uniwersytet Wroclawski)

Local Scientists

in Charge: Lubomír LÍZAL and Štěpán JURAJDA
Starting Date: May 2005
Ending Date: April 2010

Title: *Public Policy, Market Organization and Transition Economies (PUBPOLTRANS)*
Program: Integrating and Strengthening the European Research Area
Granting Body: Commission of the European Communities (Research Directorate-General)
Contract No.: MEST-CT-2005-020824
Coordinator: Bernard COULIE (Universite Catholique de Louvain)
Partners (Contractors): Istvan TEPLAN (Central European University Budapest Foundation), Ivan WILHELM (Charles University in Prague), Lubomír LÍZAL (Economic Institute, Academy of Sciences of the Czech Republic)
Local Scientists in Charge: Lubomír LÍZAL, Krešimir ŽIGIĆ
Starting Date: September 2006
Ending Date: September 2010

Title: *Survey of Health, Ageing and Retirement in Europe: Integrating Activities to Access the Time Dimension and to Enlarge the Cross-National Dimension (SHARE I3)*
Program: Structuring the European Research Area (Research Infrastructures)
Granting Body: Commission of the European Communities
Contract No.: 026193
Coordinator: Susann-Annette STORM (Universitat Mannheim)
Partners (Contractors): Reiner BUCHEGGER (Johannes Kepler Universitaet Linz), Bernard RENTIER (Université de Liege), Francis VAN LOON (Universiteit Antwerpen), Lubomír LÍZAL/Eva ČERMÁKOVÁ (Economics Institute, Academy of Sciences Czech Republic), Vagn HOLMEGAARD (University of Southern Denmark), Dominique POLTON (Institut de Recherches et de Documentation en Economie de la Santé, Paris), Athanasios PAPADASKALOPOULOS (Panteion University of Social and Political Sciences), Vincenzo MILANESI/Benedetto GUI (Universita Degli Studi di Padova), Frank VAN DER DUYN SCHOUTEN (Tilburg University), Wojciech TYGIELSKI (Uniwersytet Warszawski), Rafael REPULLO (Centro de Estudios Monetarios y Financieros), Mats Ole OTTOSON (Uppsala Universitet), Jacques BESSON (Universite de Lausanne), Lorraine DAVIDSON (Kings College London), Roland GRABIAK (University of Duesseldorf), Serge CARSENTY (Environnement, Sante et Societe), Johan MACKENBACH (Erasmus university Medical Center, Department of Public Health), Lorenzo BIANCHI (Universita Ca' Foscari di Venezia), Yves MÉNY (European University Institute)

Local Scientist in Charge: Radim BOHÁČEK
Starting Date: January 2006
Ending Date: August 2008

Title: *Toolbox for Improving the Comparability of Cross-National Survey Data with Applications to SHARE (COMPARE)*
Program: Integrating and Strengthening the European Research Area
Granting Body: Commission of the European Communities (Research Directorate-General)
Contract No.: 028857
Coordinator: Frank VAN DER DUYN SCHOUTEN (Tilburg University)
Partners (Contractors): Susann-Annette STORM (Universitat Mannheim), Bernard

RENTIER (Université de Liege), Francis VAN LOON (Universiteit Antwerpen), Lubomír LÍZAL/Eva ČERMÁKOVÁ (Economics Institute, Academy of Sciences Czech Republic), Athanasios PAPADASKALOPOULOS (Panteion University of Social and Political Sciences), Vincenzo MILANESI/Benedetto GUI (Universita Degli Studi di Padova), Katarzyna CHALASINSKA-MACUKOW (Uniwersytet Warszawski), Rafael REPULLO (Centro de Estudios Monetarios y Financieros), Mats Ola OTTOSON (Uppsala Universitet)

Local Scientist

in Charge: Radim BOHÁČEK
Starting Date: March 2006
Ending Date: March 2008

Title: *Employment and Health at 50+: A Life History Approach to European Welfare State Interventions (SHARELIFE)*

Program: Sixth Framework Programme

Granting Body: Commission of the European Communities

Contract No.: CIT 028812

Coordinator: Susann-Annette STORM and Gandolf BETTAG (Mannheim Universitaet)

Partners (Contractors): Susann-Annette STORM (Mannheim Universitaet), Pier FRANCESCO and Roberta VVIANELLO (Universita Ca'Foscari di Venezia), Roland GRABIAK and Heiner THORMEYER (Duesseldorf Universitaet), Huibert POLS (Erasmus Universitair Medisch Centrum), Bernard DECRAUZAT (Les Hospices Chuv), Nunzio CAPPUCCIO (Universita Degli Studi di Padova), Tullio JAPPELLI (Centro Interuniversitario di Studi in Economia e Finanza), Frank Van der DUYN SCHOUTEN (Universiteit van Tilburg), Robert MARKLESS and Robert CHOTE (Institute for Fiscal Studies), Michael LANDESMANN and Martin RIESE (Johannes Kepler Universitaet Linz), Bernard RENTIER (Universite de Liege), Lubomír LÍZAL and Eva ČERMÁKOVÁ (Economics Institute, Academy of Sciences of the Czech Republic), Jens Vesterlund KIERKEGAARD (Syddynsk Universitet), Chantal CASES and Catherine SERMET (Institut de Recherche et de Documentation en Economie de Sante), Athanasios PAPADASKALOPOULOS (Panteion University of Social and Political Sciences), Rafael REPULLO (Fundacion Centro se Estudios Monetarios y Fiancieros), Hans MODIG and Peter HONETH (Lunds Universitet)

Local Scientists

in Charge: Radim BOHÁČEK
Starting Date: Jan 2007
Ending Date: Jan 2010

Grants and Research Projects Completed in 2007

Title: *Stability and Foreign Banks. Friends or Enemies?*
Grant Agency: Global Development Network, Washington D.C.,
<http://www.gdnet.org/>, Grant No. RRC VI-024
Coordinator: Anush Hakobyan
Starting Date: January 2006
Ending Date: June 2007

Title: *The Role of Disability Pensions during and after Transition from PAYG to Multi-Pillar Systems: Analytical and Descriptive Analysis of Pension Reform Experience around the World and Suggestions for Future Reform Policy*
Grant Agency: Global Development Network, Washington D.C.,
<http://www.gdnet.org/>, Grant No. RRC VI-051
Coordinators: Anna Bogomolova
Dmitri Kolyuzhnov
Starting Date: January 2006
Ending Date: June 2007

Title: *Konkurence, koncentrace a efektivnost [Competition, Concentration and Efficiency]*
Grant Agency: Grant Agency of the Academy of Sciences of the Czech Republic,
Grant No. IAA700850601
Coordinator: Alena Zemplerová
Partner: Alexandra Putzová
Starting Date: January 2006
Ending Date: December 2007

Title: *Rovná daň: Model všeobecné rovnováhy [Flat Tax: A General Equilibrium Model]*
Grant Agency: Grant Agency of the Academy of Sciences of the Czech Republic,
Grant No. IAA700850602
Coordinator: Radim Boháček
Partner: Jozef Zubrický
Starting Date: January 2006
Ending Date: December 2007

Grants and Research Projects in Progress

Title: *A Life-Cycle Model of Social Security with Endogenous Fertility*
Grant Agency: Global Development Network, Washington D.C.,
<http://www.gdnet.org/>, Grant No. RRC VII-055
Coordinator: Volha Belush
Starting Date: January 2007
Ending Date: June 2008

Title: *Makro-ekonomické souvislosti ochrany životního prostředí v průběhu transformace české ekonomiky [Macro-Economic Implications of Environmental Protection in the Course of Transformation of the Czech Republic]*
Grant Agency: Grant Agency of the Academy of Sciences of the Czech Republic,
Grant No. IAA700850701
Coordinator: Eva Tošovská
Partner: Iva Ritschelová, University of Jan Evangelista Purkyně, Ústí nad Labem, Czech Republic
Starting Date: January 2007
Ending Date: December 2009

Title: *Model důchodové reformy s endogenní fertilitou [Social Security with Endogenous Fertility]*
Grant Agency: Grant Agency of the Academy of Sciences of the Czech Republic,
Grant No. IAA700850702
Coordinator: Radim Boháček
Partner: Volha Belush
Starting Date: January 2007
Ending Date: December 2009

Title: *Důsledky liberalizace environmentálních služeb [Consequences of the Liberalization of Environmental Services]*
Grant Agency: Czech Science Foundation – Grantová agentura České republiky,
Grant No. 402/07/1580
Coordinator: Iva Ritschelová, University of Jan Evangelista Purkyně, Ústí nad Labem, Czech Republic
Partners: Jiří Študent, Czech Environment Management Center, Prague,
Czech Republic
Eva Tošovská
Starting Date: January 2007
Ending Date: December 2009