
TABLE OF CONTENTS

LIST OF FIGURES	8
LIST OF TABLES	10
LIST OF ABBREVIATIONS	11
FOREWORD	12
THEORETICAL PART	13
1. THEORETICAL BACKGROUND: DEFINITION OF RESPONSIBLE BORROWING AND LENDING	15
1.1 DEFINITION OF RESPONSIBLE LENDING	17
1.2 DEFINITION OF RESPONSIBLE BORROWING	19
1.3 DEFINITION OF SECURITY	21
2. THEORETICAL ASPECTS OF REGULATION AND SUPERVISION OVER CONSUMER CREDIT MARKETS - A CASE STUDY ON THE CZECH REPUBLIC	23
2.1 GENERAL FRAMEWORK	24
2.2 REGULATED PART OF THE CONSUMER CREDIT MARKET IN THE CZECH REPUBLIC	26
2.3 UNREGULATED PART OF THE CONSUMER CREDIT MARKET IN THE CZECH REPUBLIC	34

3.	THEORETICAL ASPECTS OF CONSUMER CREDIT MARKETS – A CASE STUDY ON THE CZECH REPUBLIC -----	39
3.1	HOUSEHOLD INDEBTEDNESS IN THE CZECH REPUBLIC AND IN THE EUROPEAN UNION -----	39
3.2	ANALYSIS OF CONSUMER CREDIT PRODUCTS IN THE CZECH REPUBLIC -----	51
3.3	FINANCIAL LITERACY -----	65
	EMPIRICAL PART -----	71
4.	METHODOLOGY OF CONSTRUCTION OF THE NAVIGATOR OF RESPONSIBLE LENDING -----	73
4.1	NAVIGATOR CONSTRUCTION -----	73
4.2	THE POTENTIAL LENDER (SUPPLY SIDE) -----	74
4.3	EX-ANTE CREDIT PARAMETERS (PRODUCT DESIGN) -----	80
4.4	EX-POST CREDIT PARAMETERS -----	85
4.5	CREDIT APPLICANTS (DEMAND SIDE) -----	87
4.6	OUTLINE OF THE CALCULATION OF THE NAVIGATOR VALUE -----	87
5.	RESULTS OF THE NAVIGATOR FOR 2013 -----	93
5.1	RESULTS OF THE NAVIGATOR FOR A CZK 30,000 CREDIT -----	93
5.2	RESULTS OF THE NAVIGATOR FOR A CZK 100,000 CREDIT -----	97
5.3	OVER-ALL RESULTS OF THE NAVIGATOR 2013 -----	101
5.4	COMPARING THE NAVIGATOR RESULTS IN 2012 AND 2013 -----	103
6.	CONCLUSION -----	105
7.	REFERENCES -----	107
8.	APPENDIX -----	113
9.	ENCLOSURES -----	125
9.1	THE CZECH CREDIT CONSUMER ACT (ENGLISH TRANSLATION) -----	125
9.2	THE ANNUAL PERCENTAGE RATE OF CHARGE CALCULATION – A CASE STUDY -----	162
9.3	AN ALTERNATIVE VIEW ON INDEBTEDNESS -----	165
9.4	REGULATION OF THE CZECH CONSUMER CREDIT MARKET – A REGULATOR'S VIEW -----	169
9.5	REGULATION OF THE GLOBAL CONSUMER CREDIT MARKET – A REGULATOR'S VIEW -----	171
9.6	FINANCIAL EDUCATION – A CASE STUDY -----	174

9.7	RESPONSIBLE LENDING IN A BANK – A CASE STUDY -----	177
9.8	RESPONSIBLE LENDING IN A NONBANK INSTITUTION – A CASE STUDY -----	180
	ABOUT AUTHOR -----	185
	INDEX -----	186