



## Client Information

Czech Republic  
24 March 2020

### COVID 19 - Current measures by the Czech government to support companies II

*On March 23, 2020, the Czech government expanded the measures it has taken to date to support companies in connection with COVID-19.*

*We have summarized a brief overview for you. We will inform you as soon as further details are available.*

#### Employment protection program

The following measures were decided on March 19, 2020:

##### Ordered quarantine for employees (method A)

The employer pays a salary amounting to 60% of the average salary, this salary is fully reimbursed to the employer by the state.

##### Obstacle on the part of the employer due to the obligation to shut down the company due to an official order (method B)

If the operation is closed due to a government order, the employer pays a salary equal to 100% of the average salary. The employer will be **reimbursed by the state for 80% of the salary paid.**

These measures have now been expanded as follows in accordance with the government decision of March 23, 2020:

##### Obstacles to work due to quarantine or childcare for a significant proportion (30%) of employees (method C)

The employer pays a salary equal to 100% of the average salary. The employer will be **reimbursed by the state for 80% of the salary paid.,**

##### Restriction of the availability of inputs (raw materials, products, services) that are required for the activity (method D)

The employer pays a salary equal to 80% of the average salary. The employer will be **reimbursed by the state for 50% of the salary paid.**

##### Restriction of the demand for services and products of the employer due to the quarantine measures at the point of sale of the employer (domestically and abroad) (method E)

The employer pays a salary equal to at least 60% of the average salary. The employer will be **reimbursed by the state for 50% of the salary paid.**



## Tax changes

In addition to the previous measures, the following further measures have been announced by the government:

- No corporate tax prepayment in Q2 2020
- Possibility to offset the tax losses in 2020 with the profits in 2019 and 2018
- Postponement of the date for the property transfer tax to August 31, 2020
- limited social security contributions for self-employed

We will inform you of details as soon as they have been published.

For AUDITOR team

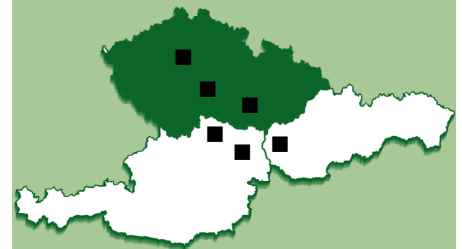
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