
Contents

1 Introduction	7
2 DIT in transitional economies	9
2.1 Inflation targeting in the Czech Republic	11
3 Model specification and data sample	13
3.1 CNB's monetary instruments	13
3.2 Methodological approach and asset price data	13
3.3 Data sample	16
4 Asset price reactions to changes in the CNB's official interest rate	17
4.1 The effect of official interest rate changes in the pre-crisis period	17
4.2 The effect of official interest rate changes in the period of turbulence ...	19
4.3 The DIT period	20
5 Interpretation and comparison of results in the different periods	23
References	27
Appendix	31