

Report on Bachelor Thesis

Institute of Economic Studies, Faculty of Social Sciences, Charles University in Prague

Student:	Jiří Pokorný
Advisor:	Filip Hájek
Title of the thesis:	Využití poměrových ukazatelů při oceňování aktiv

OVERALL ASSESSMENT (provided in English, Czech, or Slovak):

The Bachelor thesis of Jiri Pokorny can be divided into two parts. In the first part he describes in length the work of prof. Altman. Jiri tries to provide a summary of the original research of prof. Altman and what obstacles prof. Altman faced in his research.

After a brief introduction of market development in nineties he moves to the second part, that is the actual use of Altman's Z-score to predict market movements. In this part Jiri provides many different tests, using different assumptions to best fit the data and the purpose of his work. From the technical point of view Jiri is well equipped with econometric knowledge and applies it in his research and finds interesting conclusions.

On the other hand in my opinion his work suffers from too much time spent on using different versions of the same model, which could have been exchanged for using the best suitable test on different industries, time periods etc. Unfortunately gathering of such data is difficult and given such limitations, I understand Jiri's decisions.

I hope that this is just a brief introduction in similar research that Jiri will pursue in this field. Even though I find result satisfactory I believe it was well within Jiri's reach to prepare a better result and hence I recommend "velmi dobře" (very good, 2)

SUMMARY OF POINTS AWARDED (for details, see below):

CATEGORY	POINTS
Literature (max. 20 points)	14
Methods (max. 30 points)	22
Contribution (max. 30 points)	20
Manuscript Form (max. 20 points)	15
TOTAL POINTS (max. 100 points)	71
GRADE (1 - 2 - 3 - 4)	2

NAME OF THE REFEREE: FILIP HAJEK

DATE OF EVALUATION: 15.6.09

Referee Signature