THE EURO 20 YEARS ON: THE DEBUT, THE PRESENT AND ASPIRATIONS FOR THE FUTURE

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THE FUNDAMENTAL PRINCIPLES OF THE EUROPEAN MONETARY UNION 20 YEARS ON: THE DEBUT, THE PRESENT AND ASPIRATIONS FOR THE FUTURE

OUTLINE

1. INTRODUCTION
2. THE DEBUT
3. THE PRESENT
4. ASPIRATIONS FOR THE FUTURE
5. CONCLUDING REMARKS

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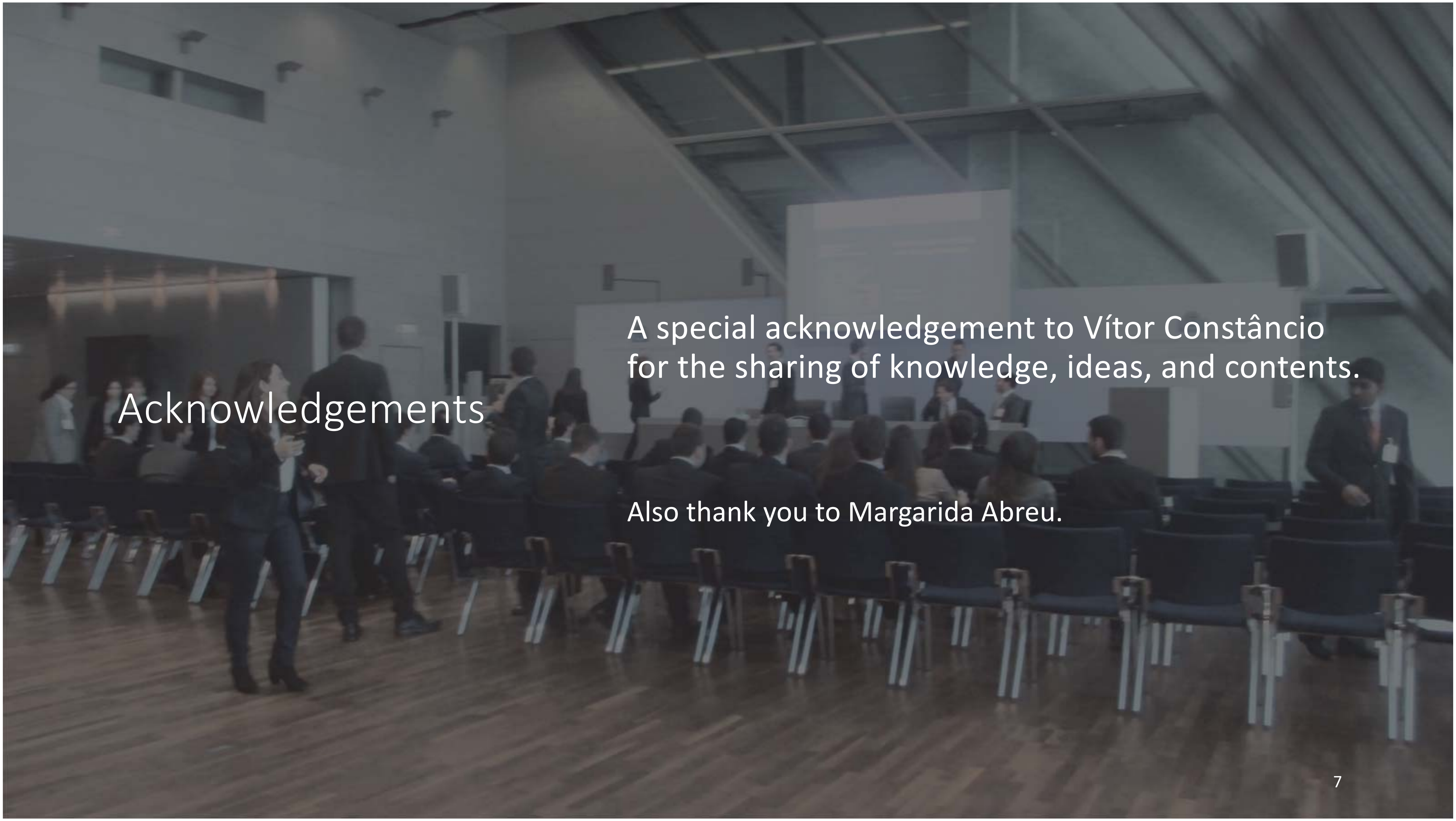

Acknowledgements

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Also thank you to Margarida Abreu.

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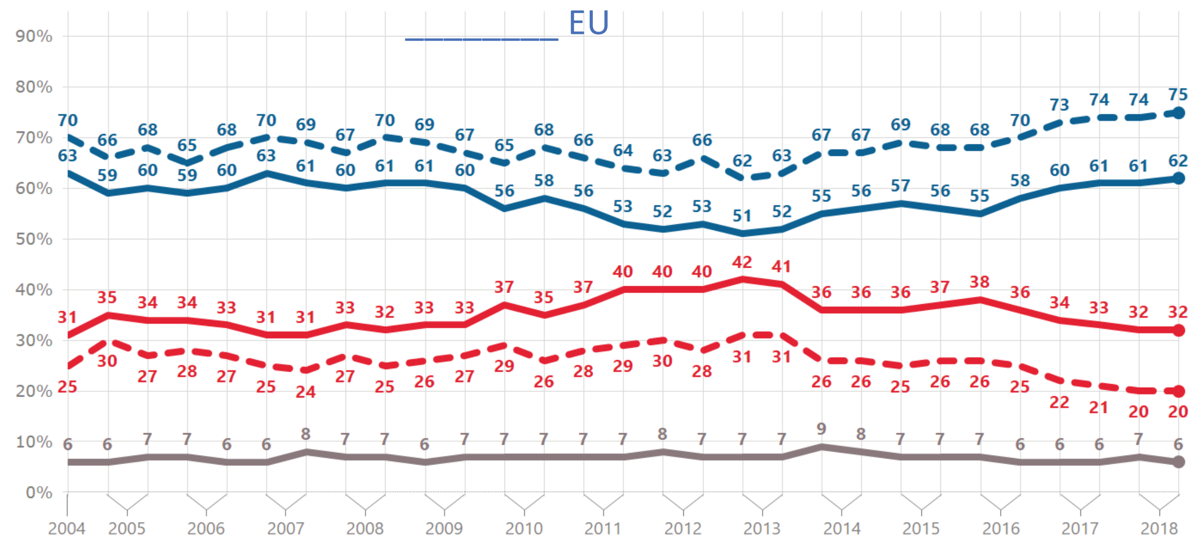
THANK YOU FOR YOUR ATTENTION

THE EUROPEAN PROJECT
UNDER CONSTRUCTION

EUROBAROMETER
28 NOV 2018

Q 15.1: ARE YOU IN FAVOR OR AGAINST AN ECONOMIC AND MONETARY UNION, WITH A SINGLE CURRENCY, THE EURO?

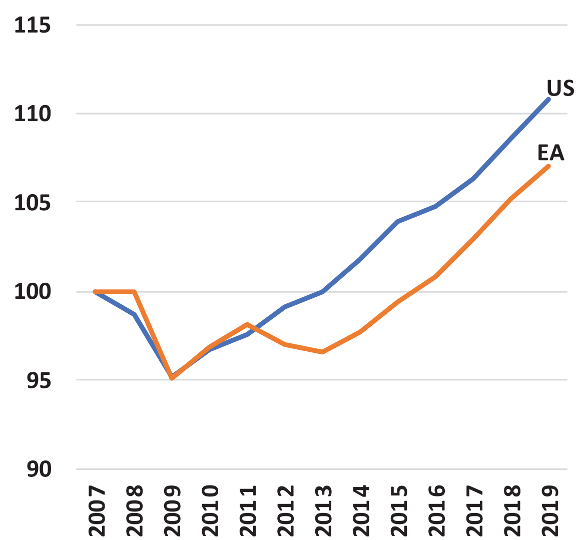
IN FAVOR
------------- EURO AREA
_________ EU



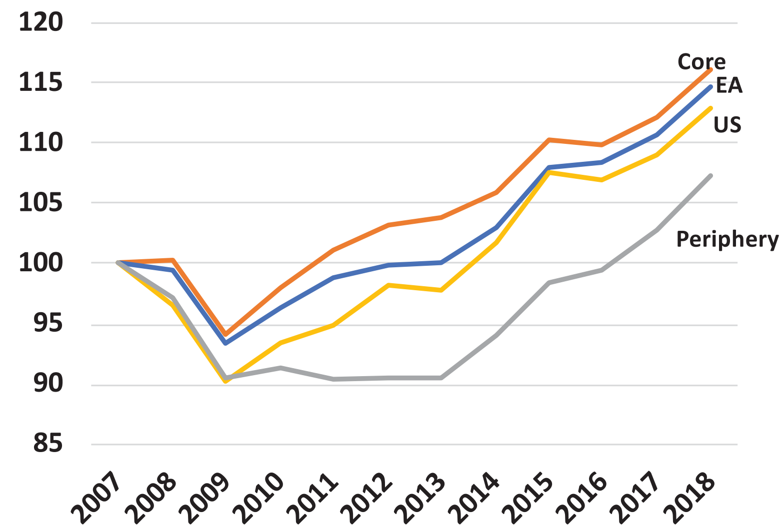
AGAINST
------------- EURO AREA
_________ EU

PERFORMANCE – CRISIS AND ADJUSTMENT

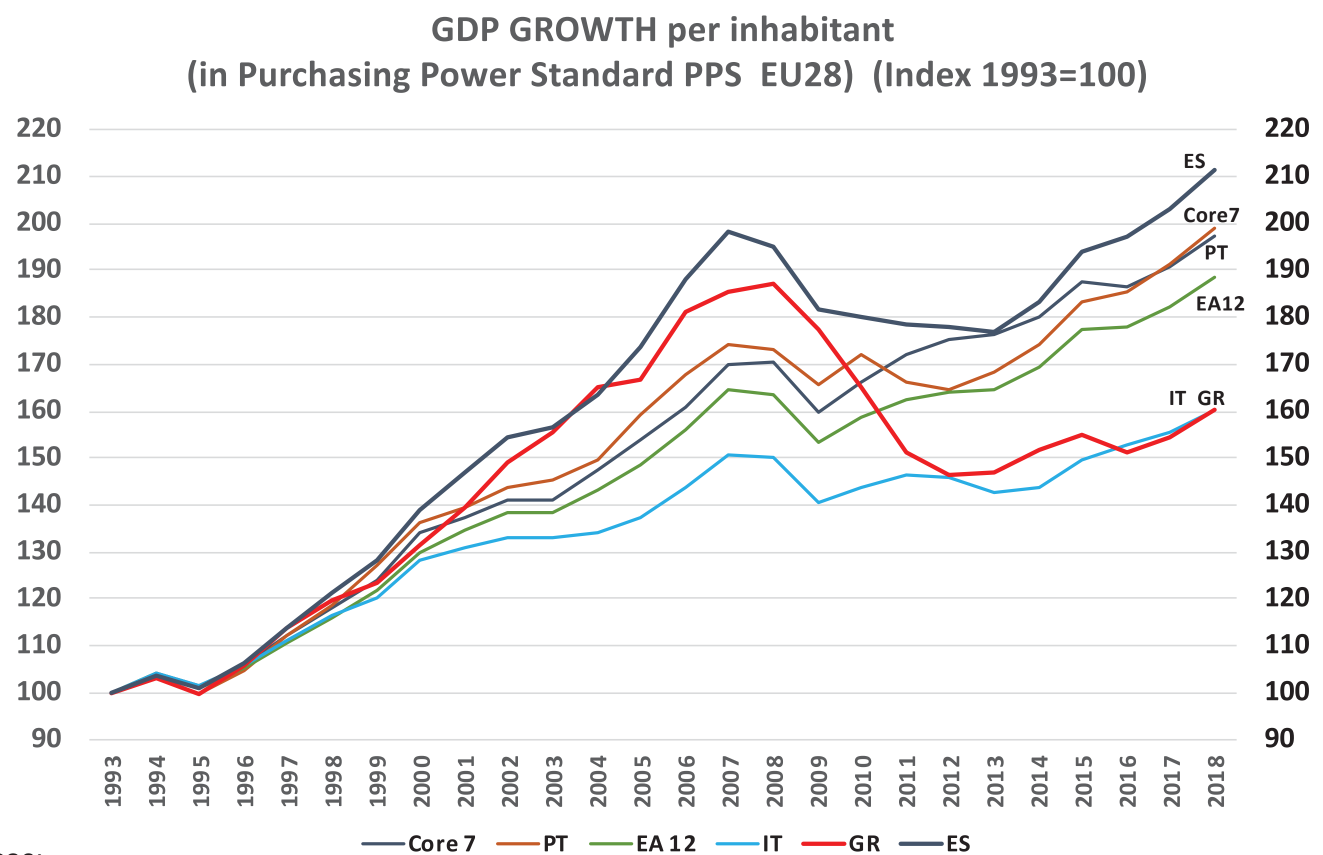
REAL GDP GROWTH
Per inhabitant (Prices 2010),
(Index 2007=100)



REAL GDP GROWTH per inhabitant PPS
(EU 28)
(index 2007=100)



sources:
EUROSTAT Ameco Database. EA core countries: DE,FR,NL,AT,BE,FIN,LU- Periphery countries: IT,ES,PT,IE,GR with IE growth correction in 2015.



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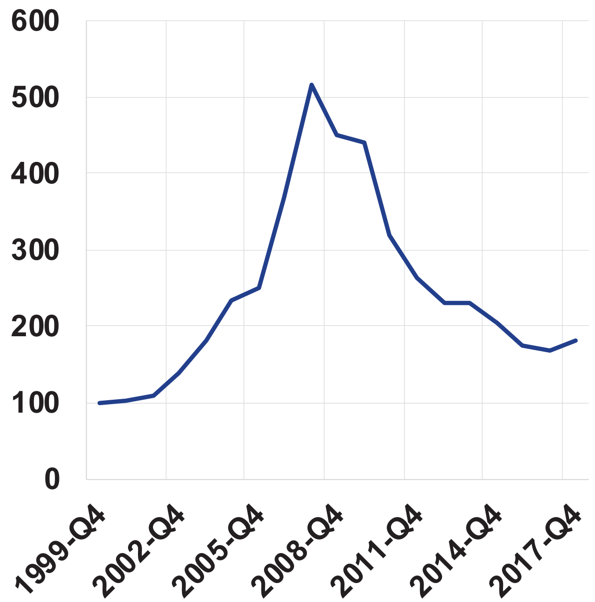
	Budget Deficits as % of GDP(2006-2007)	Public Debt Ratio (% of GDP)			Ratio of Private Debt as % PIB (variation in %)
		1999	2007	Δ 99-07 in %	Δ 99-07 in %
Euro Area	-1.1	71.7	66.4	-7.4%	26.8%
Greece	-6.3	94.9	107.2	13.0%	217.5%
Italy	-2.55	113.0	103.3	-8.6%	71.2%
Spain	2.05	62.4	36.3	-41.8%	75.2%
Portugal	-3.65	51.4	68.4	33.0%	48.9%
Ireland	1.55	47.0	25.0	-46.8%	101.0%

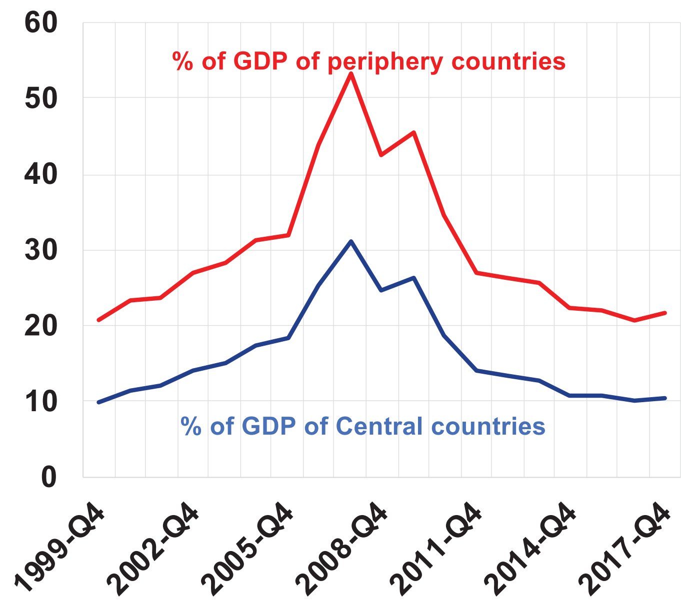
Source: Constâncio, V. (2014) "The European crisis and the role of the financial system " in *Journal of Macroeconomics* 39 (2014)

Credit Flows to the Periphery

Cumulative growth of the exposure of banks in central countries to banks in the periphery
Index 1999=100

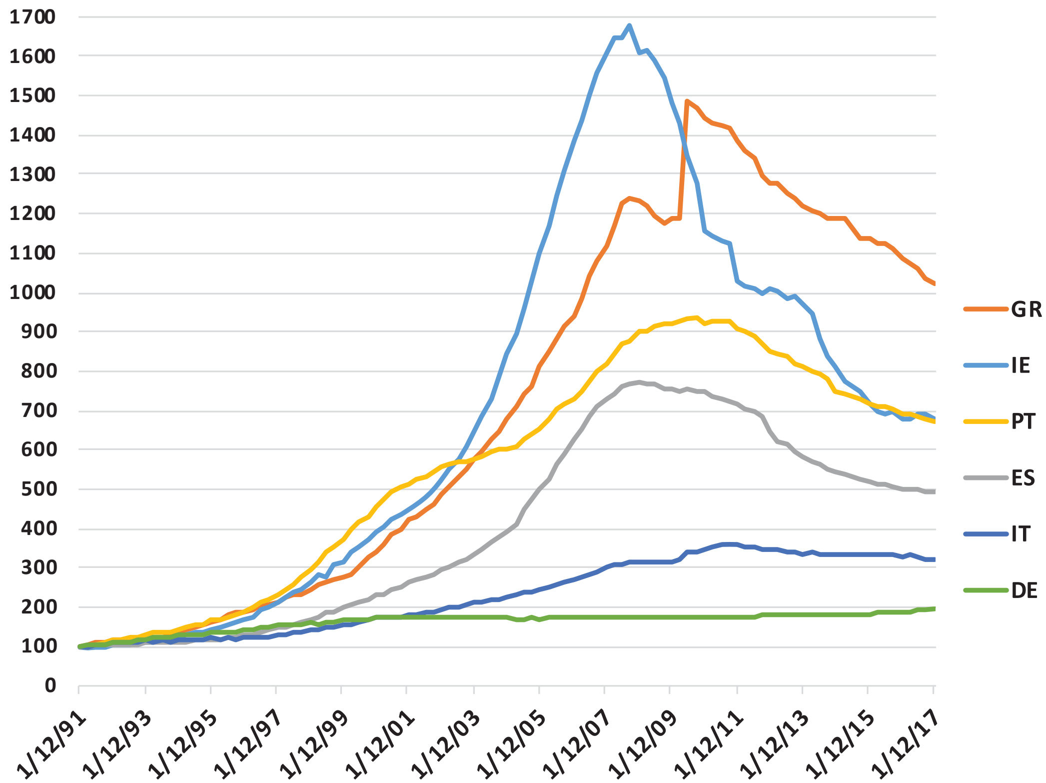


Exposure of banks in central countries to banks in the periphery as % their GDPs



Source: BIS database

Cumulative growth of bank credit to the non-financial private sector (1991=100)



MAKE THE EUROPEAN UNION REAL

WITH YOUNG PEOPLE CLOSE BY