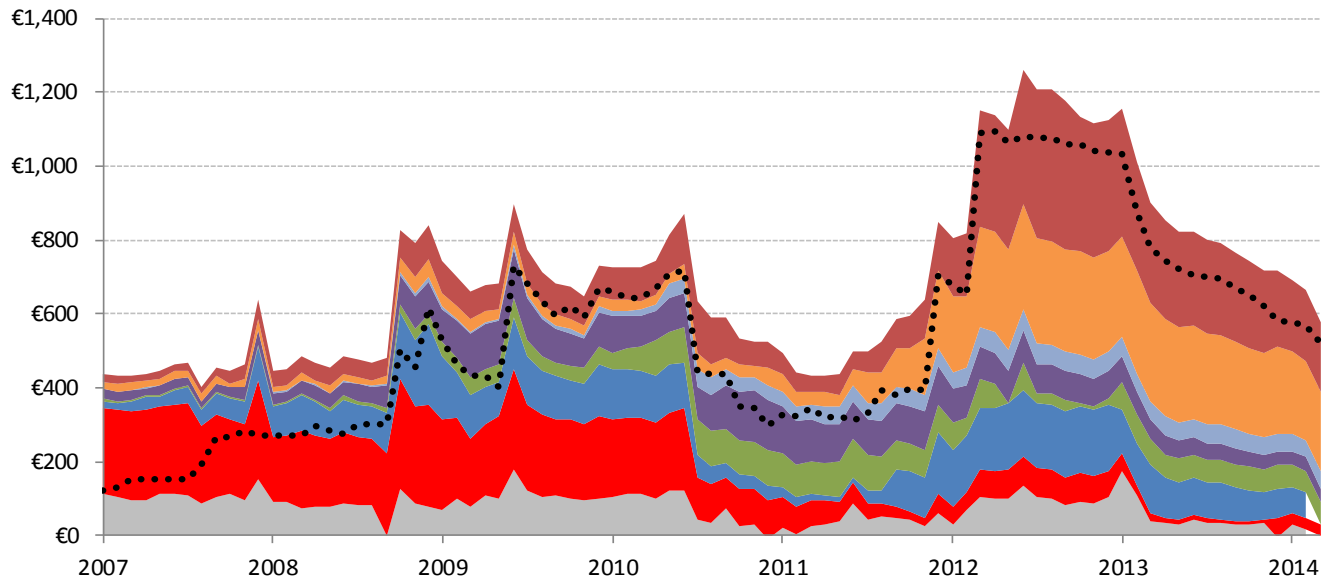


## Data Insights: Euro Area Recovery Monitor

Thursday, April 3, 2014

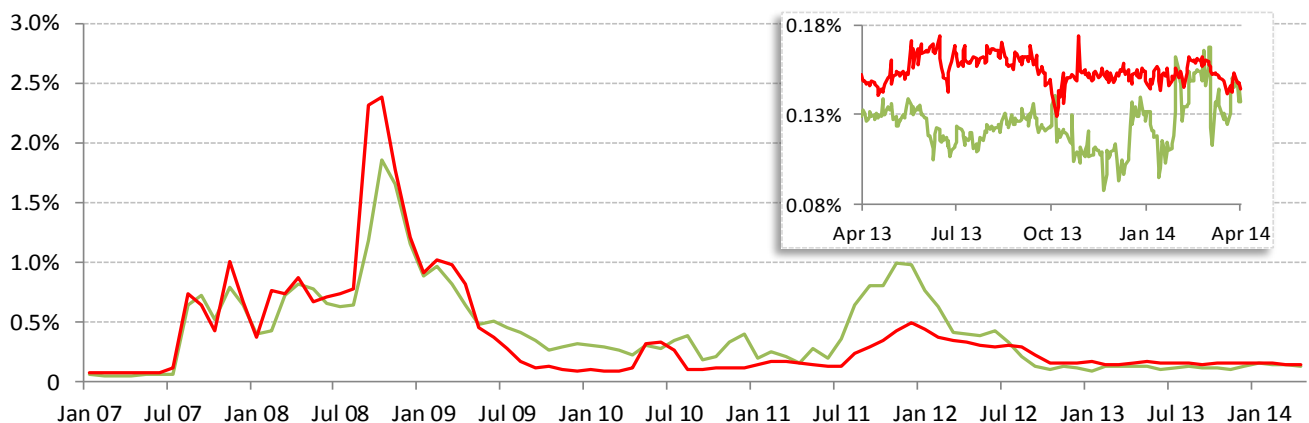
### Banking system dependency: borrowing from the ECB (€ billions)

--- Total LTRO ■ Spain ■ Italy ■ Portugal ■ Ireland ■ Greece ■ France ■ Germany ■ Other



Source: ECB, National central banks, TrendMacro calculations

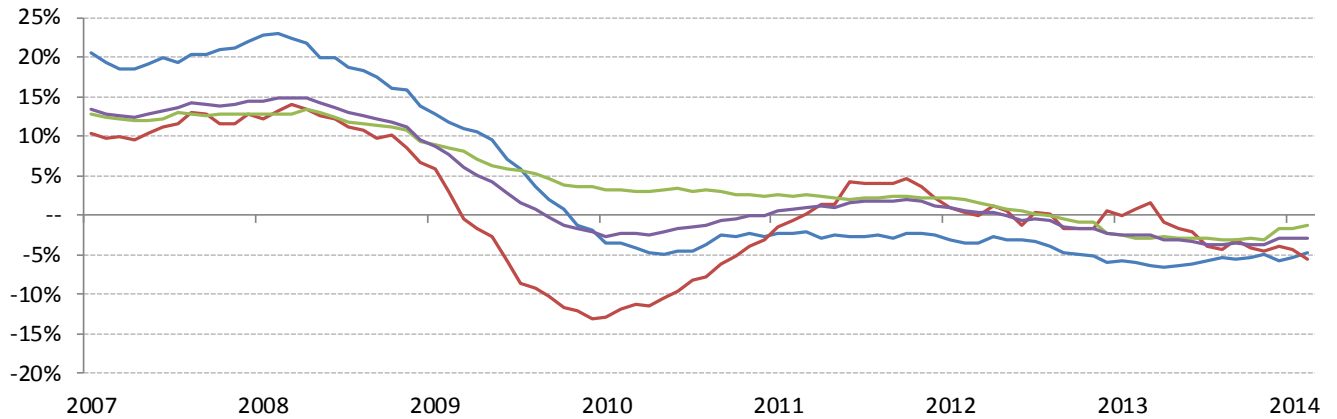
### Bank stability: 90-day LIBOR/OIS spreads — USD — EUR



Source: Bloomberg, TrendMacro calculations

## The credit drought: loans to non-financial businesses (YOY growth)

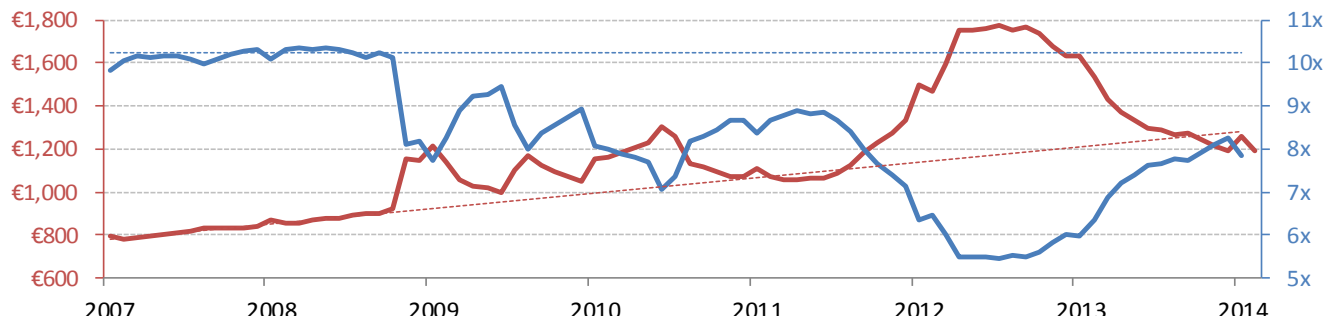
— Loans to 1 year — Loans 1-5 years — Loans 5 years plus ... Total



Source: ECB, TrendMacro calculations

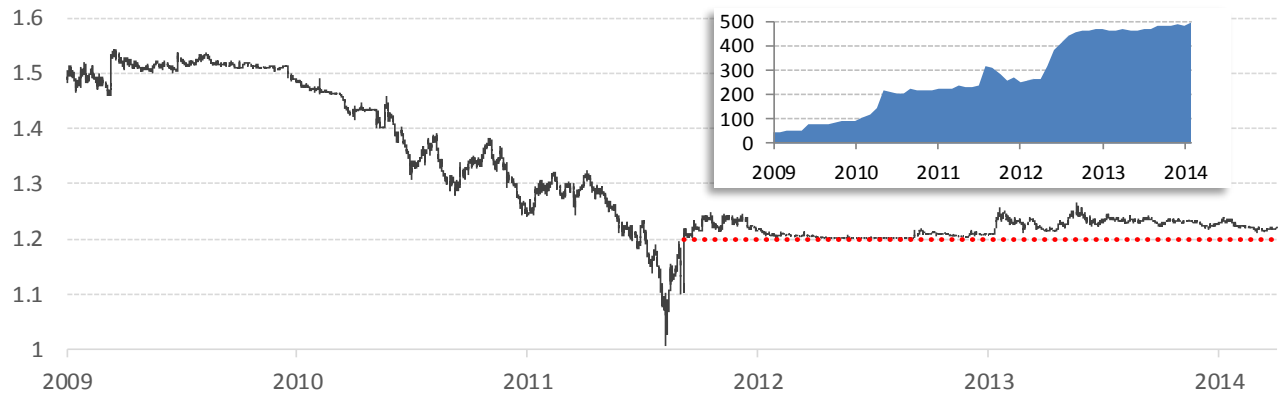
## The money paradox: the case of the missing multiplier

— Monetary base ... Pre-crisis trend — M3 multiplier ... Pre-crisis trend



Source: ECB, TrendMacro calculations

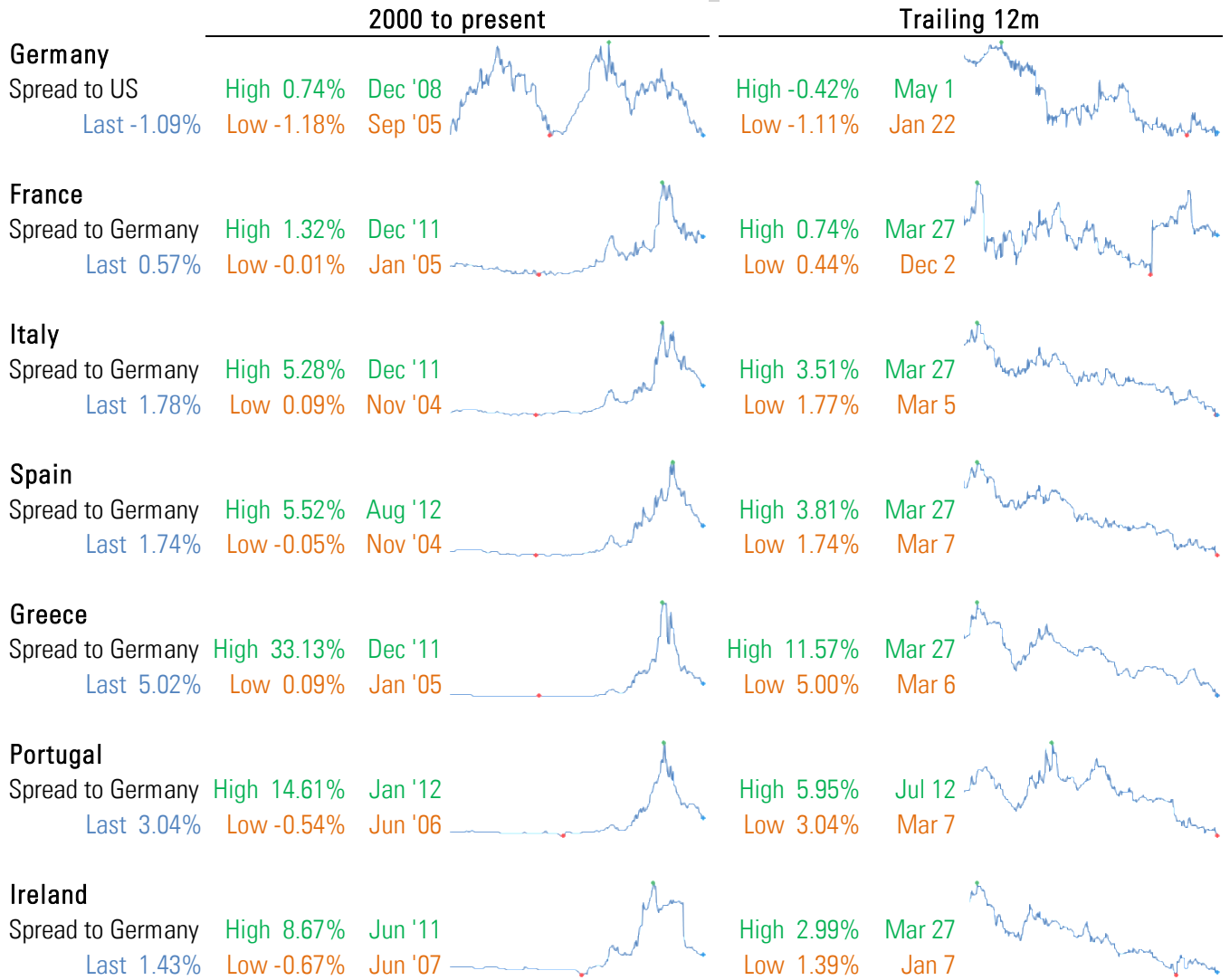
## Regional currency flight — Euro vs Swiss franc ... Swiss National Bank floor ■ SNB FX reserves



Source: Bloomberg, TrendMacro calculations

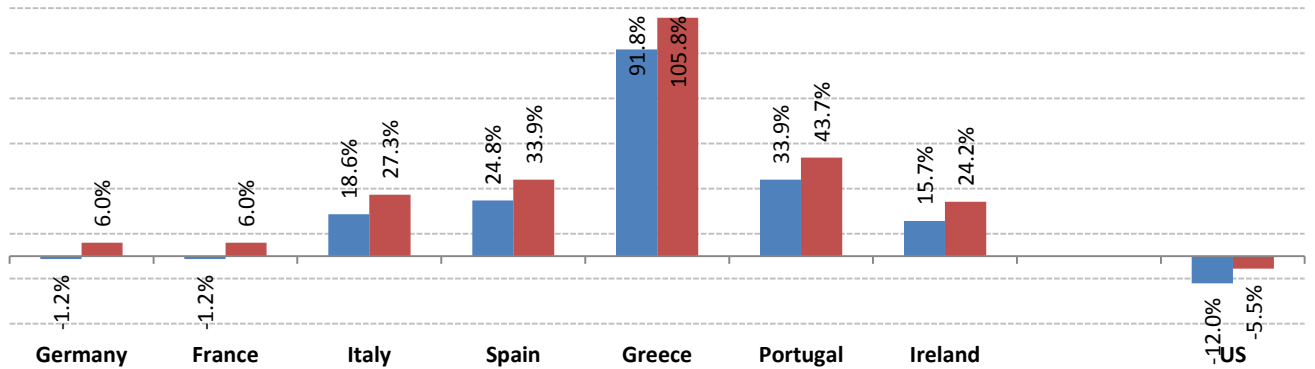
# Sovereign stress monitor: 10-year bond spreads

· High · Low · Last



## 10-year sovereign bond total returns, trailing 12-months

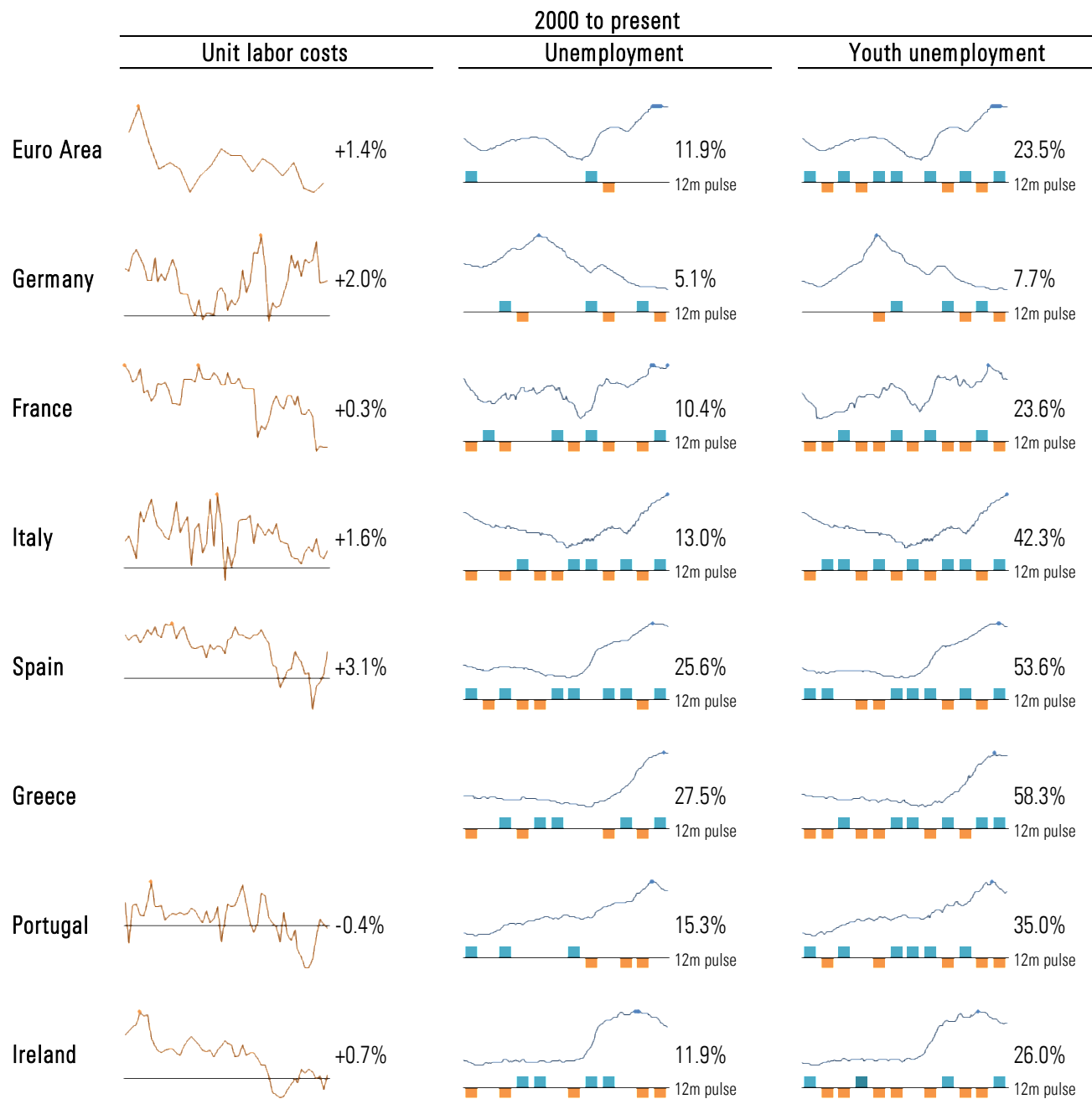
■ EUR ■ USD



Source: Bloomberg, TrendMacro calculations



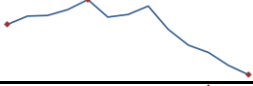
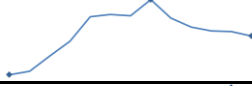
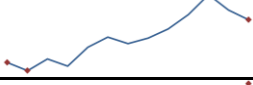

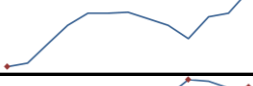
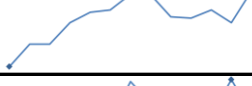
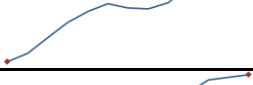
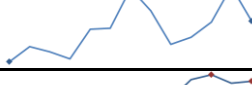

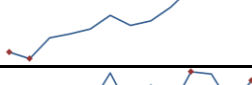
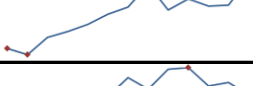

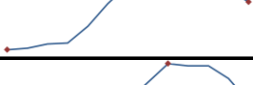

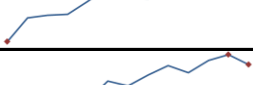

# Labor market in intensive care

ULC: Nominal, quarterly YOY UE: High 12m pulse: monthly ■ improvement or ■ worsening in rate of change



Source: Eurostat, TrendMacro calculations

## Purchasing Manager Indices

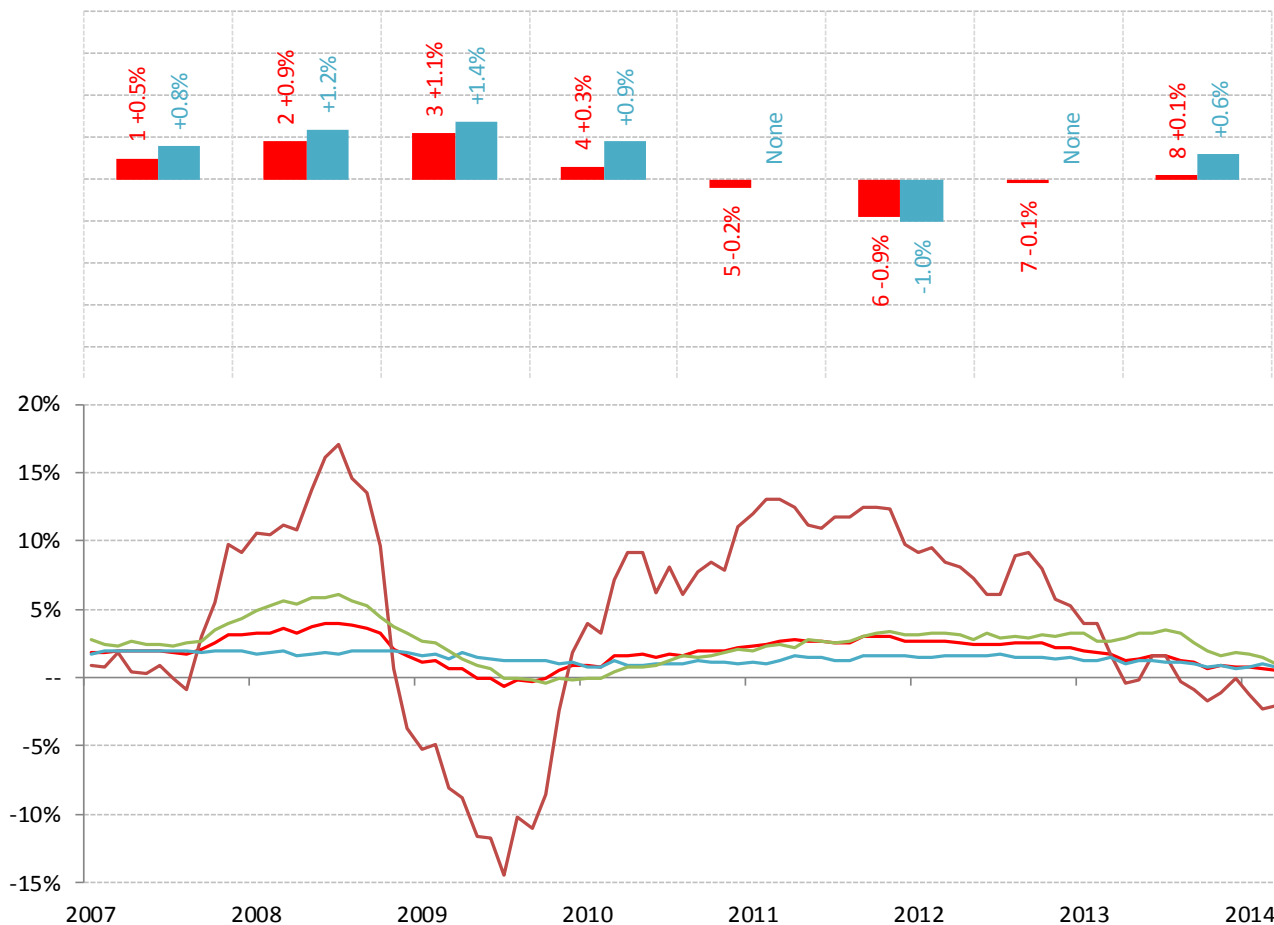
<b>Manufacturing</b>	Last	Prev	13-month history	<b>Services</b>	Last	Prev	13-month history
Eurozone Mar	53.0	53.2		Eurozone Mar	52.2	52.6	
UK Mar	55.3	56.2		UK Mar	57.6	58.2	
Germany Mar	53.7	54.8		Germany Mar	53.0	55.9	
France Mar	52.1	49.7		France Mar	51.5	47.2	
Italy Mar	52.4	52.3		Italy Mar	47.0	46.5	
Spain Mar	52.8	52.5		Spain Mar	54.0	53.7	
Ireland Mar	55.5	52.9		Ireland Mar	60.7	57.5	
Netherlands Mar	53.7	55.2					
Austria Mar	51.0	53.0					
Greece Mar	49.7	51.3					
Czech Rep Mar	55.5	56.5					

Source: Markit, TrendMacro calculations

# Euro area consumer inflation, year on year

By country: ■ Headline ■ Ex-food and energy

Euro area: — Headline — Ex-food and energy — Energy — Food



Source: Eurostat, TrendMacro calculations