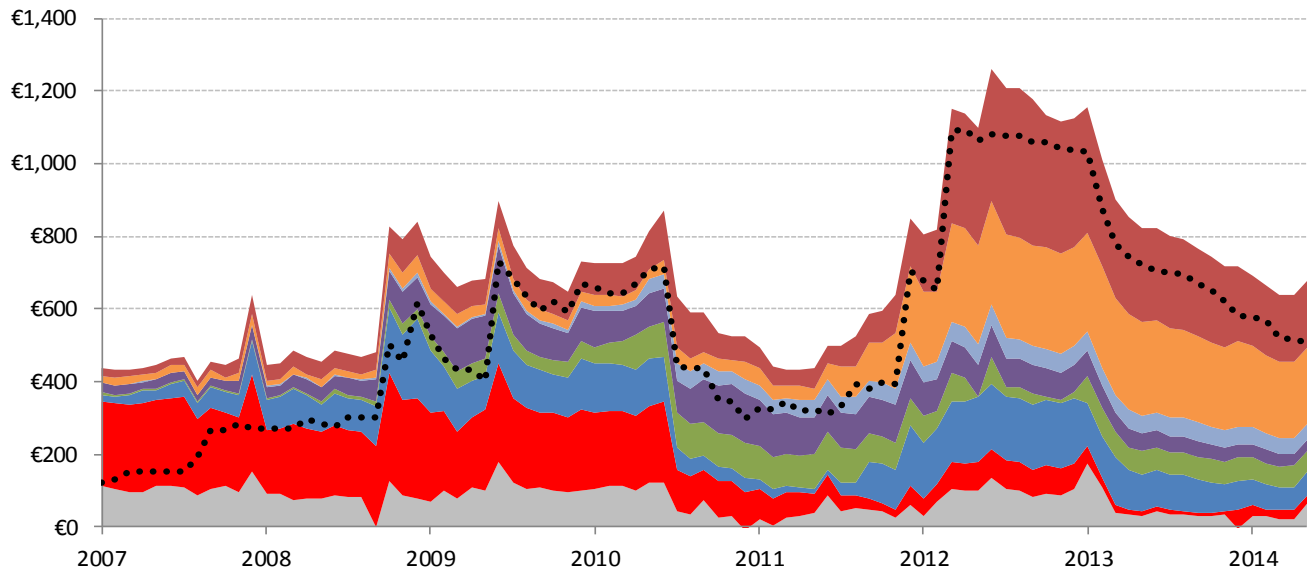


## Data Insights: Euro Area Recovery Monitor

Thursday, June 6, 2014

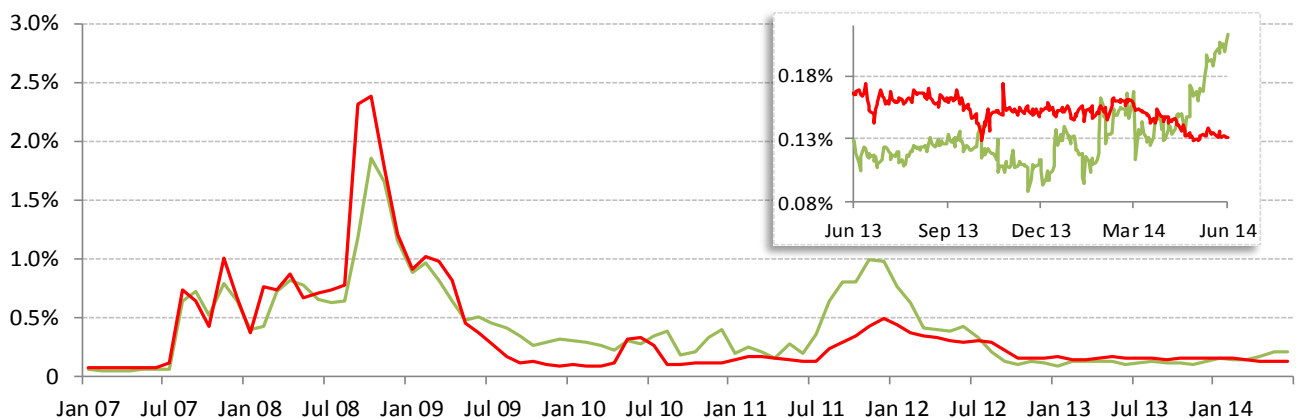
### Banking system dependency: borrowing from the ECB (€ billions)

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



Source: ECB, National central banks, TrendMacro calculations

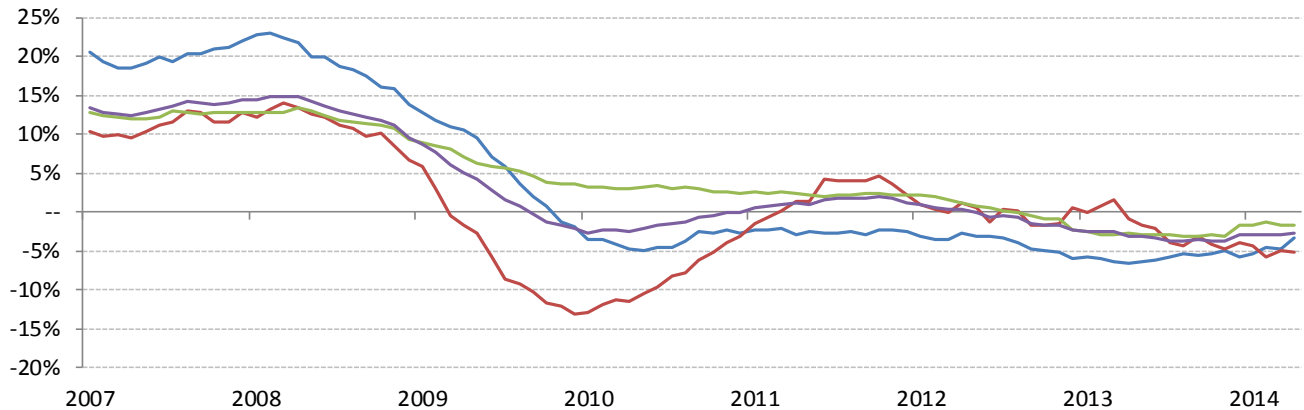
### Bank stability: 90-day LIBOR/OIS spreads — USD — EUR



Source: Bloomberg, TrendMacro calculations

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

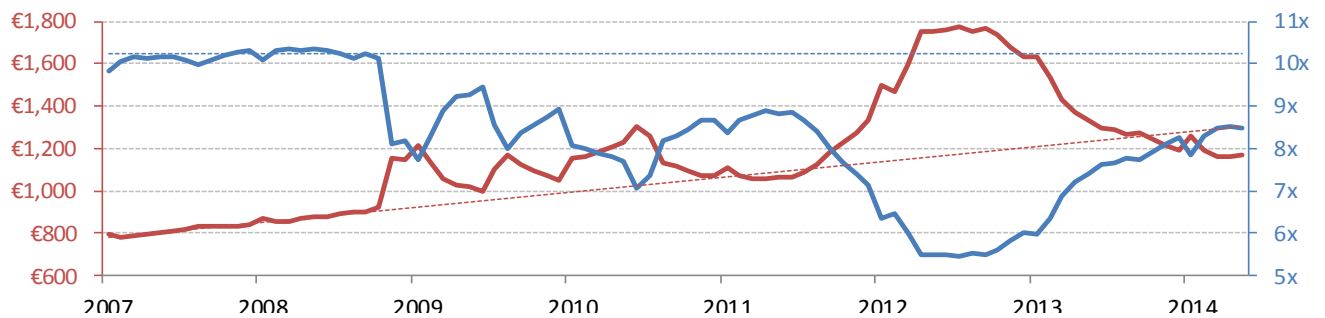
— Loans to 1 year — Loans 1-5 years — Loans 5 years plus ... Total



Source: ECB, TrendMacro calculations

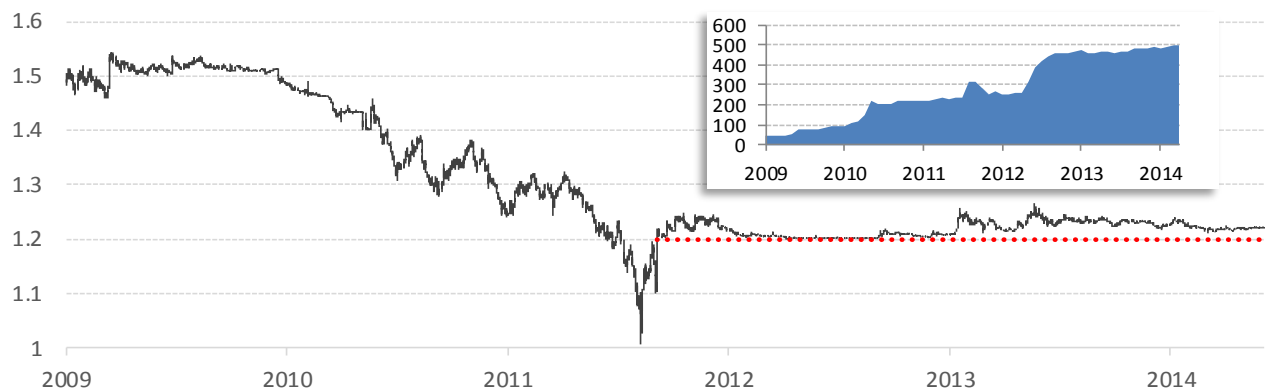
## The money paradox: the case of the missing multiplier

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



Source: ECB, TrendMacro calculations

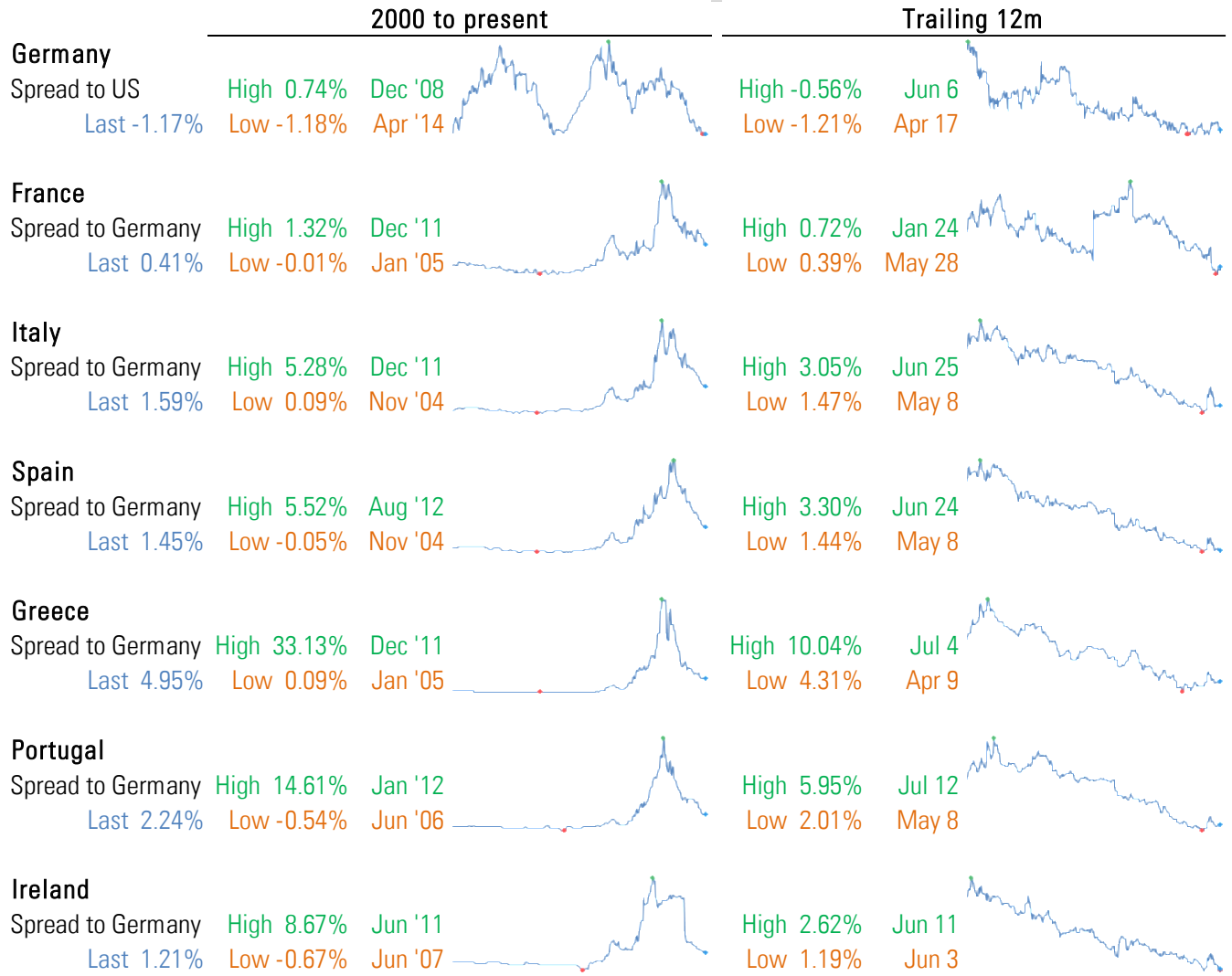
## Regional currency flight — Euro vs Swiss franc ... Swiss National Bank floor ■ SNB FX reserves



Source: Bloomberg, TrendMacro calculations

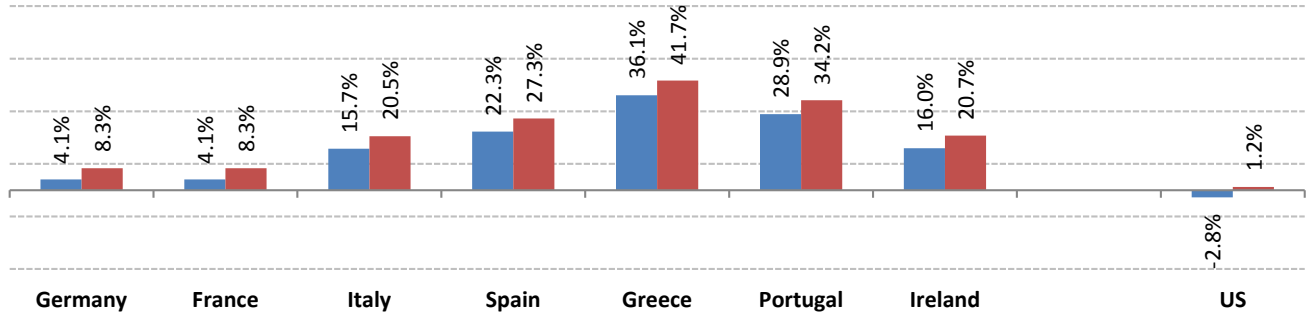
# Sovereign stress monitor: 10-year bond spreads

· High · Low · Last



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

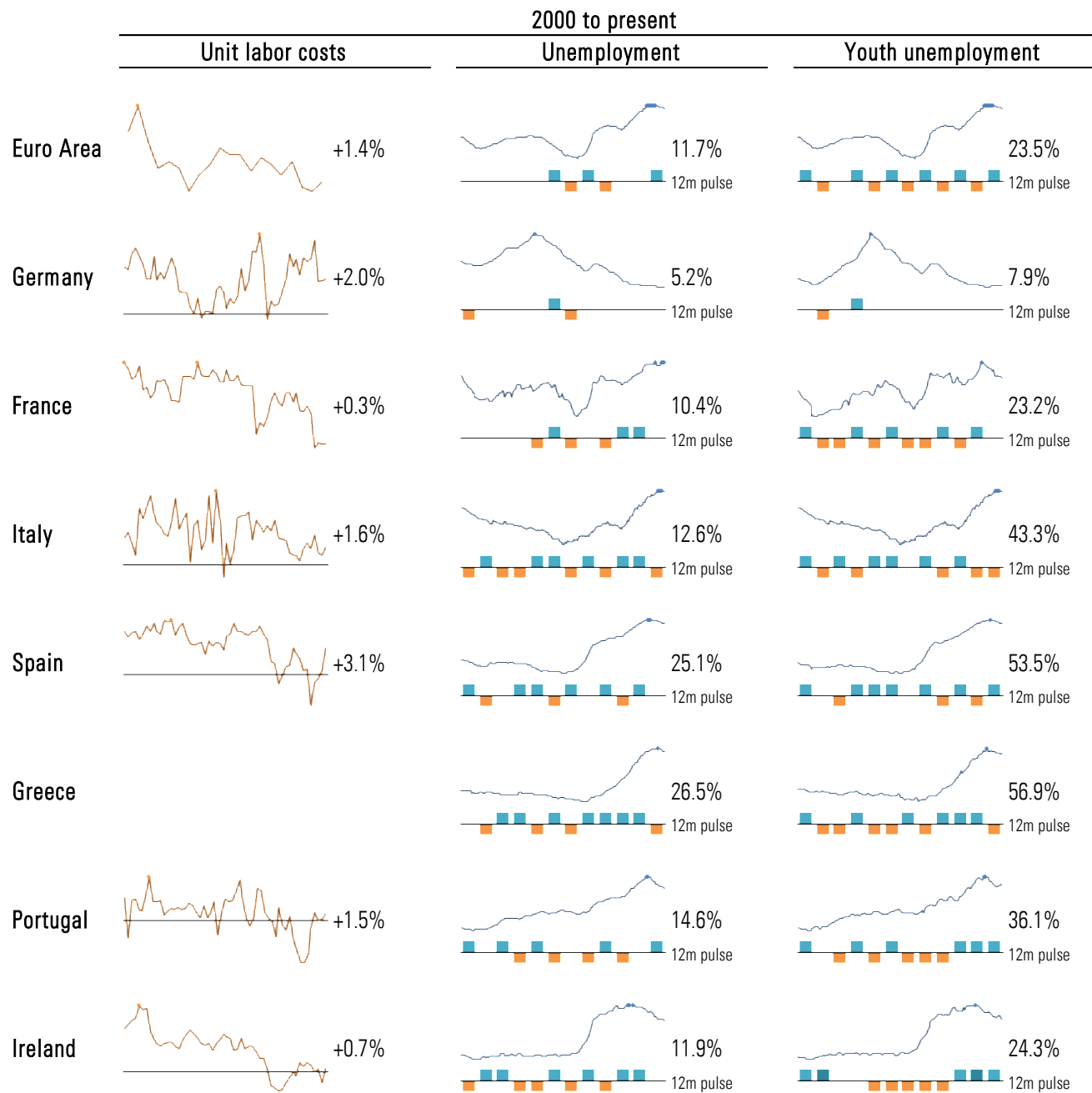
■ EUR ■ USD



Source: Bloomberg, TrendMacro calculations

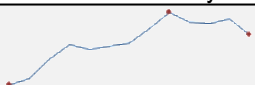
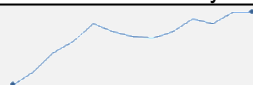
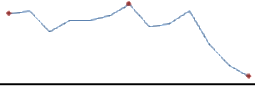
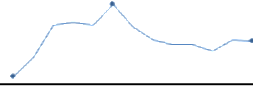
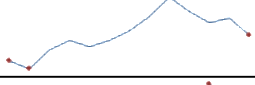
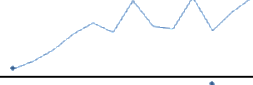
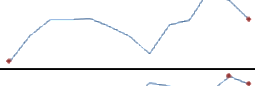
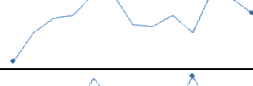
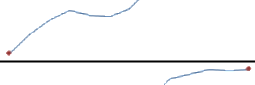
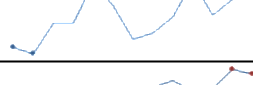
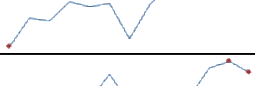
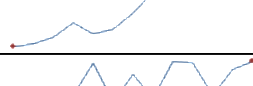
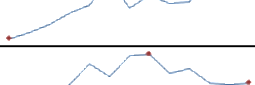
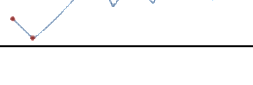
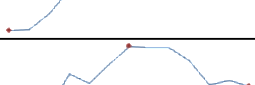

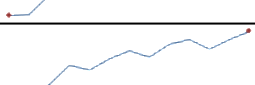
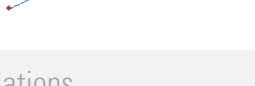
# Labor market in intensive care

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



Source: Eurostat, TrendMacro calculations

## Purchasing Manager Indices

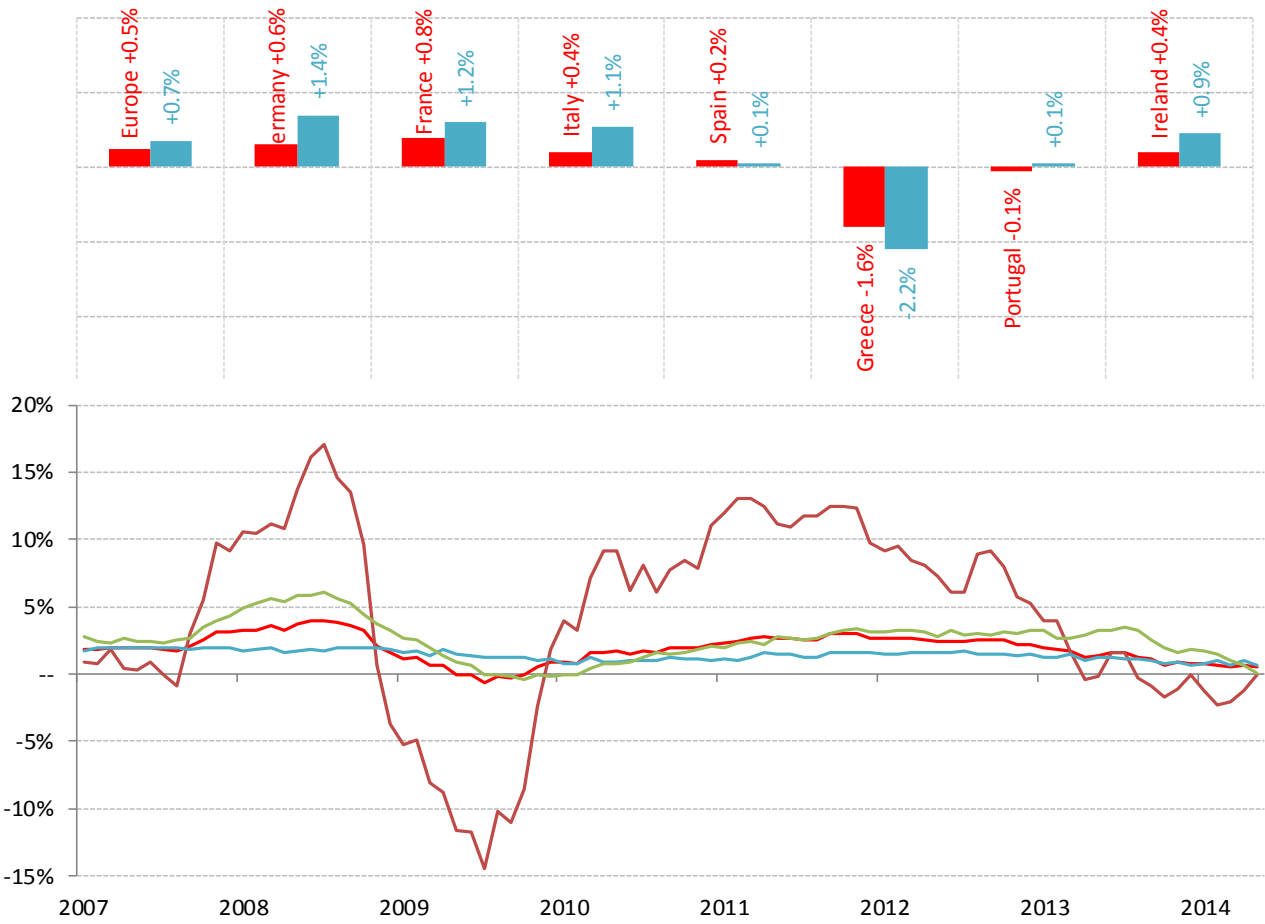
<b>Manufacturing</b>	Last	Prev	13-month history	<b>Services</b>	Last	Prev	13-month history
Eurozone May	52.2	53.4		Eurozone May	53.2	53.1	
UK May	57.0	57.3		UK May	58.6	58.7	
Germany May	52.3	54.1		Germany May	56.0	54.7	
France May	49.6	51.2		France May	49.1	50.4	
Italy May	53.2	54.0		Italy May	45.8	48.7	
Spain May	52.9	52.7		Spain May	55.7	56.5	
Ireland May	55.0	56.1		Ireland Apr	61.9	60.7	
Netherlands May	53.6	53.4					
Austria May	50.9	51.4					
Greece May	51.0	51.1					
Czech Rep May	57.3	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