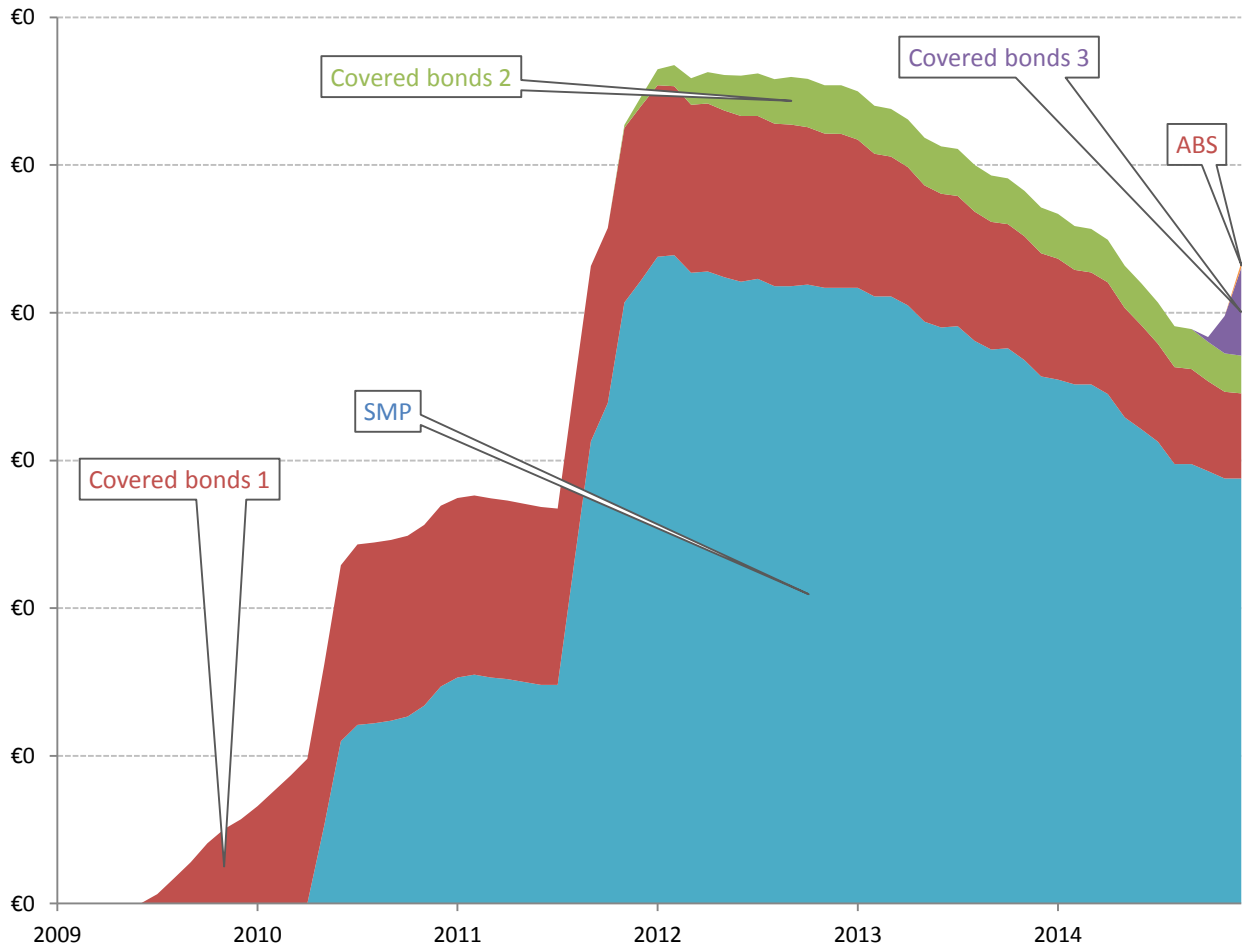


## Data Insights: Euro Area Recovery Monitor

Thursday, March 5, 2015

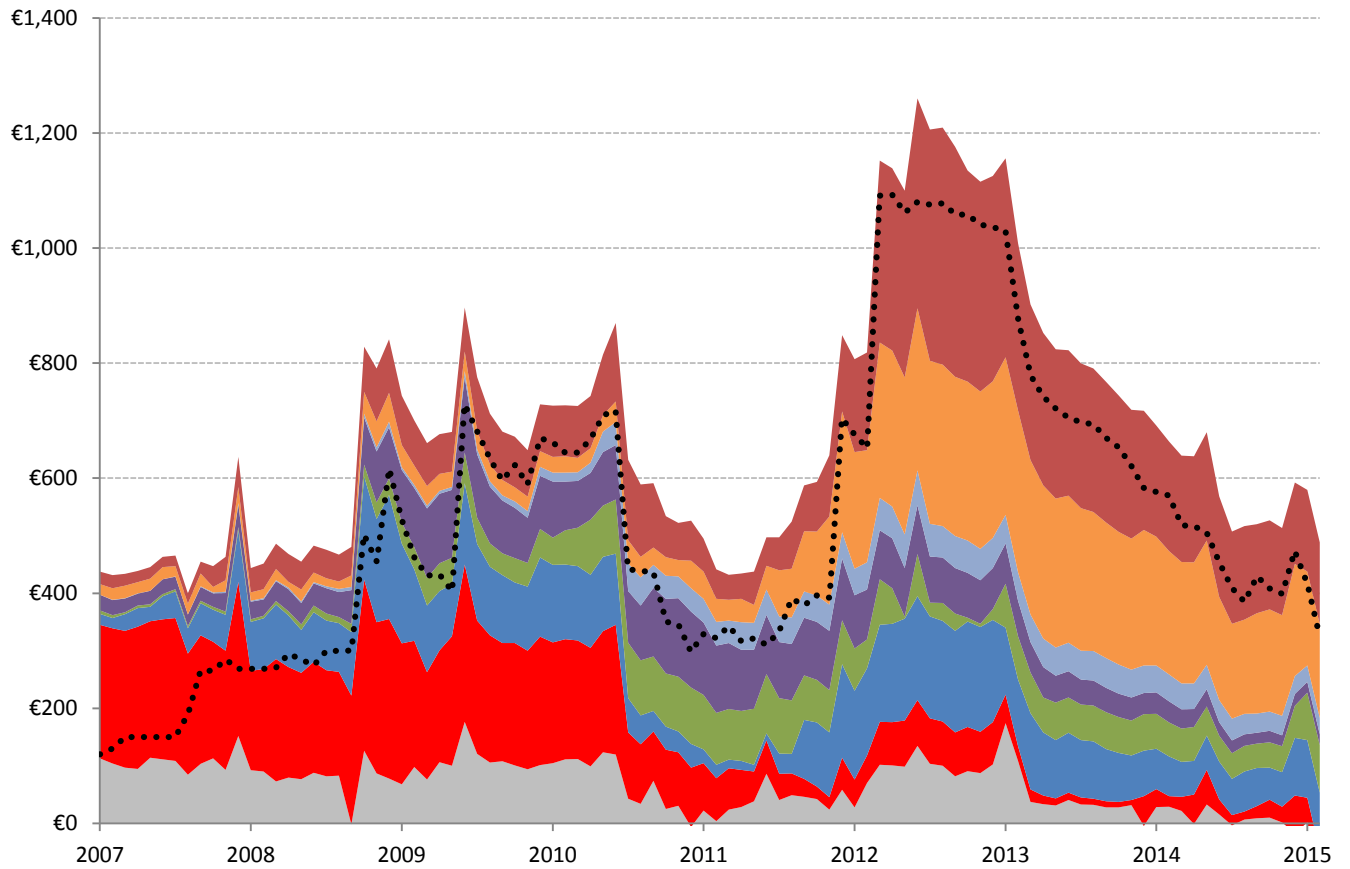
### The ECB's struggle to build purchased assets (€ millions)



Source: ECB, TrendMacro calculations

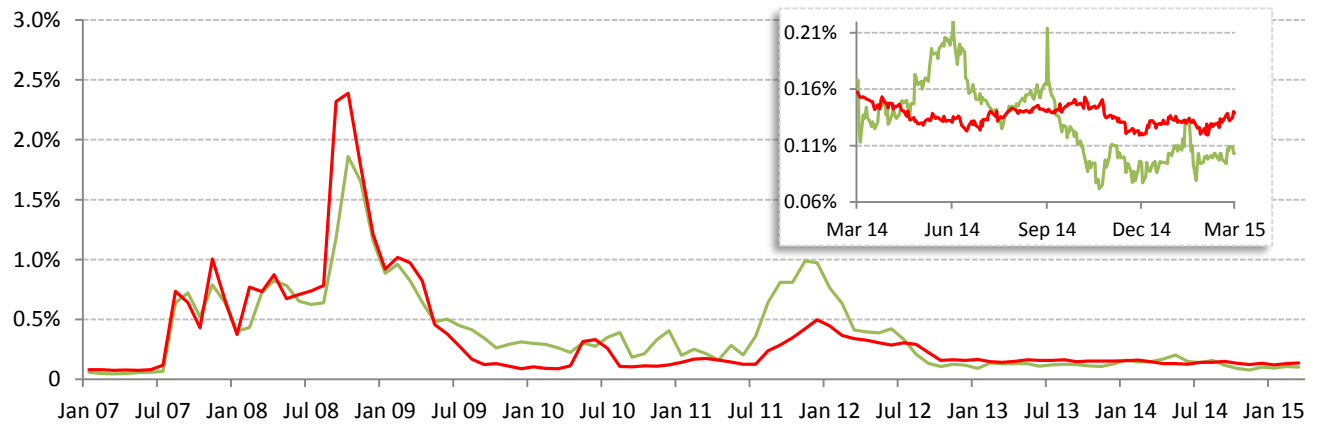
## Banking system dependency: borrowing from the ECB (€ billions)

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



Source: ECB, National central banks, TrendMacro calculations

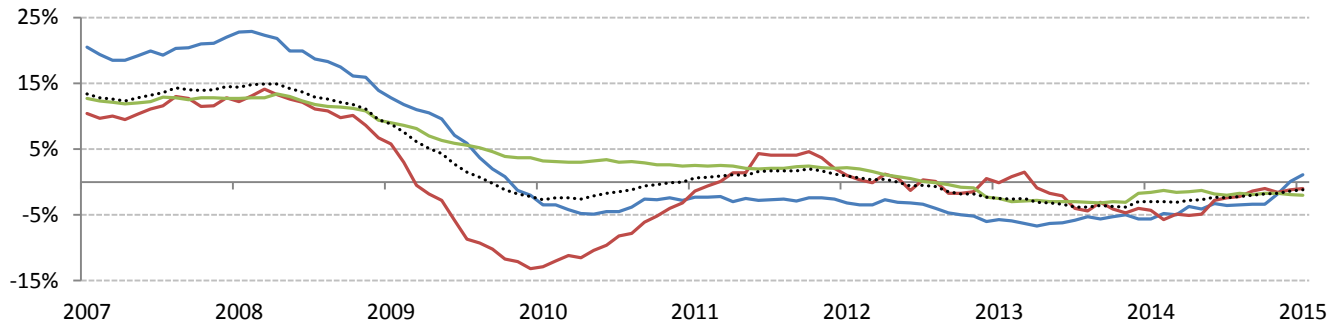
## Bank stability: 90-day LIBOR/OIS spreads — USD — EUR



Source: Bloomberg, TrendMacro calculations

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

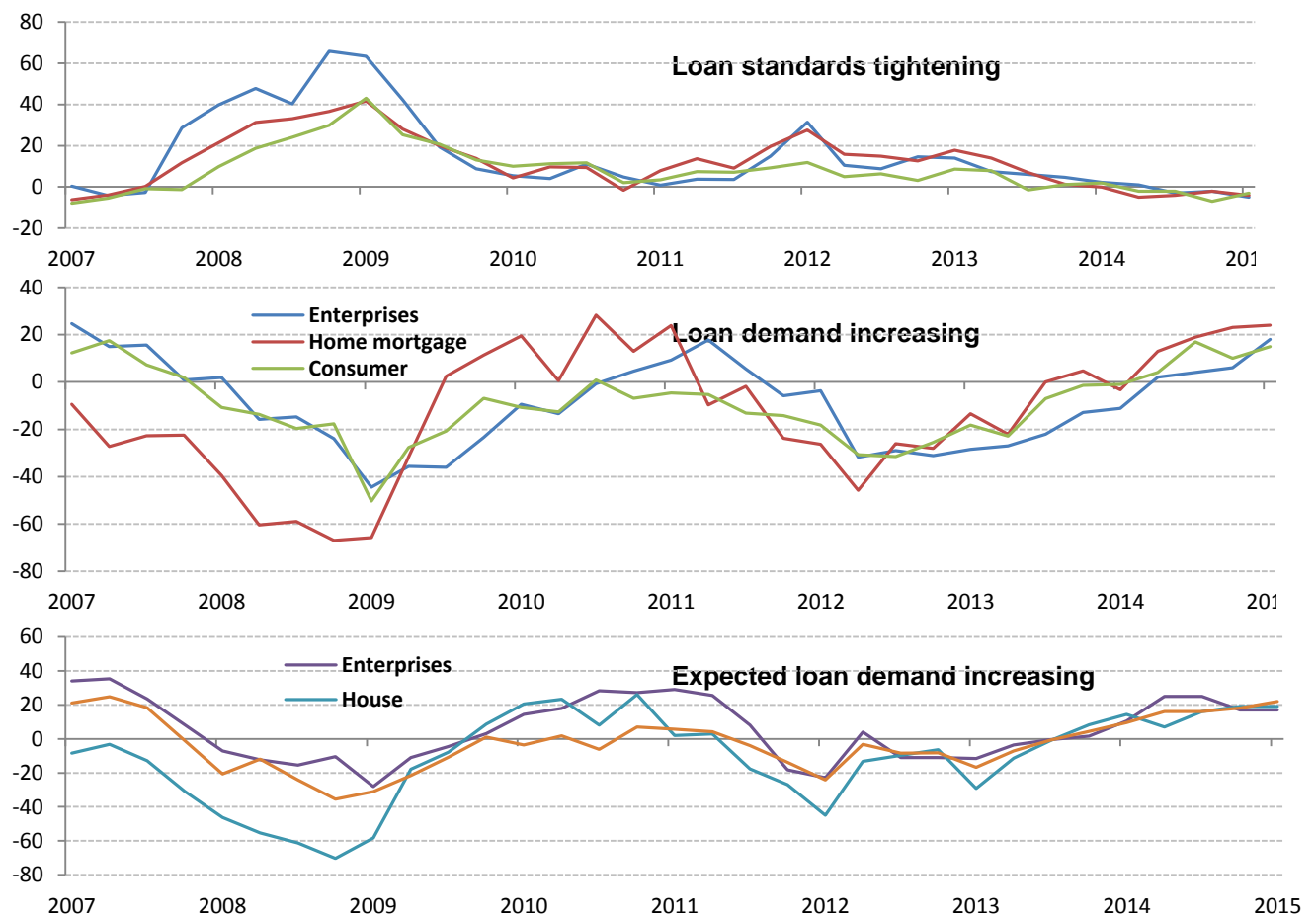
— Loans to 1 year — Loans 1-5 years — Loans 5 years plus ... Total



Source: ECB, TrendMacro calculations

## Supply and demand for lending: ECB Bank Survey

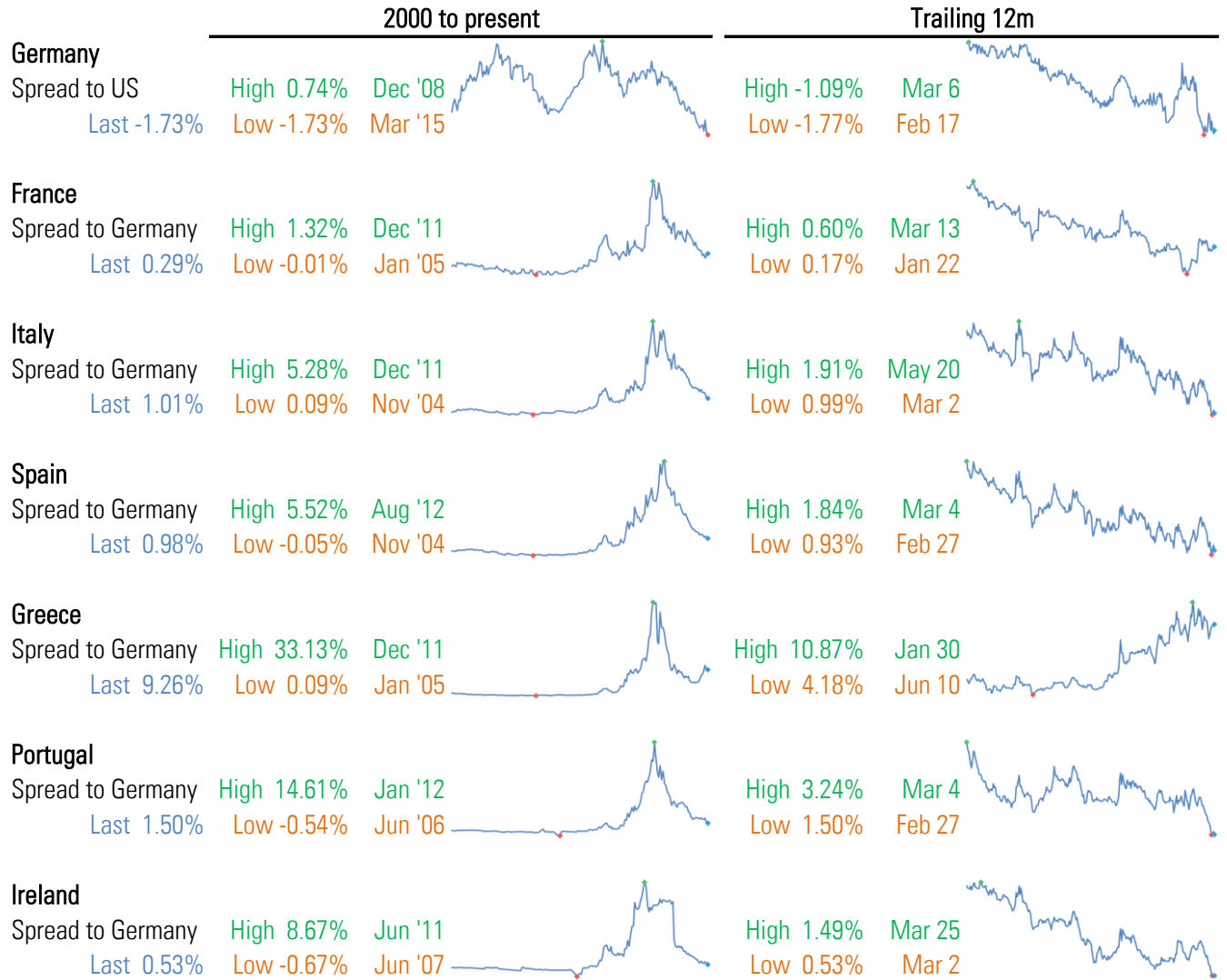
Net number of banks reporting for: — Enterprises — Home mortgage — Consumer



Source: ECB, TrendMacro calculations

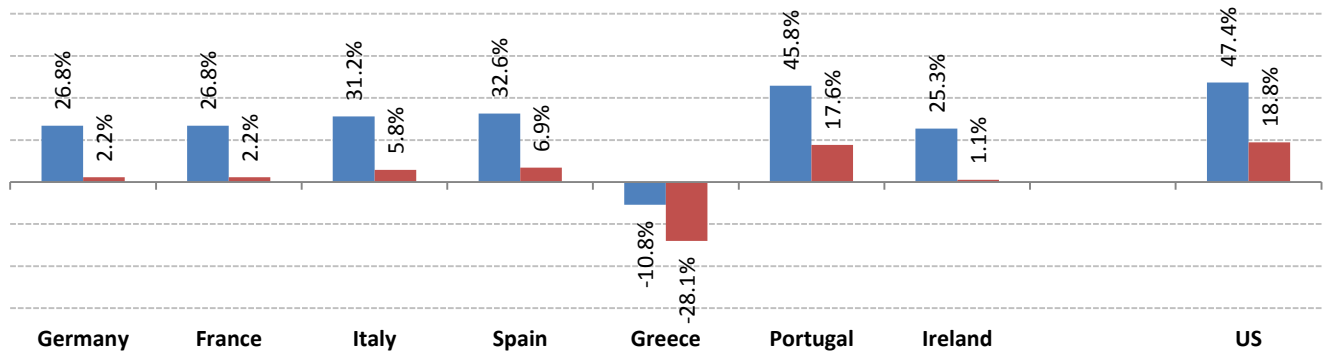
# Sovereign stress monitor: 10-year bond spreads

· 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>				<b>Services</b>			
	Last	Prev	13-month history		Last	Prev	13-month history
Eurozone Feb	51.0	51.0		Eurozone Feb	53.7	52.7	
UK Feb	54.1	53.1		UK Feb	56.7	57.2	
Germany Feb	51.1	50.9		Germany Feb	54.7	54.0	
France Feb	47.6	49.2		France Feb	53.4	49.4	
Italy Feb	51.9	49.9		Italy Feb	49.5	51.1	
Spain Feb	54.2	54.7		Spain Feb	56.2	56.7	
Ireland Feb	57.5	55.1		Ireland Feb	61.4	62.5	
Netherlands Feb	52.2	54.1					
Austria Feb	48.7	48.5					
Greece Feb	48.4	48.3					
Czech Rep Feb	55.6	56.1					

Source: Markit, TrendMacro calculations

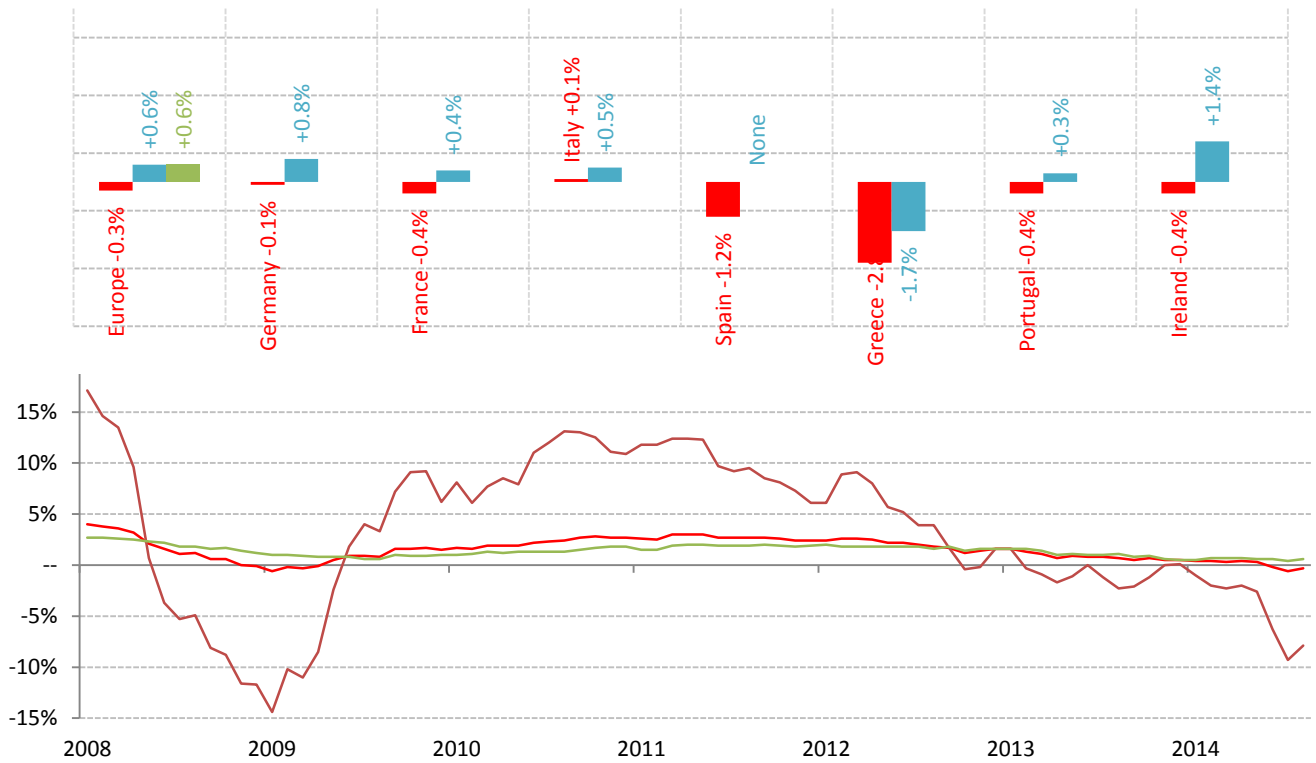
## Regional currency flight — Euro vs Swiss franc — Swiss National Bank floor — SNB FX reserves



Source: Bloomberg, TrendMacro calculations

## Euro area consumer inflation, year on year

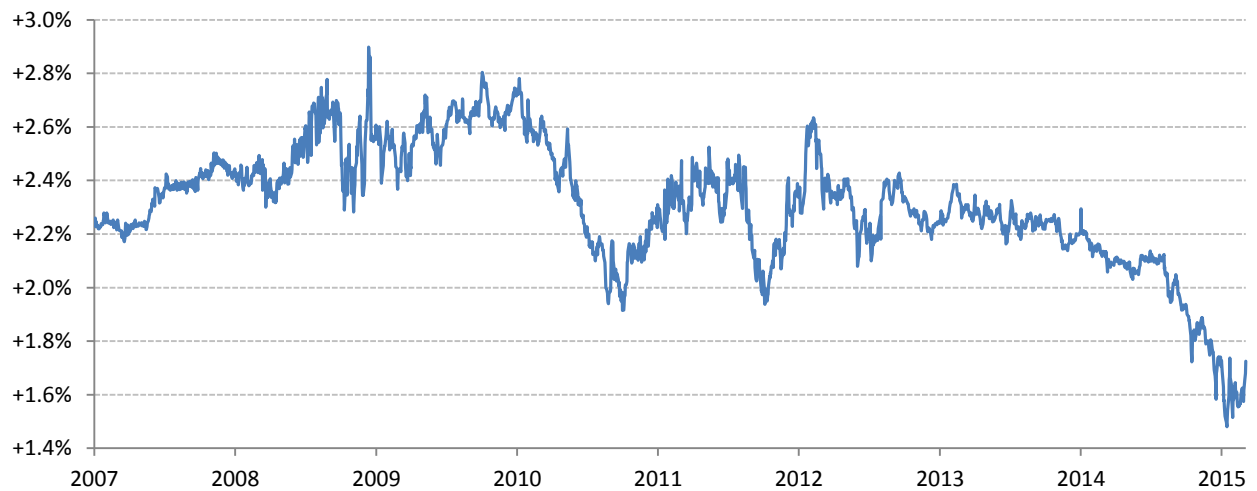
Country: ■ Headline ■ Ex-food and energy ■ Ex-energy    Euro area: — Headline — Energy — Ex-energy



Source: Eurostat, TrendMacro calculations

## Draghi's dashboard: swap-implied inflation expectations

— 5-year inflation-swap rate, 5 years forward



Source: Bloomberg, TrendMacro calculations