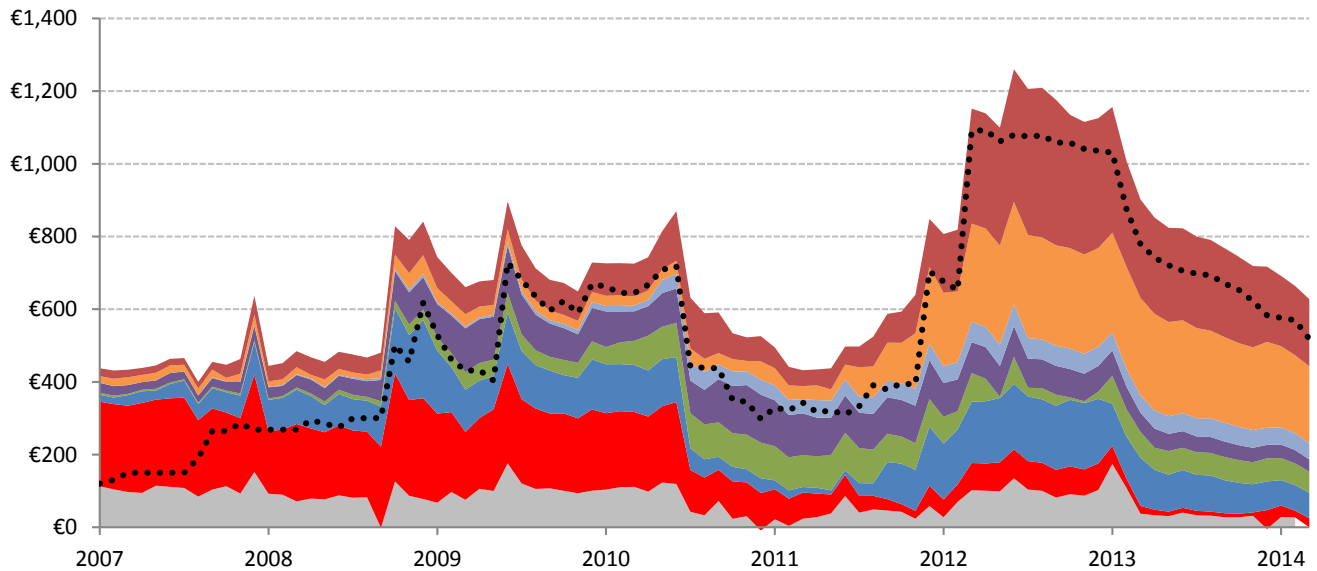


## Data Insights: Euro Area Recovery Monitor

Wednesday, May 14, 2014

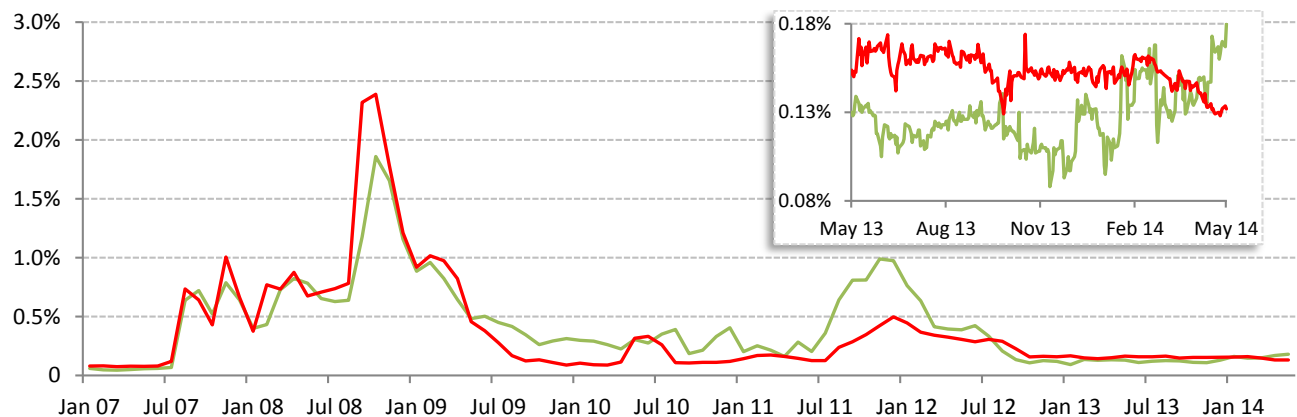
### Banking system dependency: borrowing from the ECB (€ billions)

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



Source: ECB, National central banks, TrendMacro calculations

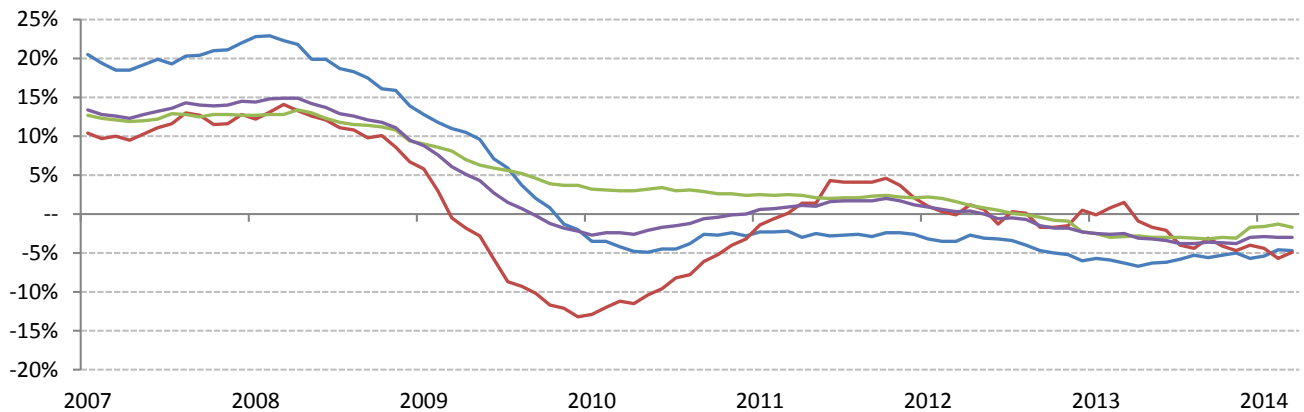
### Bank stability: 90-day LIBOR/OIS spreads — USD — EUR



Source: Bloomberg, TrendMacro calculations

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

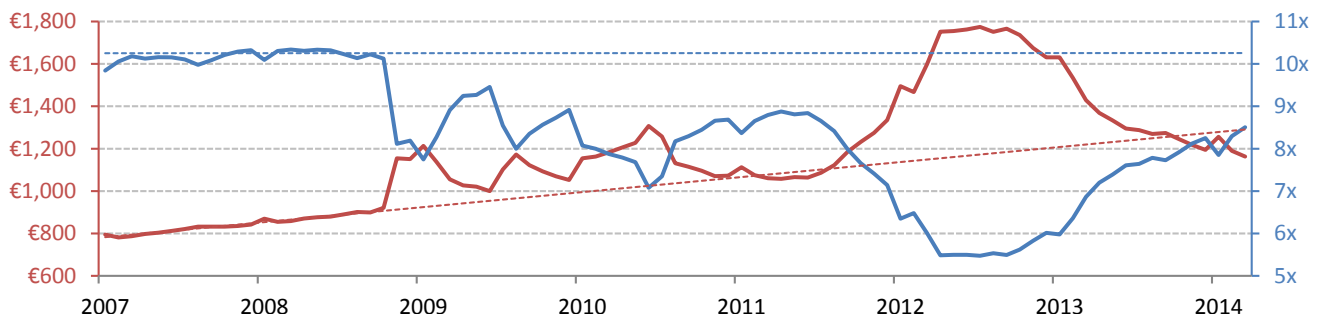
— Loans to 1 year — Loans 1-5 years — Loans 5 years plus ... Total



Source: ECB, TrendMacro calculations

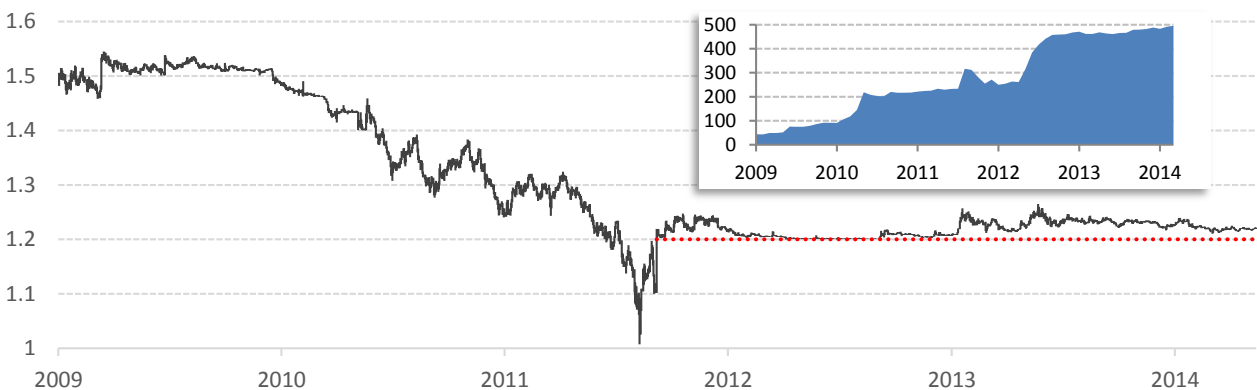
## The money paradox: the case of the missing multiplier

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



Source: ECB, TrendMacro calculations

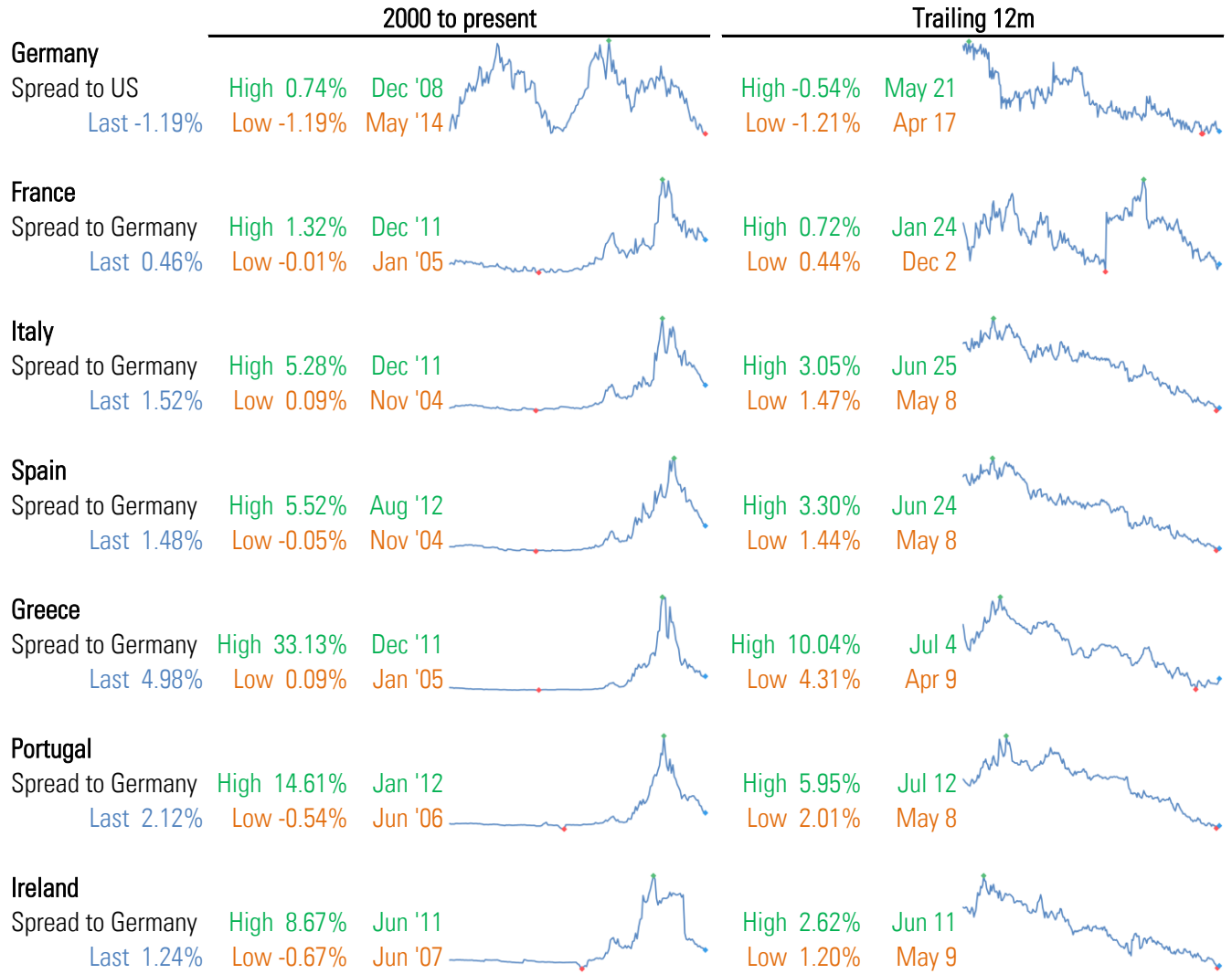
## Regional currency flight — Euro vs Swiss franc ... Swiss National Bank floor ■ SNB FX reserves



Source: Bloomberg, TrendMacro calculations

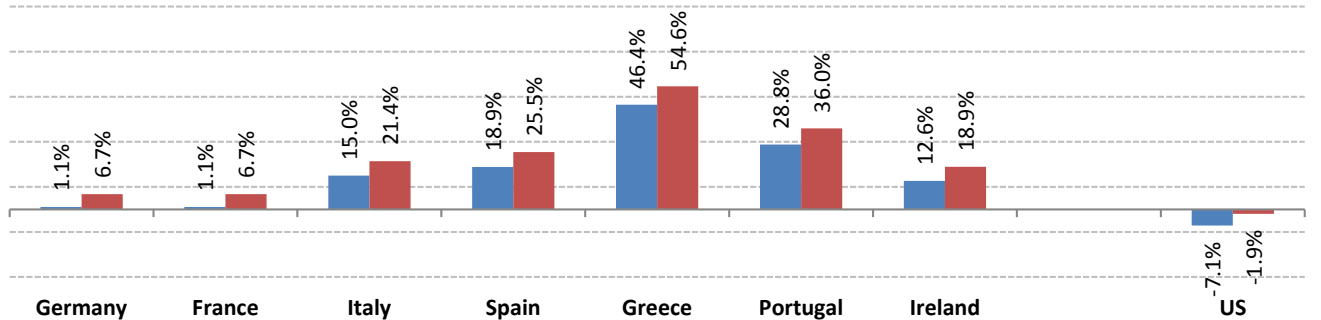
# Sovereign stress monitor: 10-year bond spreads

· High · Low · Last



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

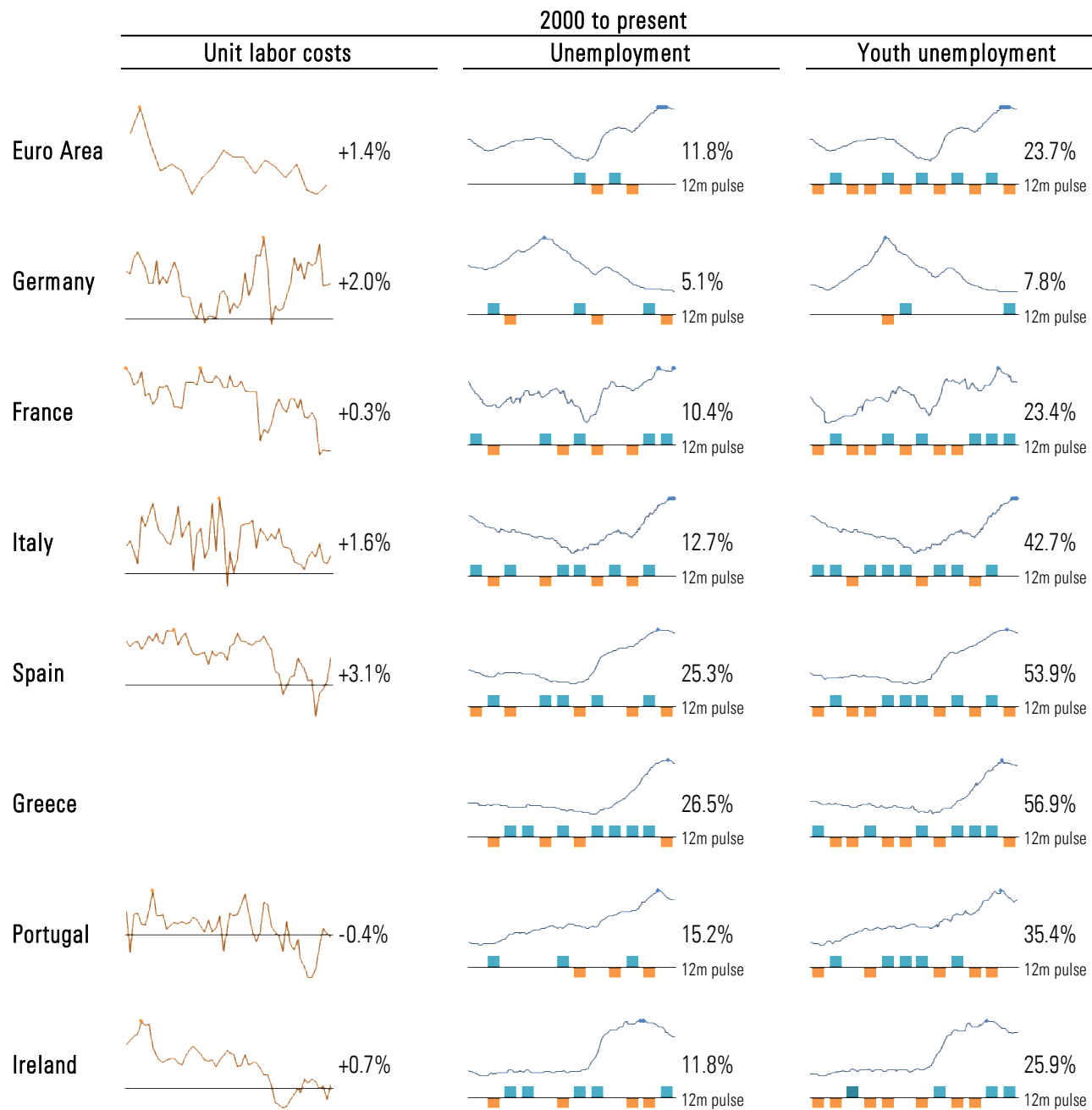
■ EUR ■ USD



Source: Bloomberg, TrendMacro calculations


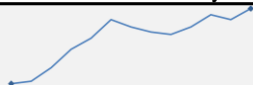
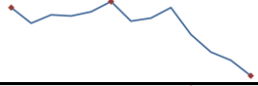
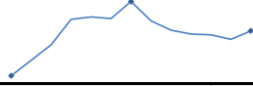
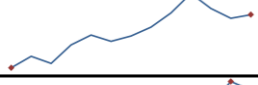

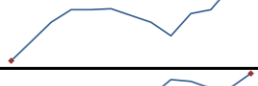

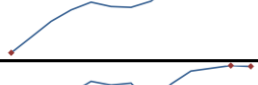
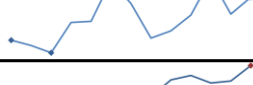

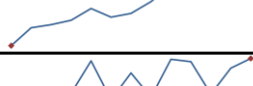


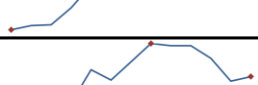
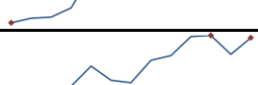
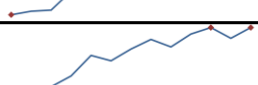
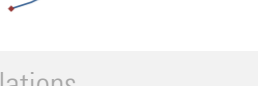
# Labor market in intensive care

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



Source: Eurostat, TrendMacro calculations

## Purchasing Manager Indices

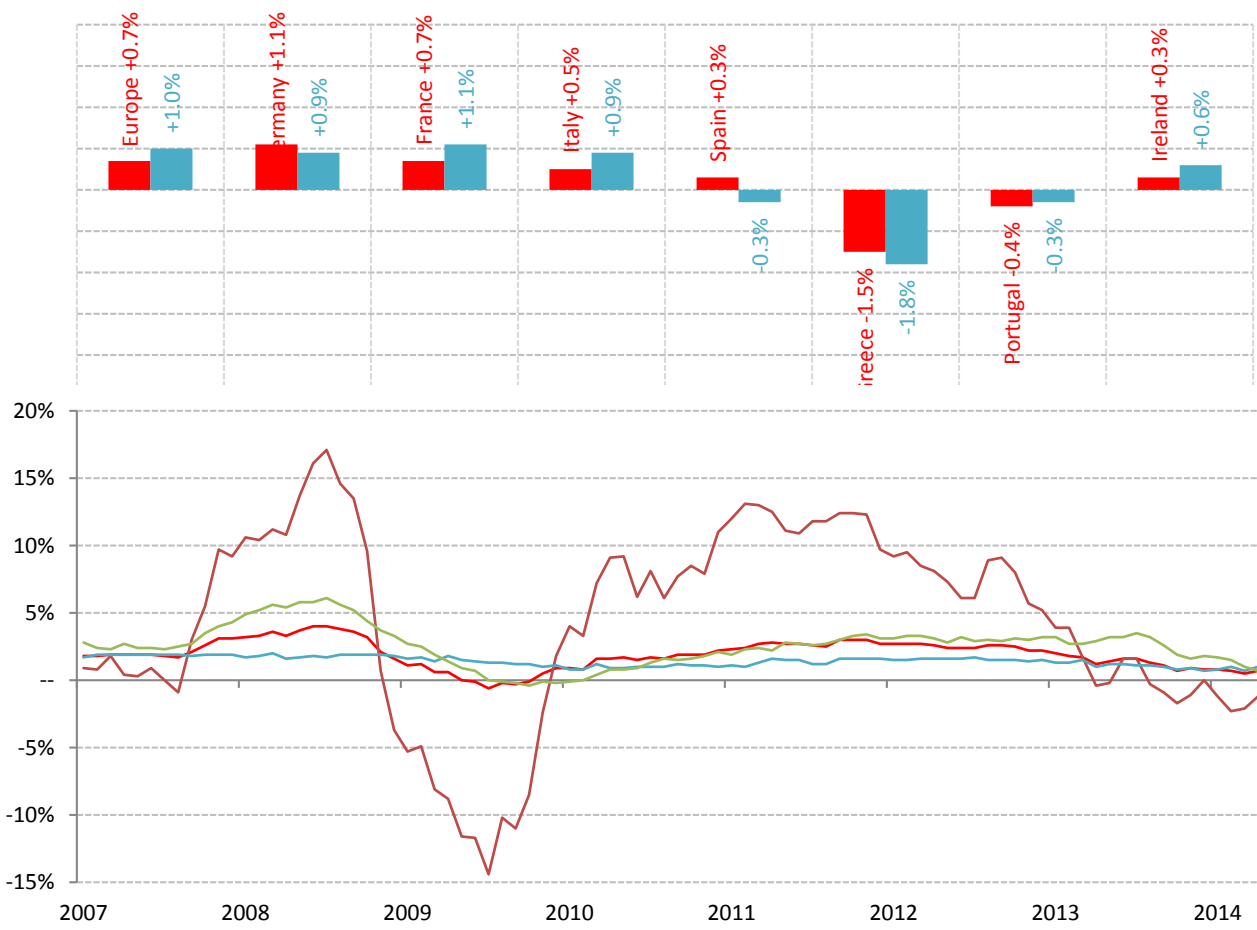
<b>Manufacturing</b>	Last	Prev	13-month history	<b>Services</b>	Last	Prev	13-month history
Eurozone Apr	53.4	53.0		Eurozone Apr	53.1	52.2	
UK Apr	57.3	55.8		UK Apr	58.7	57.6	
Germany Apr	54.1	53.7		Germany Apr	54.7	53.0	
France Apr	51.2	52.1		France Apr	50.4	51.5	
Italy Apr	54.0	52.4		Italy Apr	46.5	45.8	
Spain Apr	52.7	52.8		Spain Apr	56.5	54.0	
Ireland Apr	56.1	55.5		Ireland Apr	61.9	60.7	
Netherlands Apr	53.4	53.7					
Austria Apr	51.4	51.0					
Greece Apr	51.1	49.7					
Czech Rep Apr	56.5	55.5					

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