

THE SPANISH RECOVERY: REVIEW OF THE MAIN MACROECONOMIC INDICATORS

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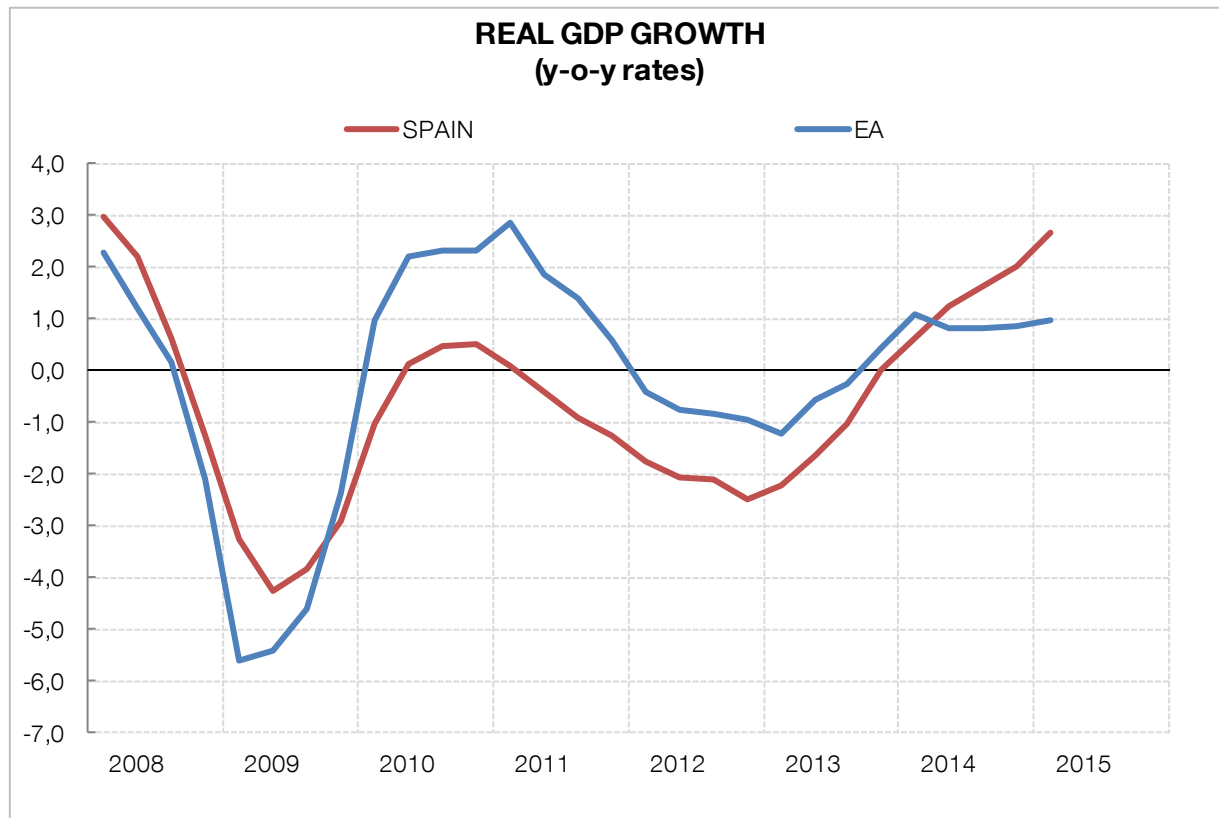
Spain - U.S. Chamber of Commerce
Thomson Reuters
New York 8th June 2015

GENERAL DIRECTORATE ECONOMICS, RESEARCH AND
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THE ONGOING RECOVERY IN ACTIVITY



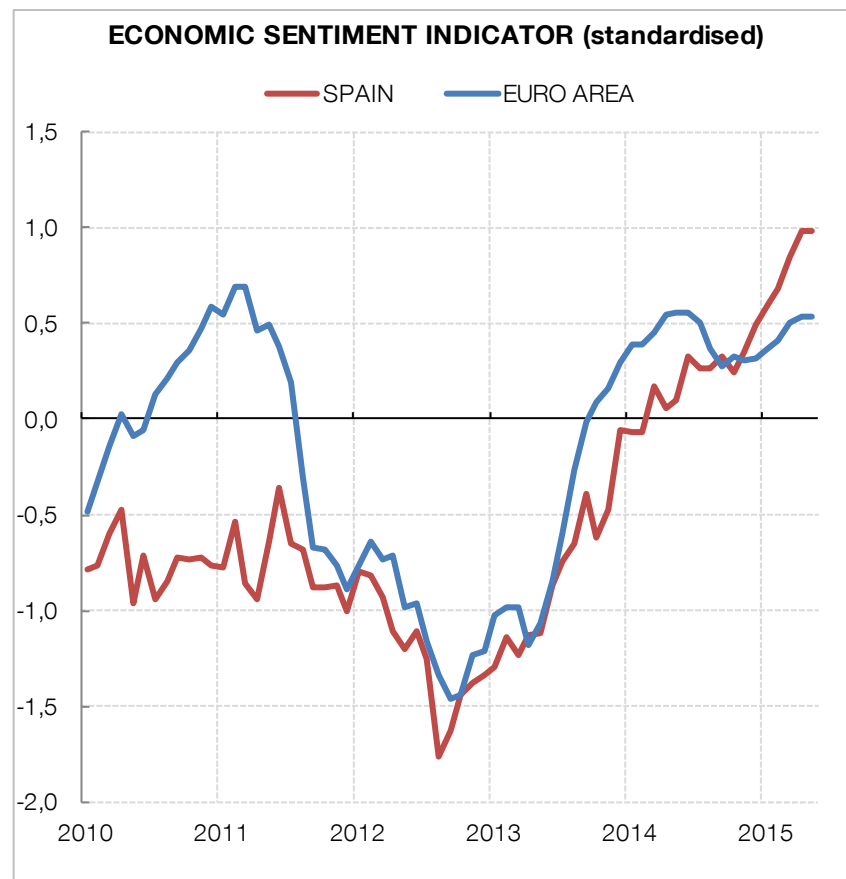
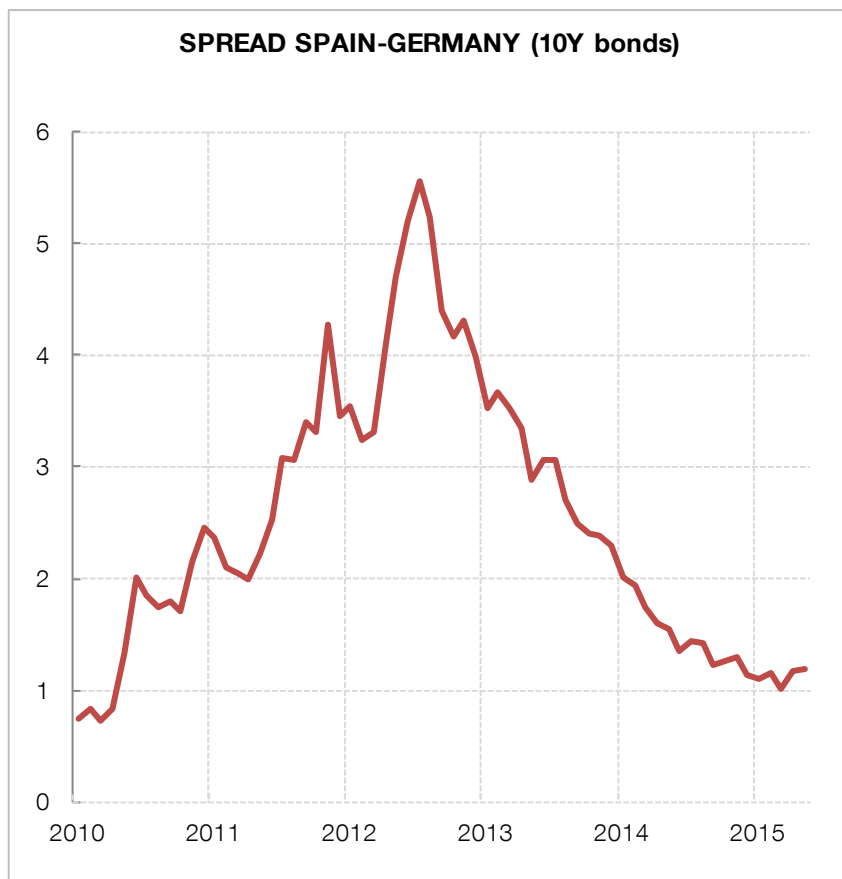
After a prolonged recession, the Spanish economy has started to experience a recovery phase



THE TWO PILLARS OF THE RECOVERY: THE RELIEF IN THE EURO AREA CRISIS



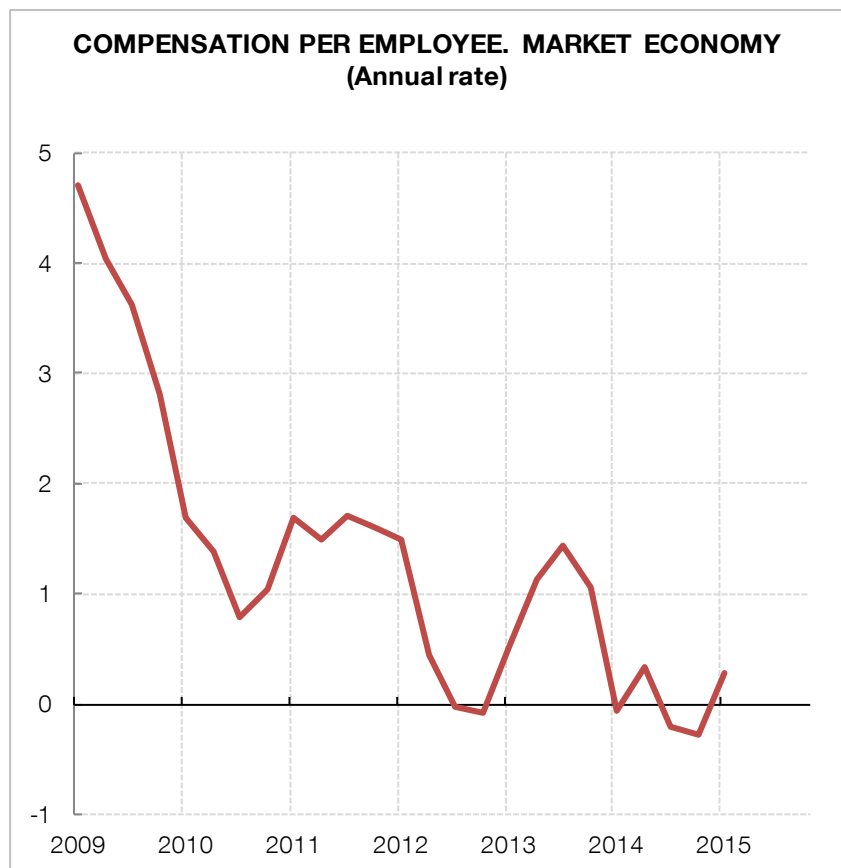
The stabilization of the euro area has strongly mitigated financial tensions and supported the improvement in confidence



THE LABOUR MARKET REFORM



Changes in the labour market have brought wage moderation and inverted job destruction trends

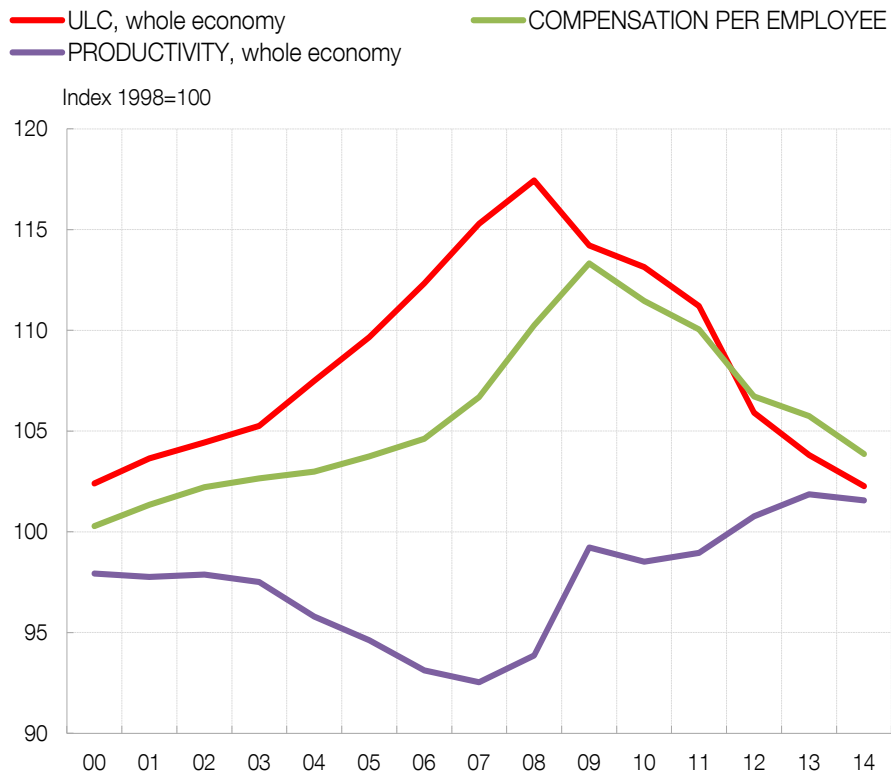


COMPETITIVENESS ADJUSTMENT THROUGH AN INTERNAL DEVALUATION PROCESS

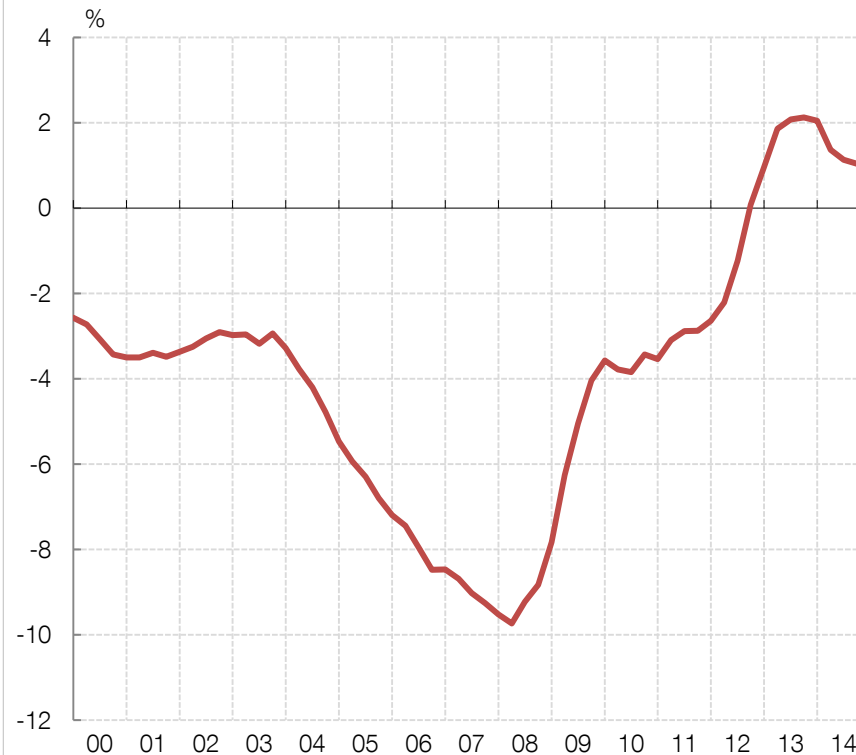


The correction of past competitiveness losses has enabled the external deficit to be absorbed

UNIT LABOR COSTS RELATIVE TO THE EURO AREA

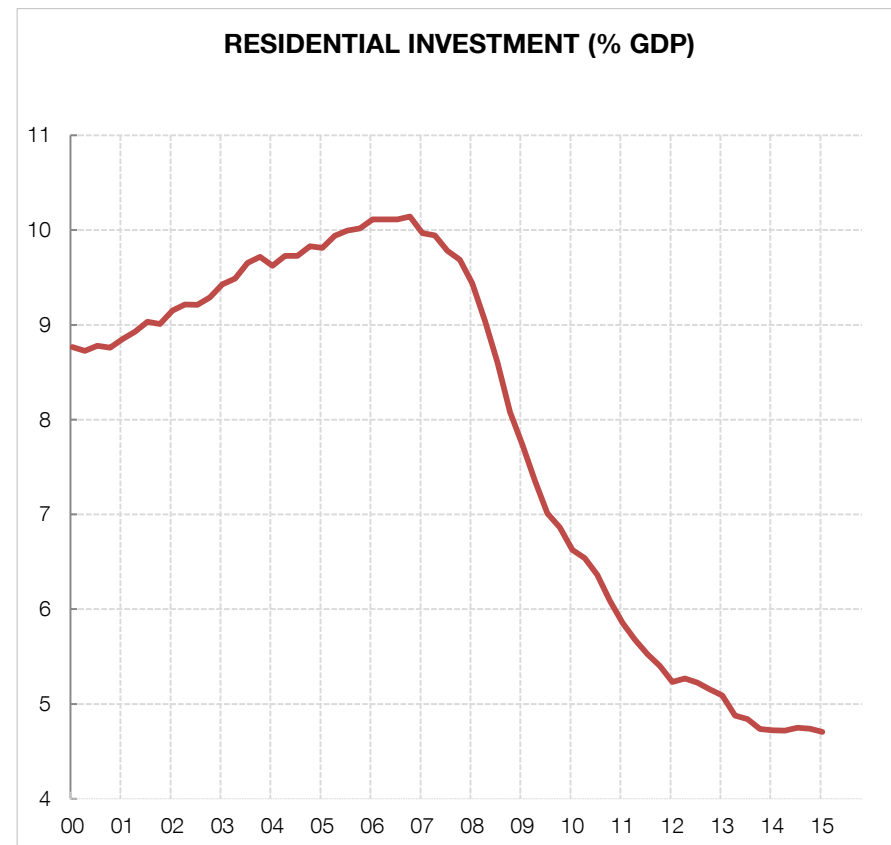
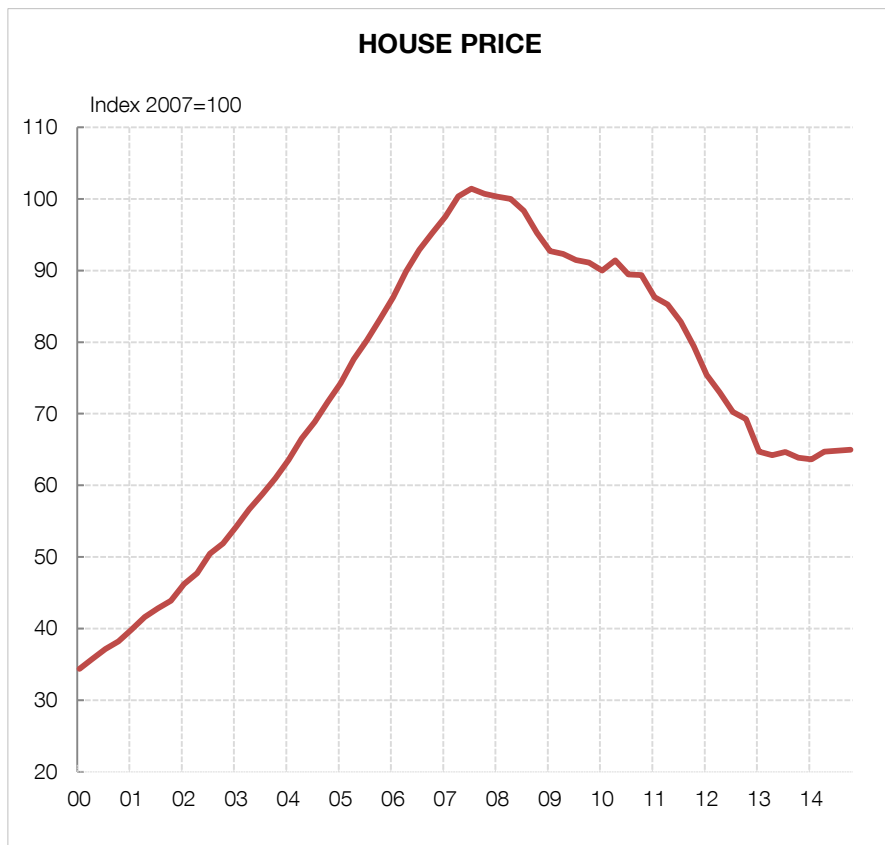


NET LENDING (+) OR NET BORROWING (-) OF THE NATION (% GDP)





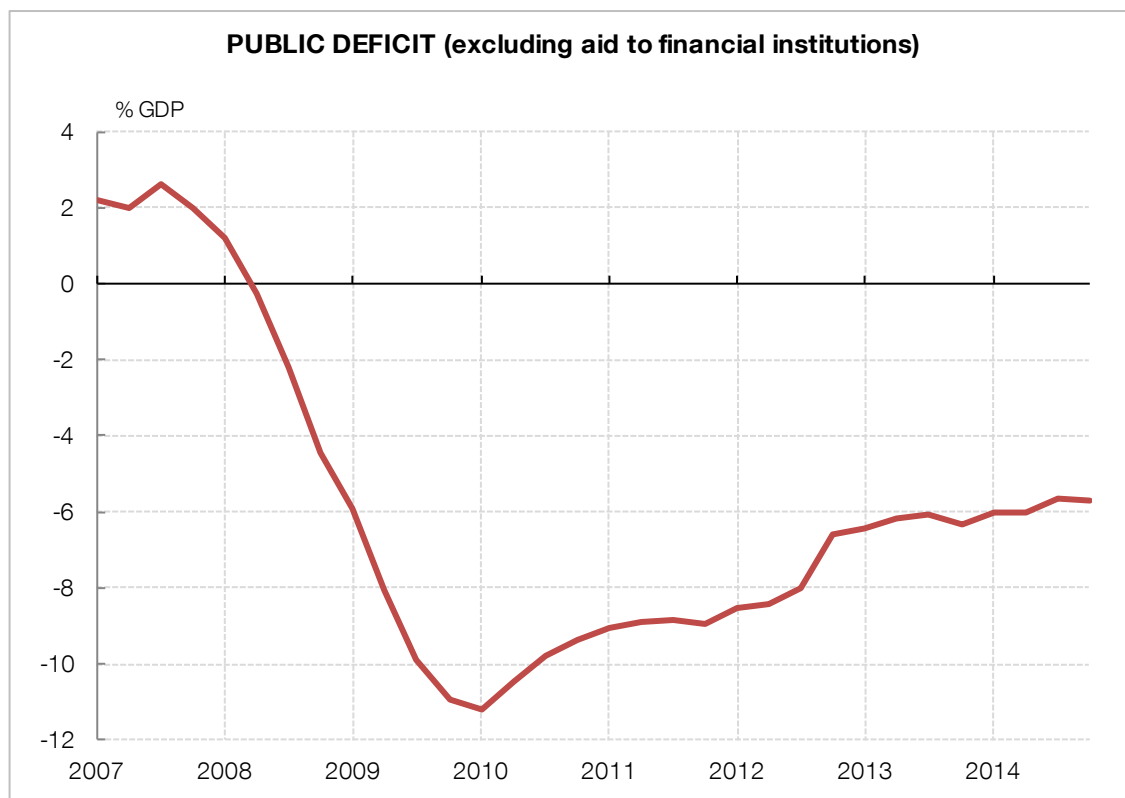
The severe adjustment in residential investment has bottomed out



FISCAL CONSOLIDATION EFFORT AND SOSTENIBILITY OF PUBLIC FINANCES



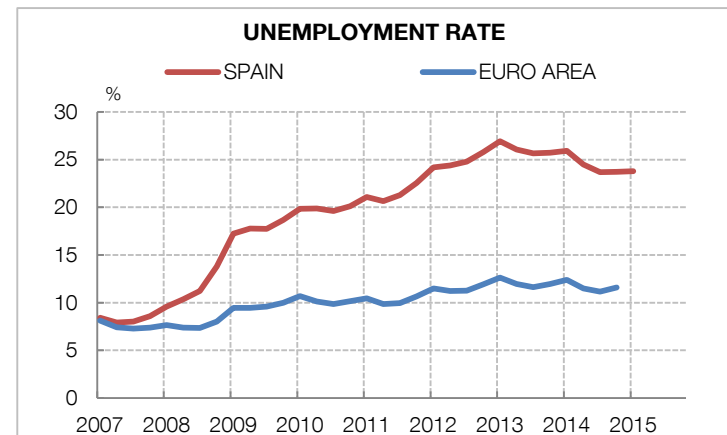
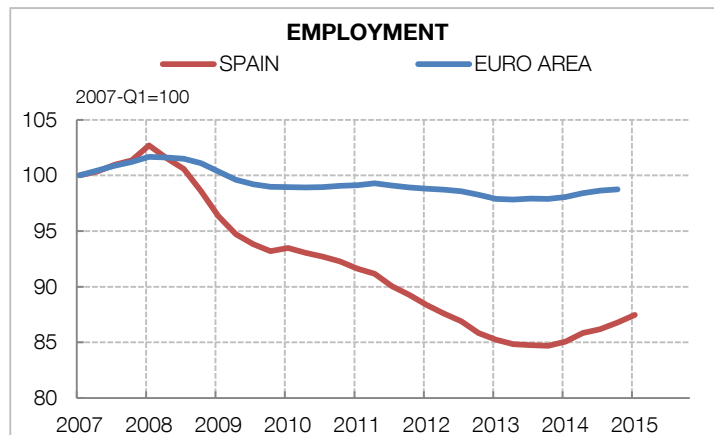
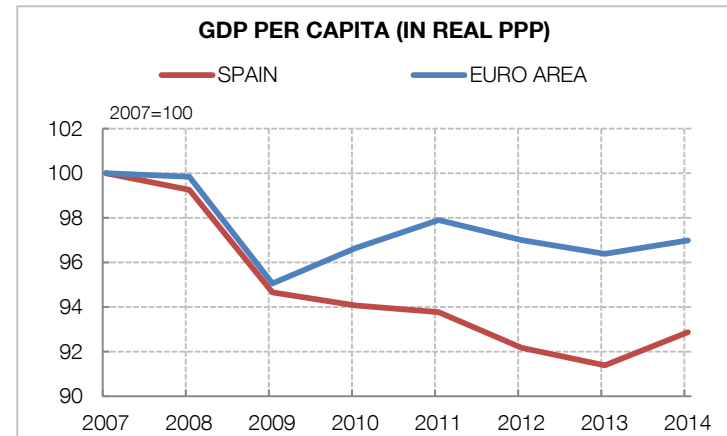
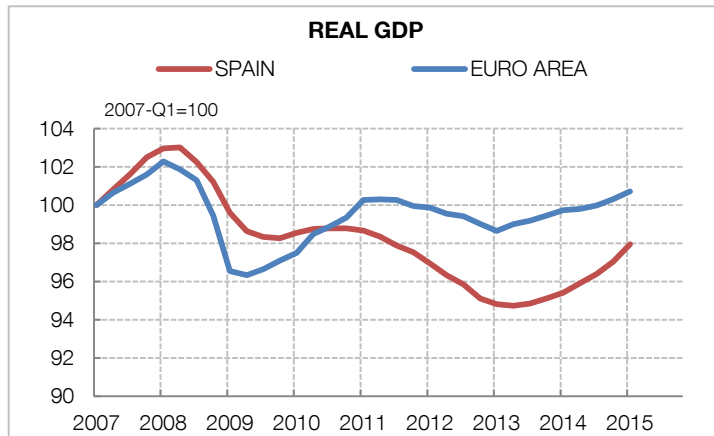
Significant headway has been done in redressing public finances



THE SLOW DIGESTION OF THE BURDENSOME LEGACY OF THE CRISIS: ACTIVITY, EMPLOYMENT AND INCOME



A setback in welfare levels





THANKS FOR YOUR ATTENTION

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