

“Europe - Driver or driven?”

ACI World Congress

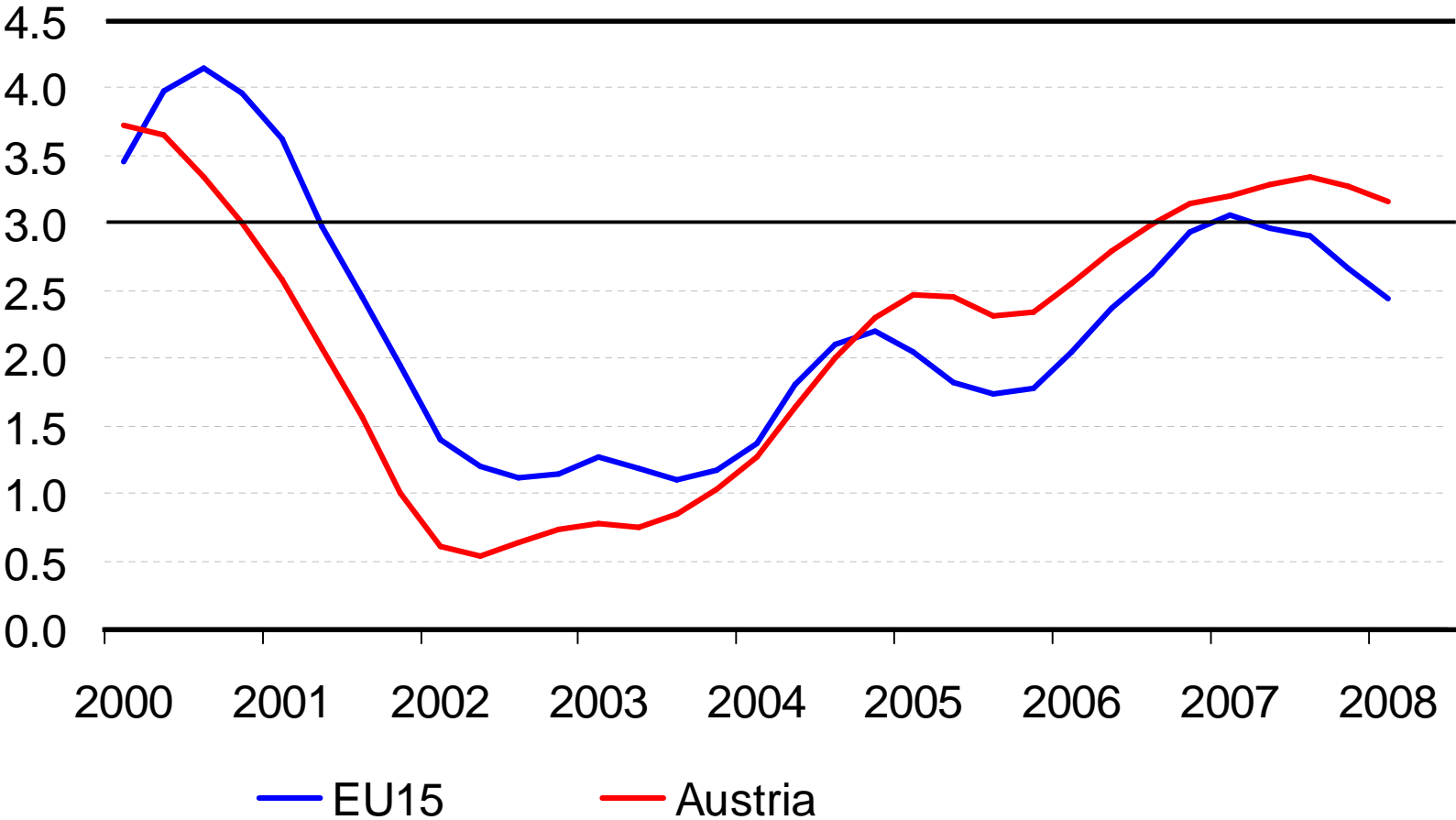
Vienna

May 30, 2008

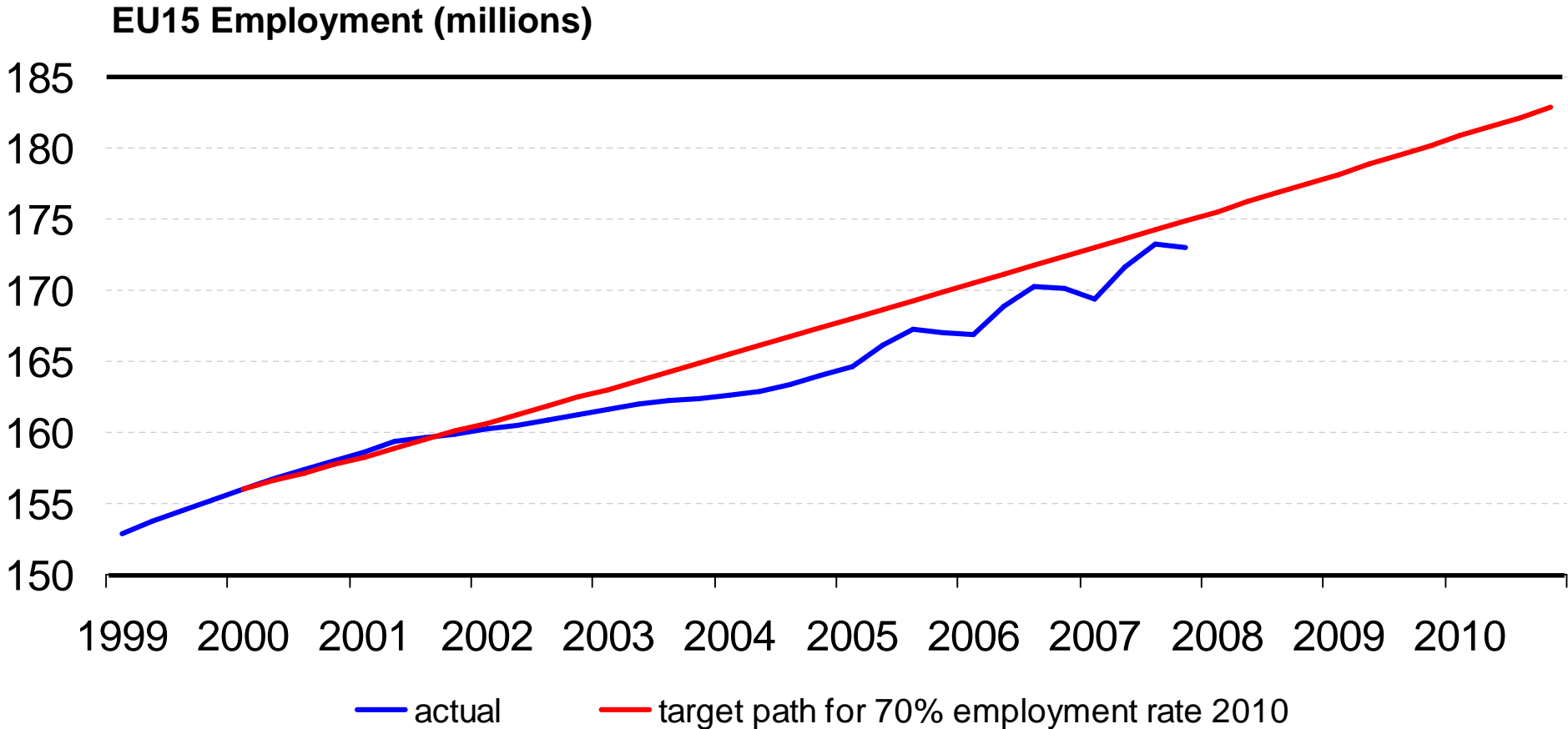
Dr. Michael Heise

Europe is (still) on the road to success

GDP growth, in % y-o-y, four-quarter moving average



Employment close to Lisbon goals

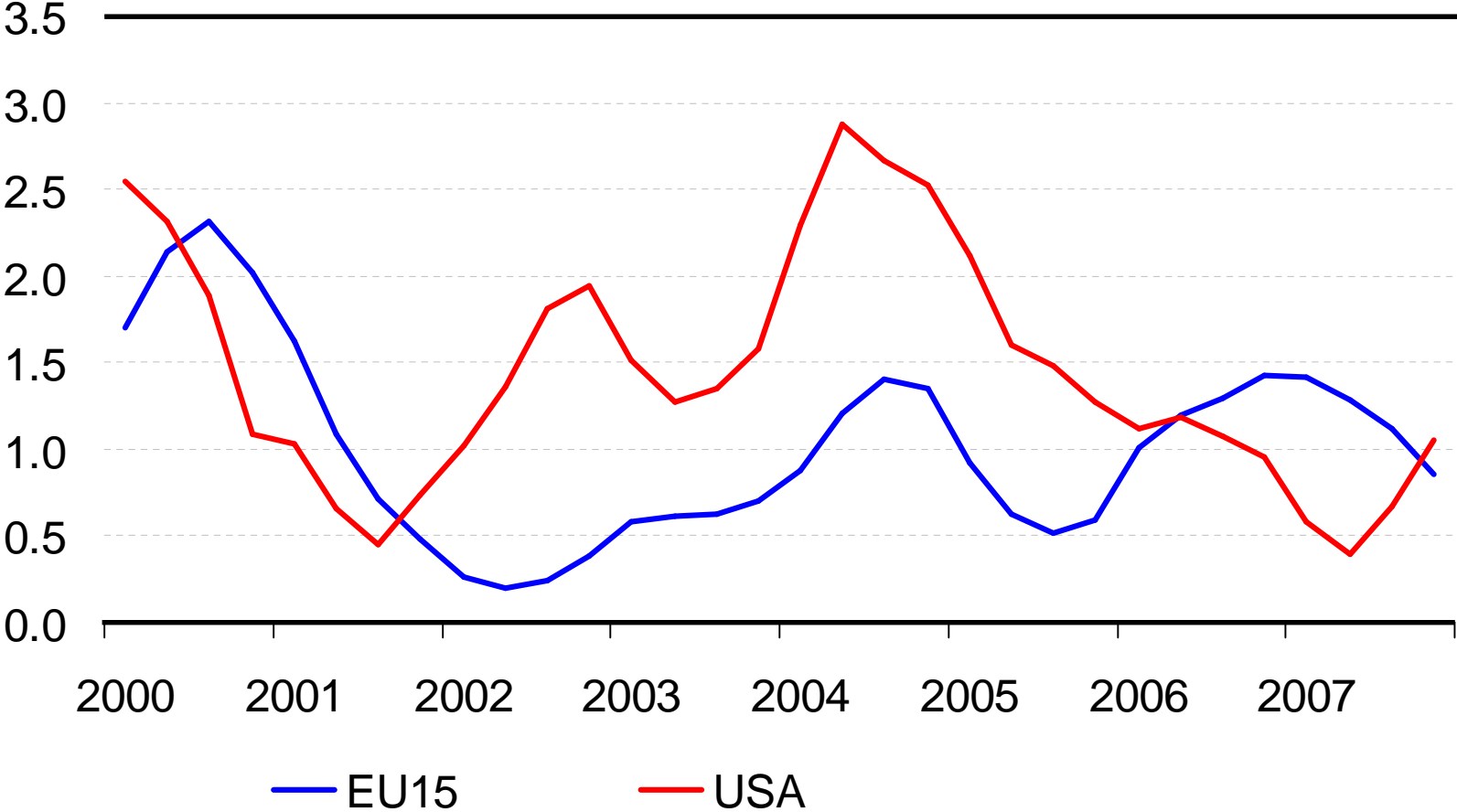


actual: interpolated annual figures 2000 - 2004, seasonally unadjusted quarterly figures starting 2005.



Productivity increases despite jobs growth

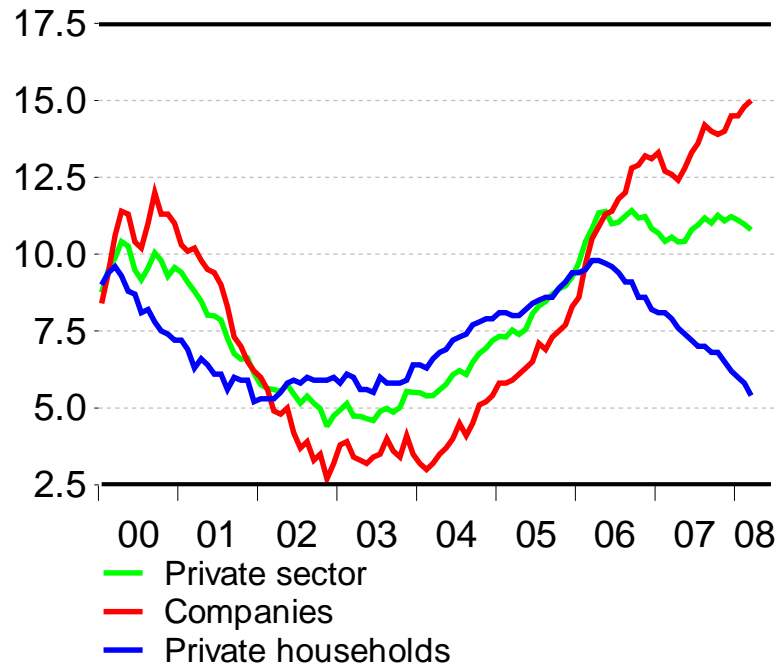
Labour productivity growth
real GDP per person employed, in % y-o-y, four-quarter moving average



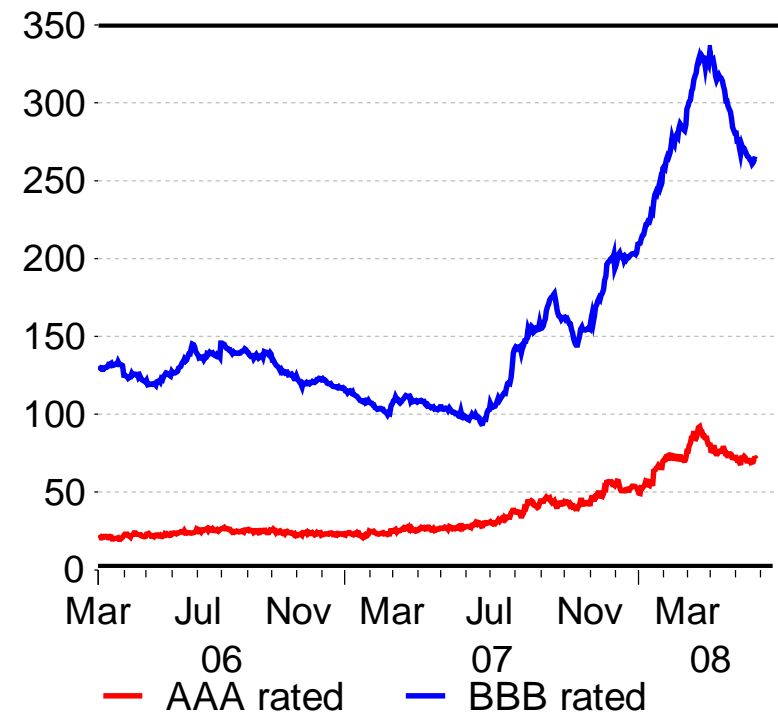
No credit crunch in Europe, but repricing of risk

Continued strong expansion of corporate loans

Percentage change over previous year

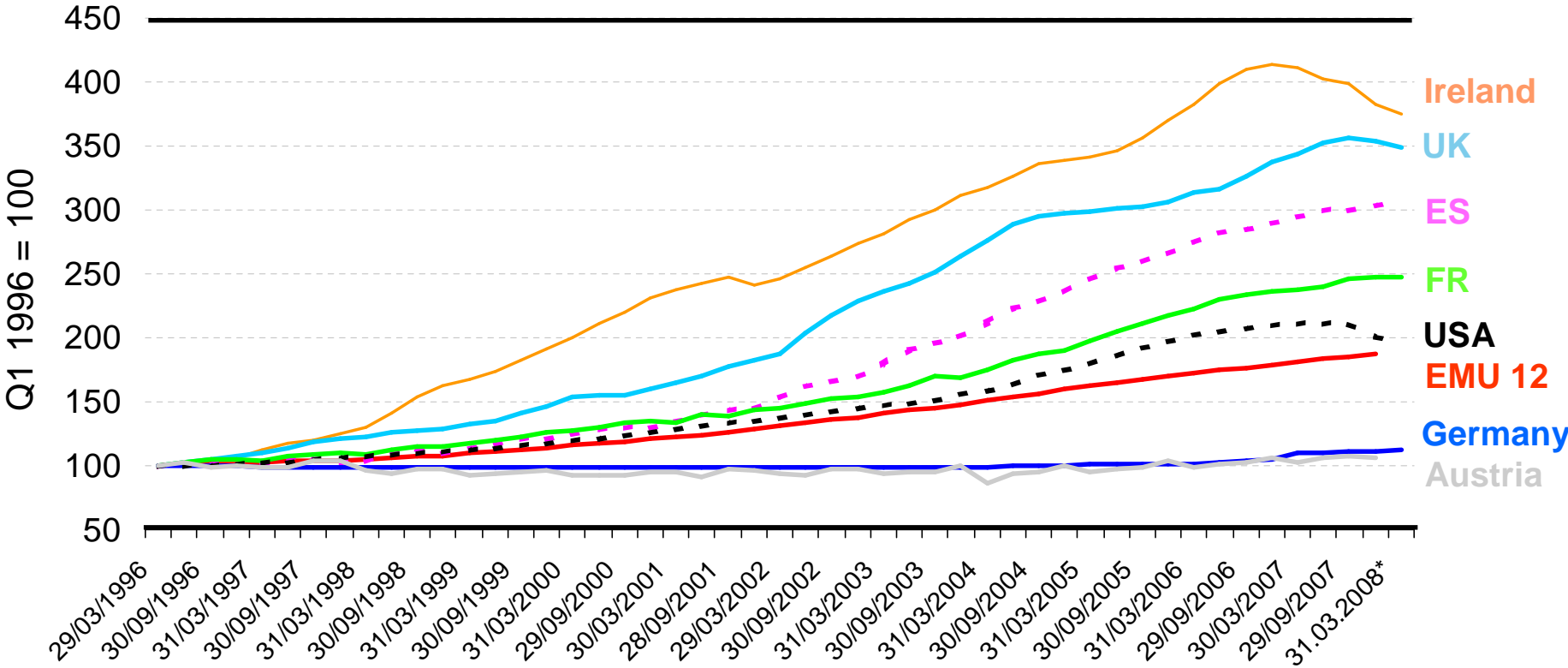


Euro area: Corporate spreads (bps)*



* Calculated as: Corporate bond yields (7-10yr.) minus average of gov. benchmark bond yields with maturity of 7 and 10 years.

European house price indices: EMU average increase now moderating



Examples of indices used:
 USA: OFHEO index, Ireland: Permanent tsb index,
 UK: Nationwide index, France: INSEE.

March values 2008 for USA
 and France estimated