



What is assumed as economically necessary to overcome the EU debt crisis?

The European Economic Order

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Introduction

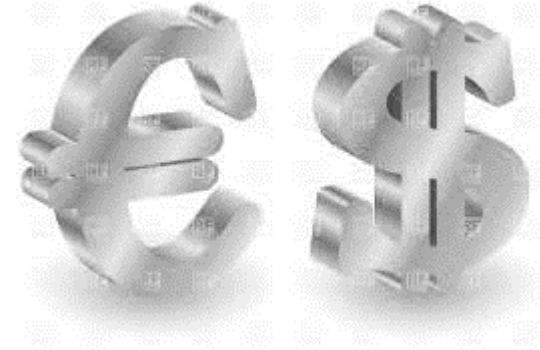
Why do we still discuss this issue?

- **The Eurozone is still fragile after years of economic turmoil**
- **Lack of political masterplan**
- **Mistakes were made when the Euro was constructed; the price is still paid today**
- **A variety of measurements have been installed, but not enough to overcome the crisis**
- **Criteria of optimal currency area cannot completely be fulfilled**

Comparison Euro – US-Dollar

Which lessons can be learned from the USA?

- 150 years of experience, including defaults and denied bail-outs
- Crucial elements for stability:
 - **Balanced budget rules**
 - **Allowance for investments**
 - **Financial transfers from federal government to states**
 - **Federal Reserve acts as Lender of Last Resort**



Eurozone

Roadmap for exiting countries needed

Measurements for Greece

- **Successfully maintained part of Eurozone, although financial recovery has not been achieved**
- **Effect of financial aid were not sufficient**
- **Lack of implementing the reforms**

Recommendations

- **Apply modification of framework in the Eurozone**
- **Continue and intensify path of consolidation**

Discussion

 Time for comments/questions

Thank you for your attention