

ESCE Problems

- **Growth Forecasts Negative**
- **Exports Falling**
- **Current Account Deficits**
- **Currency Devaluations**
- **Foreign Risk Aversion**



ESCE REFINANCING NEEDS

2009

- Region: 200 bn \$
- Central Europe: 92 bn \$
- SEE: 25 bn \$
- CIS: 79 bn \$

Longerterm

- 620 bn \$
- 215 bn \$
- 52 bn \$
- 290 bn \$

Recap.: 100-150 bn \$



INSTRUMENTS 1

- Whole Region

Vienna Initiative: Platform home-host countries, cross-border banks

Joint IFI Package: EBRD – EIB – IFC:
31 bill \$, of which EBRD 7.5 bill \$

- Eurozone Members

ECB help, MFA, EMU member commitments



INSTRUMENTS 2

- **Non-EMU MS:**
ECB swap lines
BOP ass: 32 bn (65 bn): H, ROM, LTV
Frontloading Cohesion Funds: + 3 bn \$
(P: 1 bn \$; H: 400 m \$; CZ: 440 mn \$)
- **(Pre-)Candidates, Neighbors**
150 m \$ crisis response package, IPA
125 m \$ MFA in grants



INSTRUMENTS 3

- HOME COUNTRIES with sign. CESE exposure: 75 bn \$ new capital, 375 bn \$ guarantees
- BANKS' own resources
- IMF: 250 bn \$, up to 500 bn \$ (EU summit)
- Bank rescue requires stimulus packages

