The Irish Economy in Transition

Some Challenges & Some Solutions

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4 Challenges & 4 Solutions

• Domestic Demand and its decline
• Unemployment: growth, level and prospects
• Credit and Banks
• Debt burden and its servicing
Domestic Demand and its decline

- €11b per qtr
- €48b per year
- €10,500 per person

Unemployment: growth, level & prospects

Source: CSO, QNHS various editions
Credit and Banks

Debt burden and its servicing
4 Challenges & 4 Solutions

• Off balance sheet exchequer led Stimulus

\[ \text{NPRF & Commercial Semi-State} + \text{Private sources (inc pensions)} + \text{European Investment Bank} = \text{€15 billion} \]

\[ \text{€5 billion} + \text{€5 billion} + \text{€5 billion} = \text{€15 billion} \]

- Water
- Broadband
- Energy
- Early Childhood
- Retrofitting
4 Challenges & 4 Solutions

- Off balance sheet exchequer led Stimulus
- Retraining and part-time employment initiatives
  - Large scale response needed: Social Justice Ireland PTJI (100,000)
  - Community employment type schemes

- Getting credit flowing for business and households
4 Challenges & 4 Solutions

- Off balance sheet exchequer led Stimulus
- Retraining and part-time employment initiatives
  - Large scale response needed: Social Justice Ireland PTJI (100,000)
  - Community employment type schemes
- Getting credit flowing for business and households
- Debt restructuring
  - Restructuring of the bank rescue element

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