

EIB Annual Economics Conference

Investment and Investment Finance in Europe: A Policy Perspective

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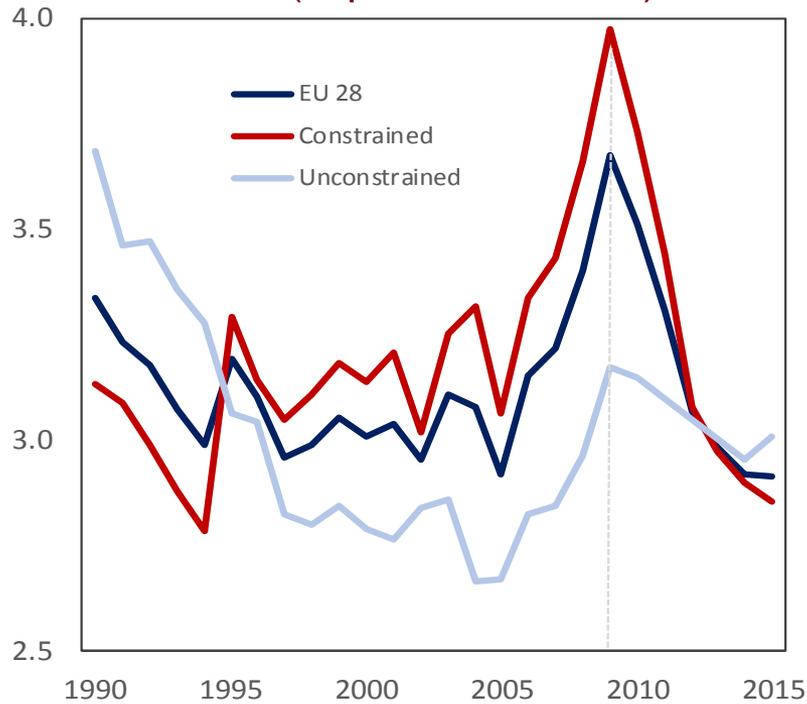
Luxembourg
November 23, 2017



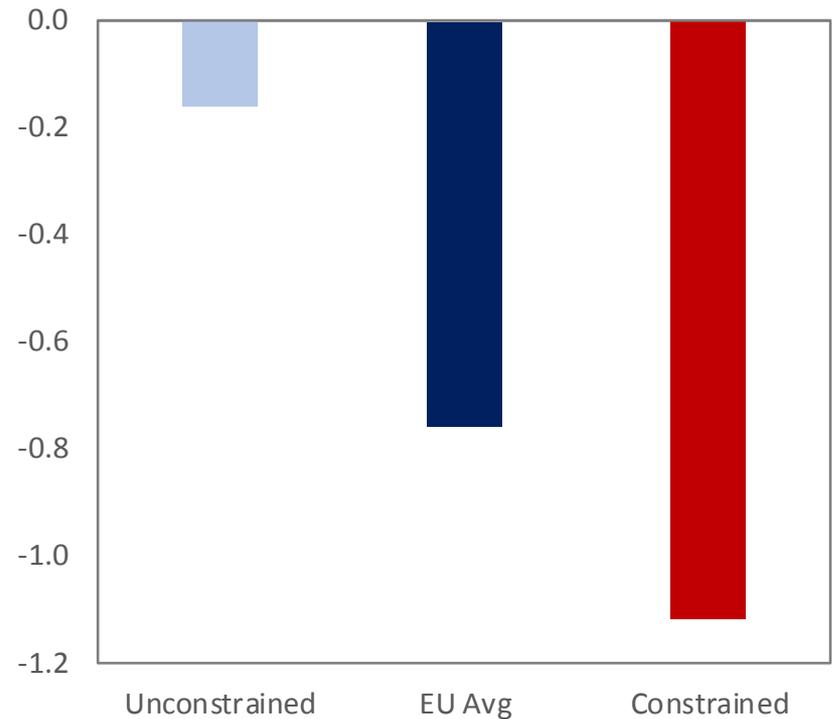
I. Three Stylized Facts

Public Investment Levels Have Fallen

Public Investment
(in percent of GDP)



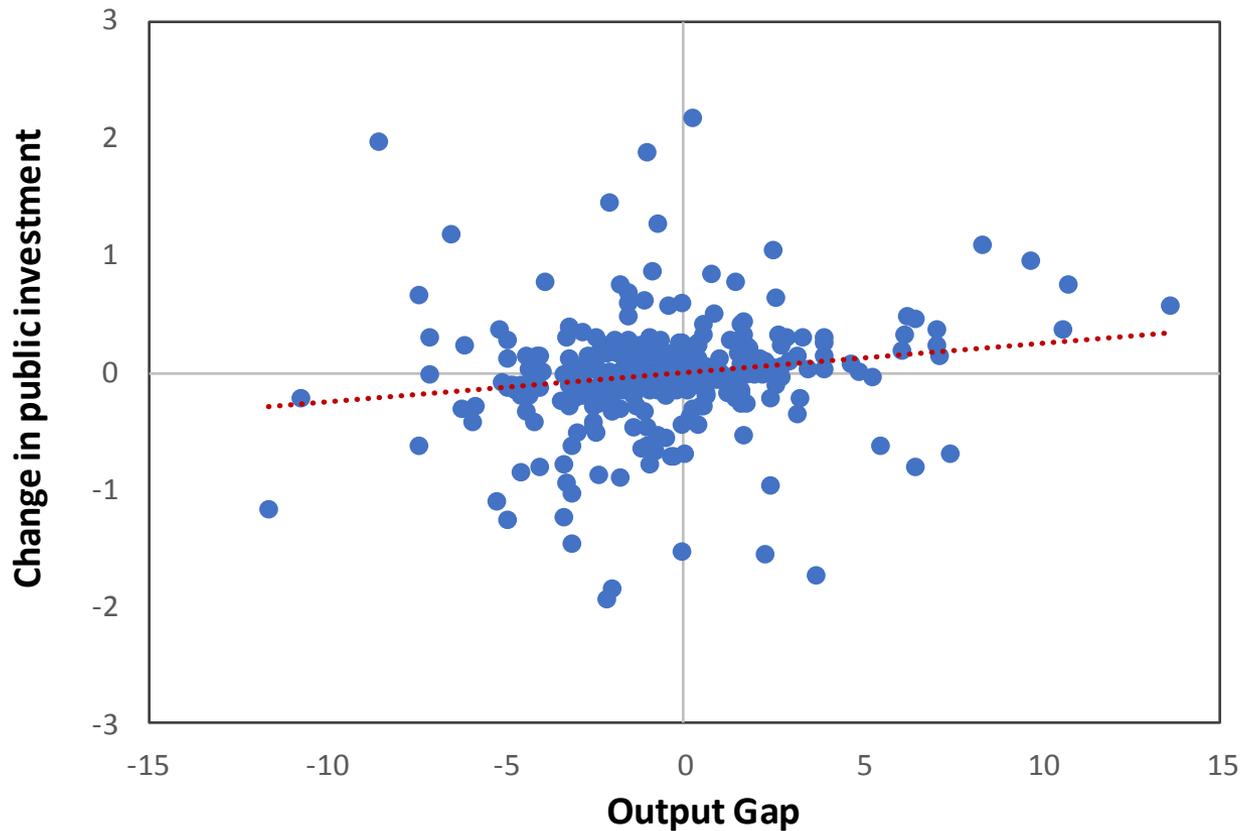
Change in Public Investment since 2009
(in percent of GDP)



I. Three Stylized Facts

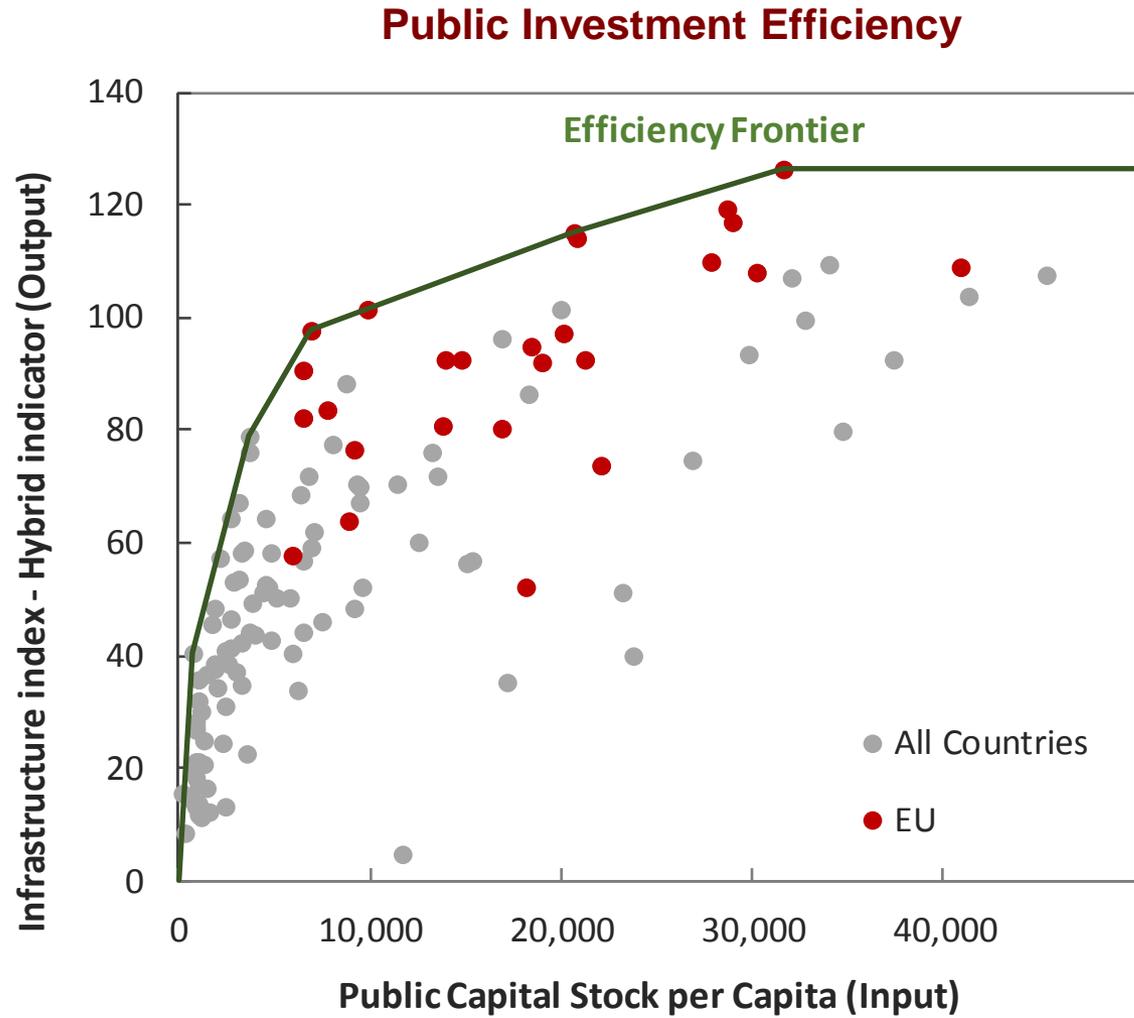
Public Investment Spending is not Counter-Cyclical

Correlation of the Growth in Public Investment to Economic Slack



I. Three Stylized Facts

Public Investment is not that Efficient

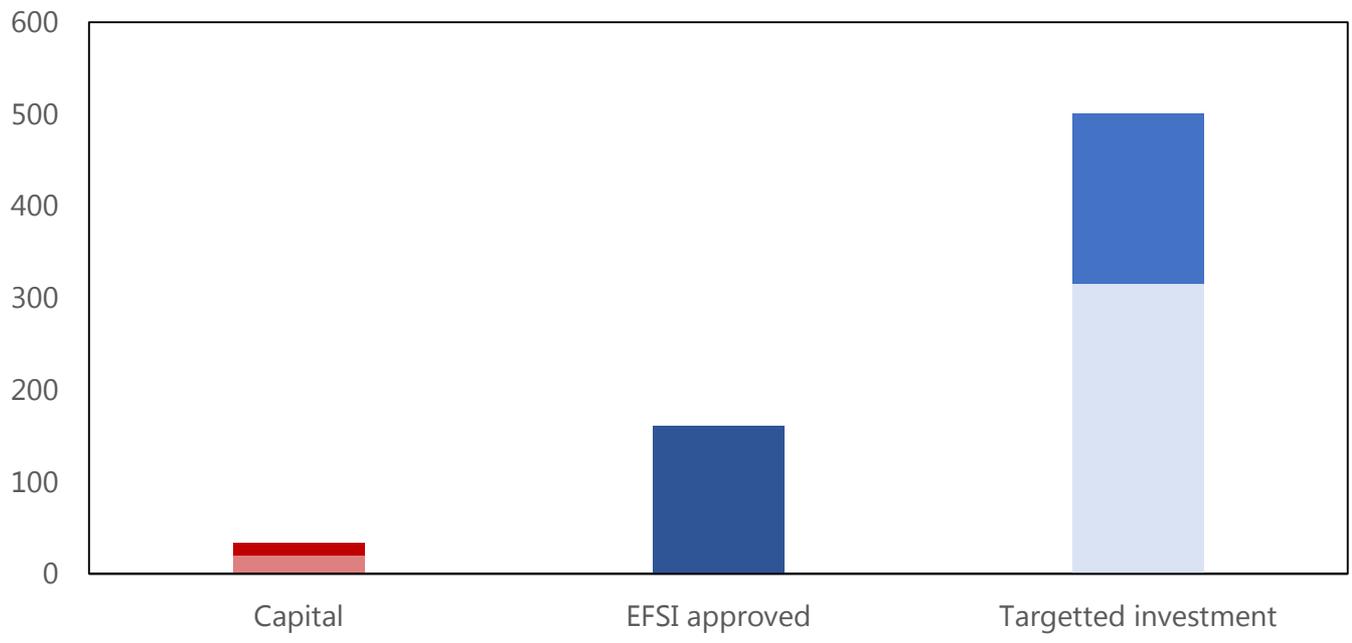


Source: IMF staff estimates.

II. The EIB's Role – Boosting Spending

EFSI Funding is Growing in Importance

EFSI Capital, Approved Projects and Targets
(EUR billion)

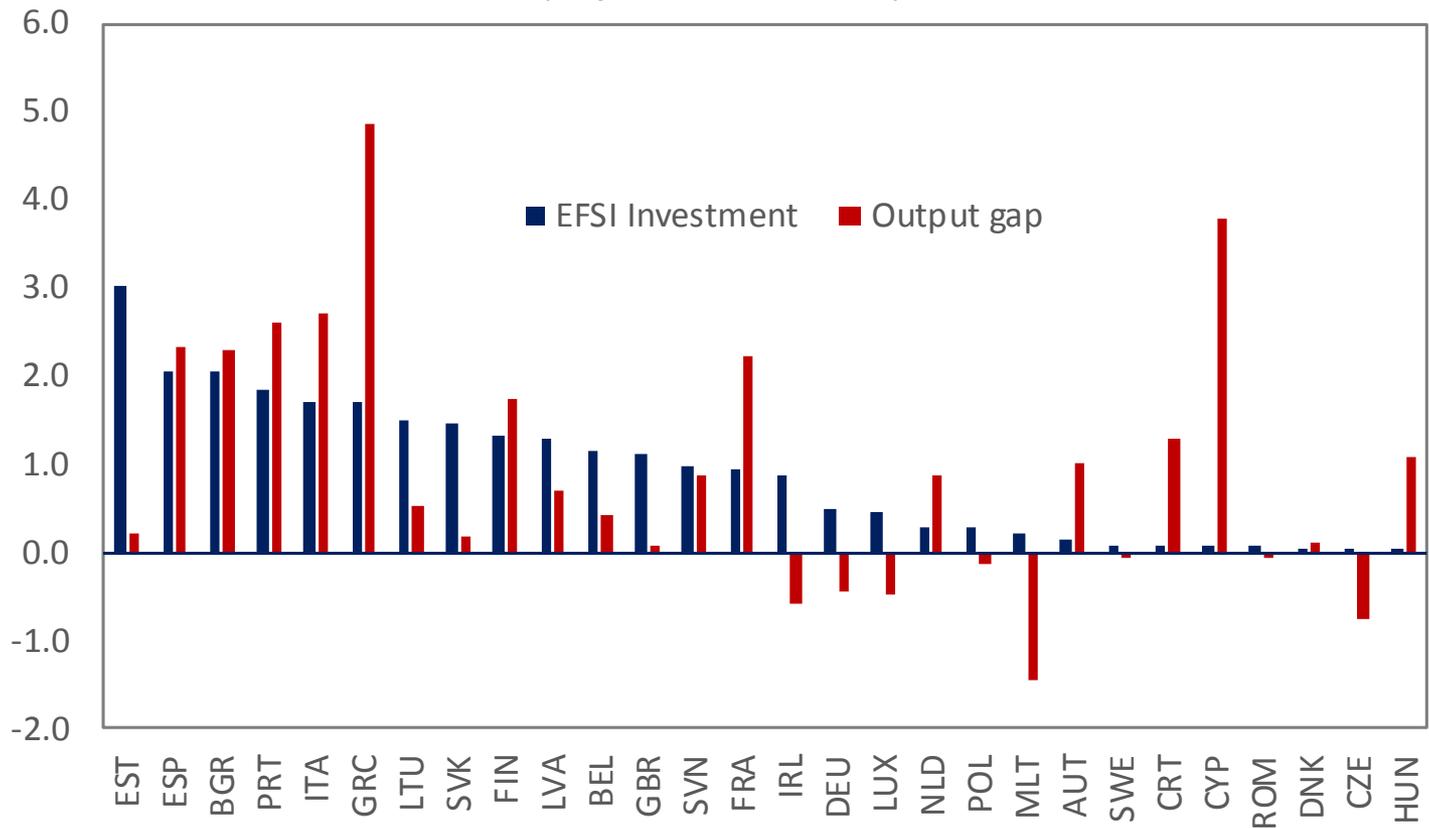


Sources: EC Fact Sheet and EIB 2017/18 Investment Report.

II. The EIB's Role – Counter-cyclical Funding

EFSI Funding Going to the Weakest Economies

EFSI Approved Funding vs 2016 Output Gap
(in percent of GDP)

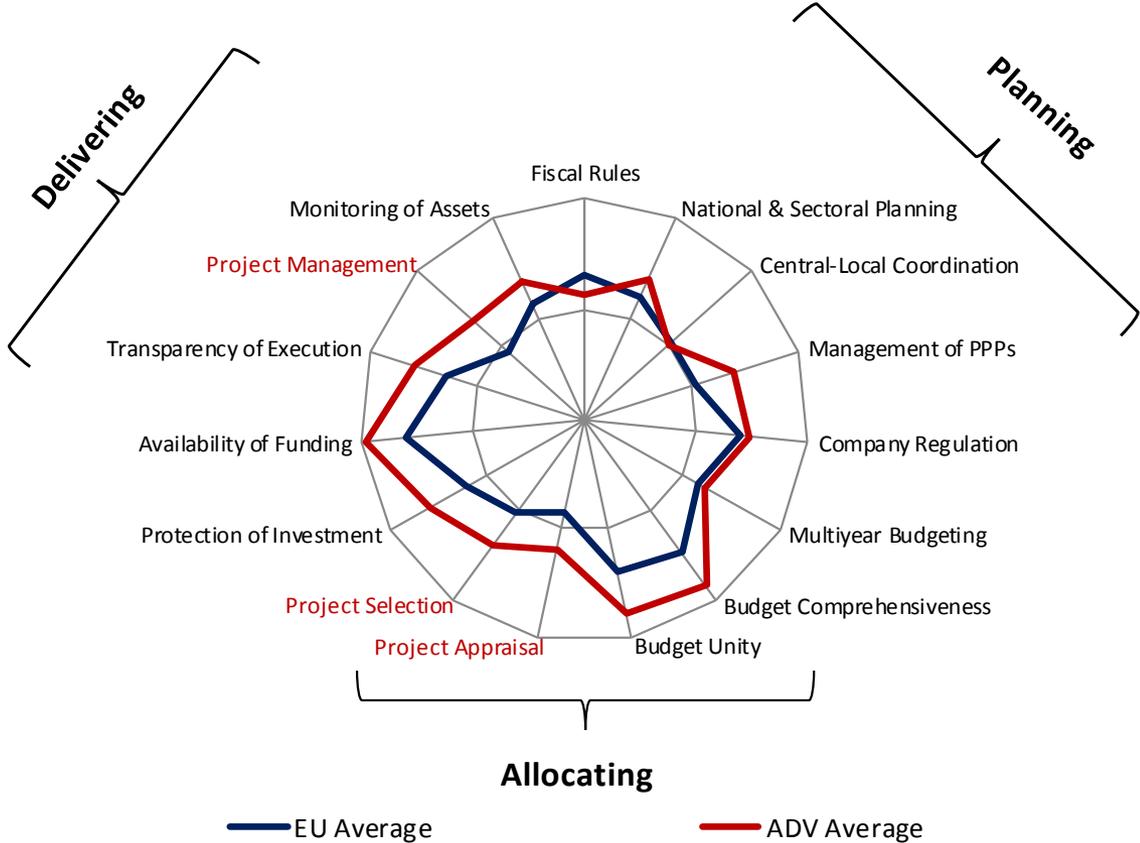


Sources: EFSI Fact Sheet & IMF WEO.

II. The EIB's Role – Improving Efficiency

Weaknesses in Public Investment Management

Results of PIMA Assessments



Source: IMF staff estimates.