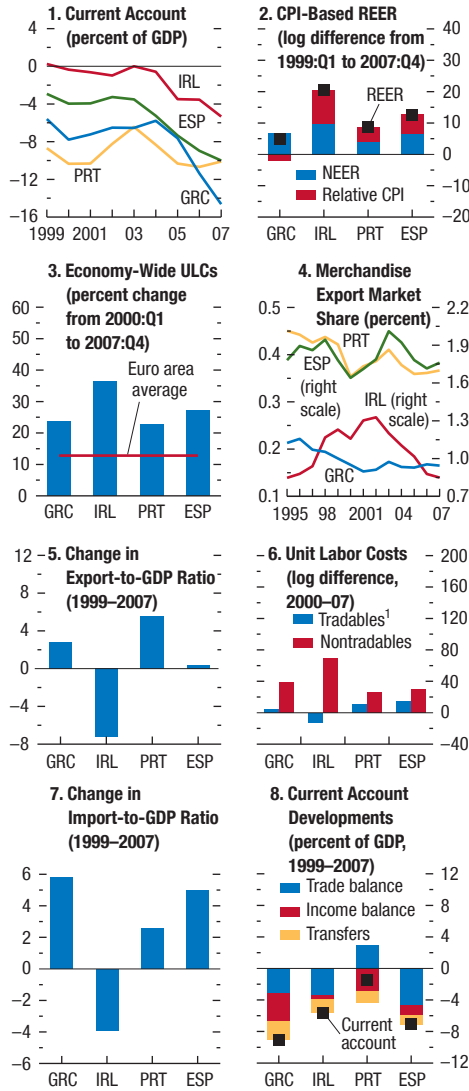


Figure 1.3.1. Precrisis Developments in Europe



Sources: Eurostat; Haver Analytics; and IMF staff calculations.
 Note: CPI = consumer price index; REER = real effective exchange rate; NEER = nominal effective exchange rate; ULCs = unit labor costs; GRC = Greece; IRL = Ireland; PRT = Portugal; ESP = Spain.
¹Tradables sectors include agriculture; forestry and fishing; industry excluding construction, trade, travel, accommodation, and food; information and communications; and financial insurance.