Figure 1.3.3. Postcrisis Developments in Europe

1. GDP Deflator-Based REER (peaks to 2012:Q3)\(^1\)
2. Economy-wide ULC-Based REER (peaks to 2012:Q2)\(^1\)
3. Current Account (percent of GDP)
4. ULC Breakdown (peaks to latest)\(^1\)
5. Labor Productivity (peaks to latest)\(^1\)
6. Real Exports, Imports, and GDP (percent change, 2008–12)

Sources: Eurostat; Haver Analytics; and IMF staff calculations.
Note: REER = real effective exchange rate; NEER = nominal effective exchange rate; ULCs = unit labor costs; GRC = Greece; IRL = Ireland; PRT = Portugal; ESP = Spain.
\(^1\)Peaks are 2009:Q4 for Greece, 2008:Q4 for Ireland, 2009:Q1 for Portugal, and 2009:Q2 for Spain (based on ULCs). Latest are 2012:Q3 for Ireland and 2012:Q4 for the others.
\(^2\)Negative sign indicates improvement in labor productivity.
\(^3\)Positive sign indicates decline in employment.