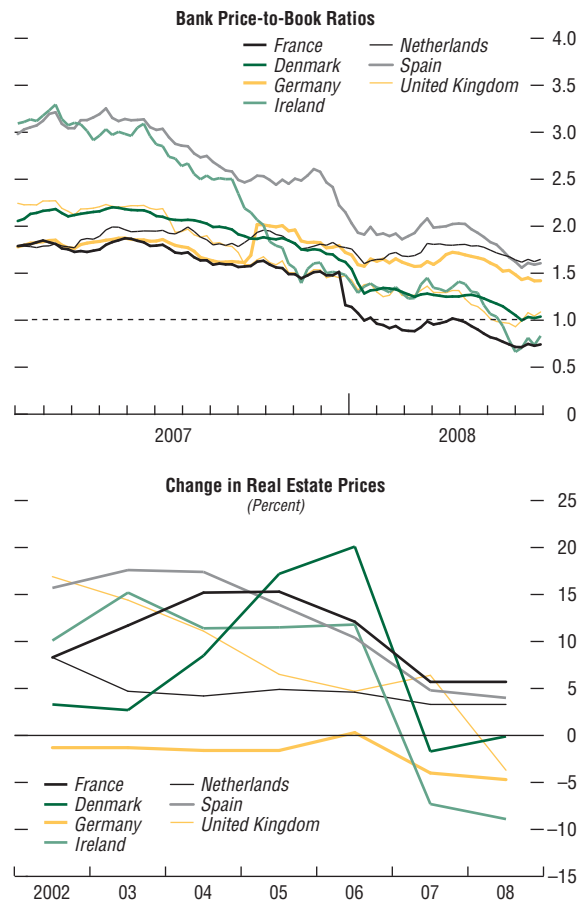


Figure 1.20. European Banks' Price-to-Book Ratios and European Real Estate Prices



Sources: Bloomberg L.P.; and IMF staff estimates.
 Note: Price-to-book values less than 1.0 may indicate the market's lack of confidence in the ability of banks in the respective countries to manage potential losses from current exposures.