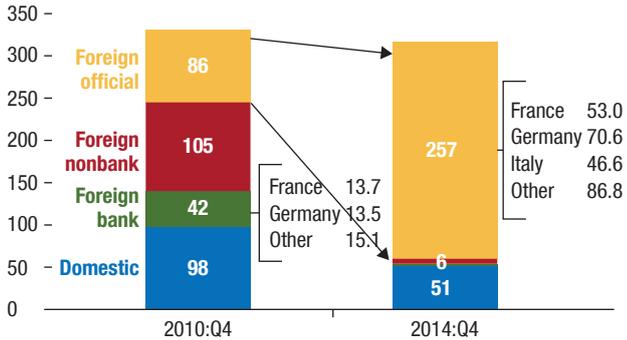


Figure 1.15. Greece: Developments

Private exposures to Greece have been absorbed by the official sector, mitigating recent market volatility.

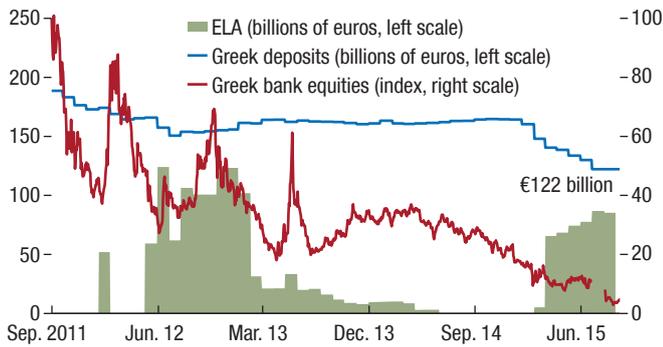
1. Ownership of Greek Sovereign Liabilities (Billions of euros)



Sources: Arslanalp and Tsuda (2014a); and Bank for International Settlements. Note: Individual country holdings represent those on an ultimate risk basis, including indirect holdings through the European Stability Mechanism and the European Financial Stability Facility.

...reinforcing deposit flight from Greek banks and their reliance on European Central Bank emergency funding.

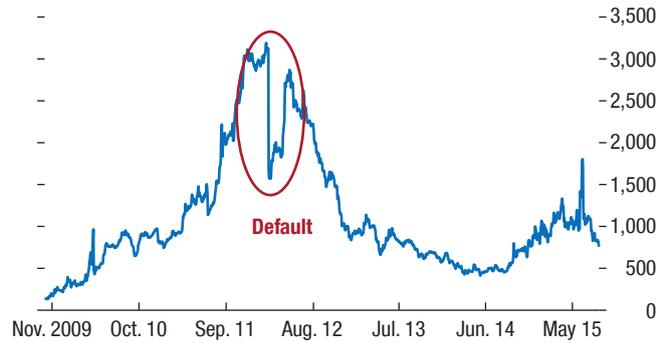
3. Greece: Deposits, Equity Prices, and ELA



Sources: Bank of Greece; Bloomberg, L.P.; European Central Bank; Haver Analytics; and IMF staff calculations. Note: ELA = Emergency Liquidity Assistance.

Political difficulties surrounding negotiations have been reflected in higher uncertainty...

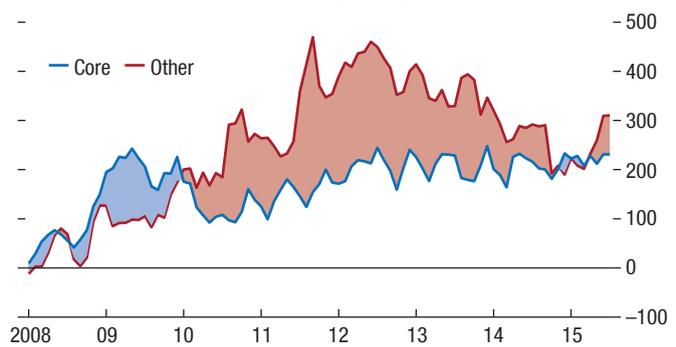
2. Ten-Year Bond Spread to German Bund (Basis points)



Sources: Bank of Greece; Bloomberg, L.P. Haver Analytics; and IMF staff calculations.

There have been signs of financial fragmentation, with borrowing costs of firms in non-core countries rising modestly over those in the core.

4. Corporate Bond Spreads to Swaps at Issuance (Basis points, three-month moving average)



Sources: Dealogic; and IMF staff calculations. Note: "Core" countries comprise Austria, Belgium, Finland, France, Germany, Luxembourg, and the Netherlands. "Other" countries comprise Cyprus, Estonia, Greece, Ireland, Italy, Latvia, Portugal, Slovak Republic, Slovenia, and Spain.