

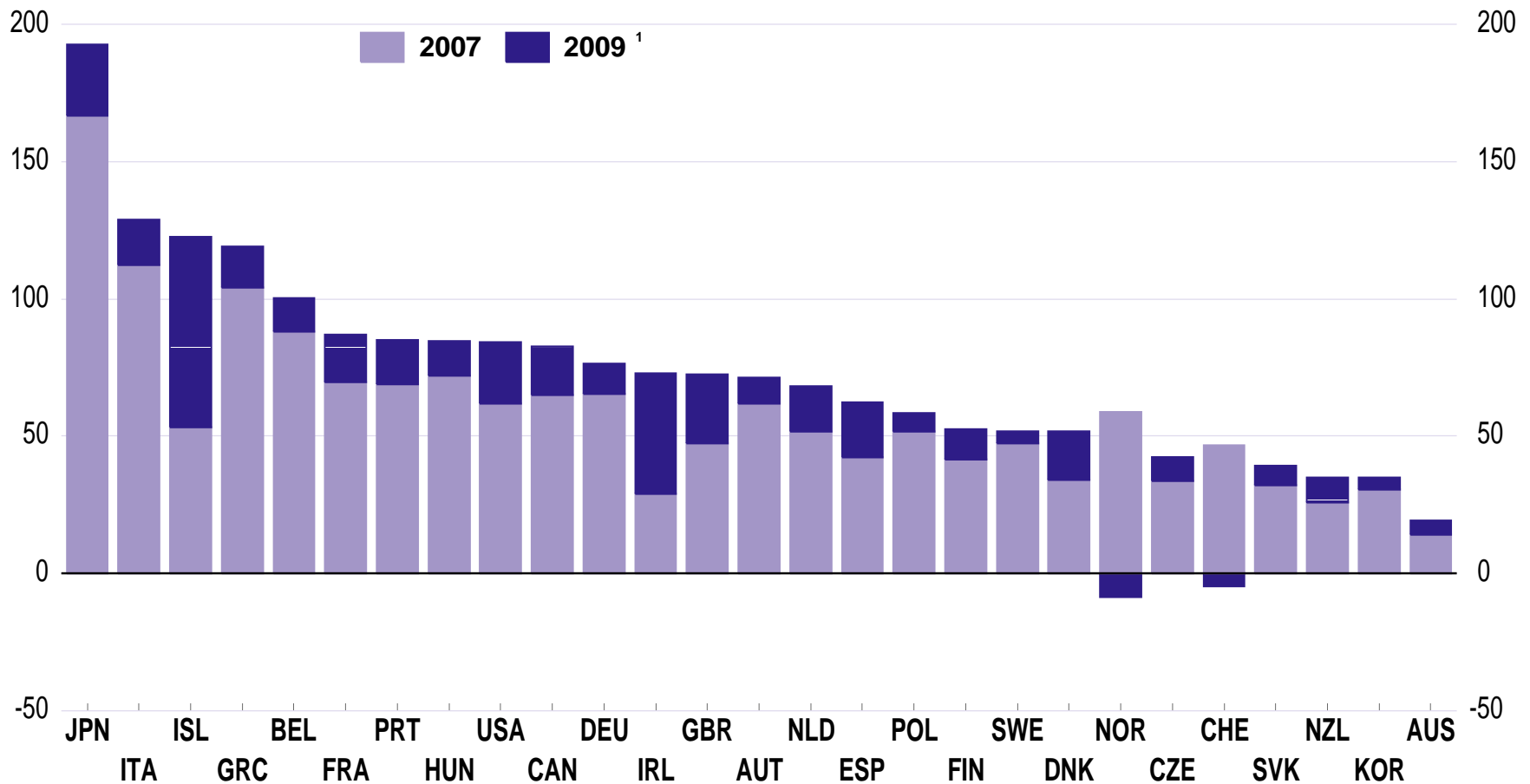
Implications for policy exit

- No one-size-fit-all: exit is further advanced in some policy areas and in some countries according to circumstances
- Fiscal policy is unsustainable in many OECD countries
- Unorthodox monetary policy will remain for a while
- Policy interest rates to remain low for a while to come in OECD countries
- Costs of current monetary policy
- What if scenario bis materialises?

Government debt is rising rapidly

Gross government debt, in per cent of GDP

Government debt



Note: Data for 2009 are estimates for some countries.

1. Change between 2007 and 2009.

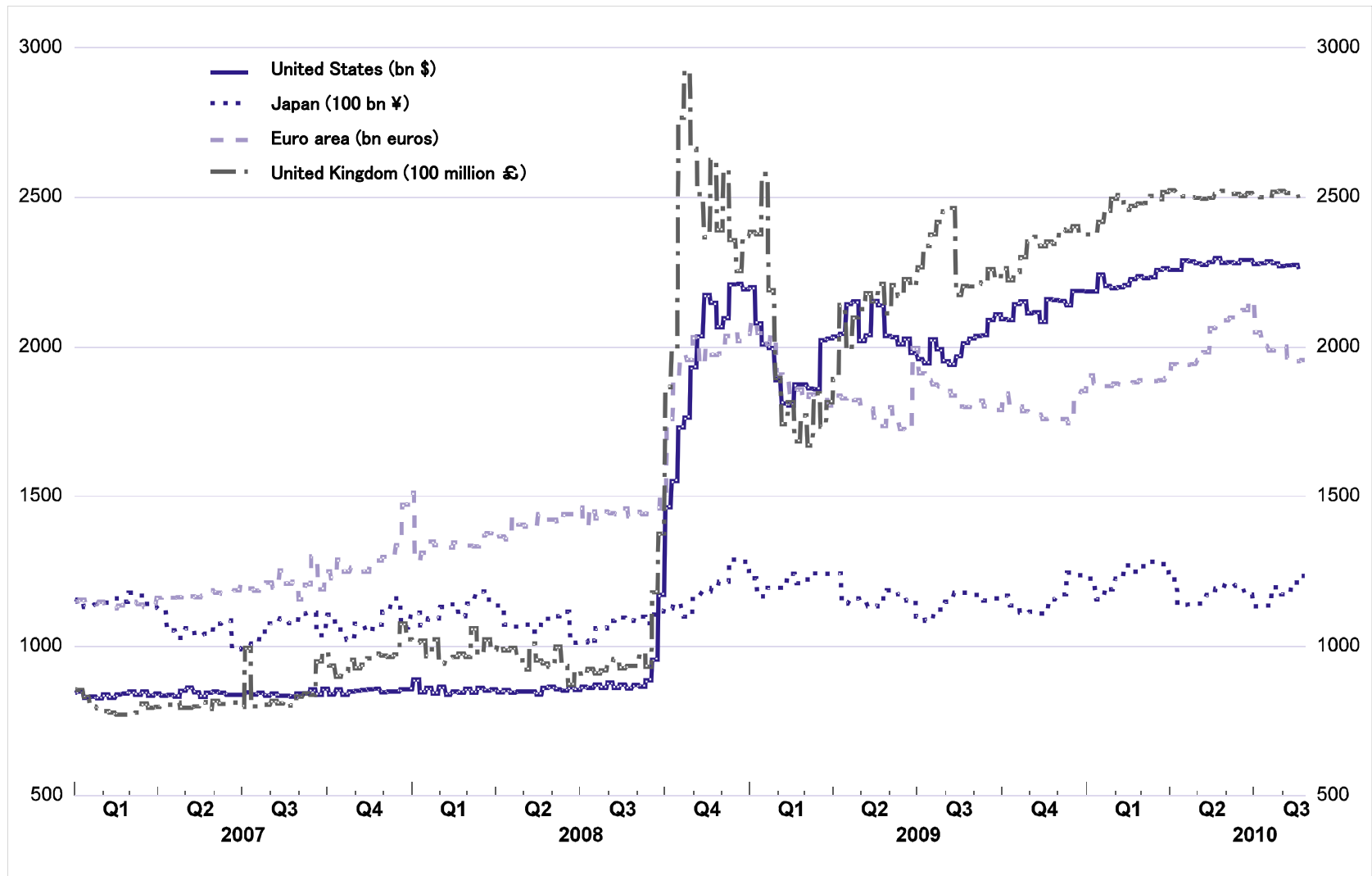
Source: System of National Accounts database; and OECD Economic Outlook 87 database.

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Central bank balance sheets have swollen

Central bank liabilities



Source: Federal Reserve; Bank of Japan; European Central Bank; and Bank of England.

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Time to Exit?

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