

## EUROPEAN and SLOVAK ECONOMIC and SOCIAL COMMITTEES

ANNUAL MEETING OF THE PRESIDENTS AND SECRETARIES-GENERAL OF THE ECONOMIC AND SOCIAL COUNCILS OF THE EU AND EUROPEAN ECONOMIC AND SOCIAL COMMITTEE

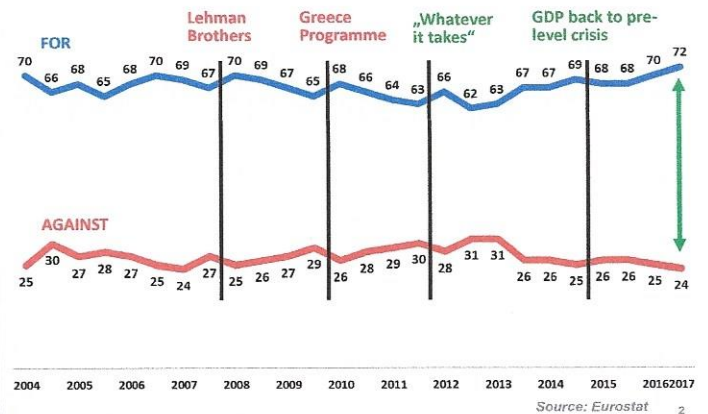
### The Future of Europe

June 14, 2018  
Austria Trend Hotel Bratislava

eúsav Ekonomický ústav SAV  
Institute of Economic Research SAV

Juraj Sipko

## Perception of the Euro



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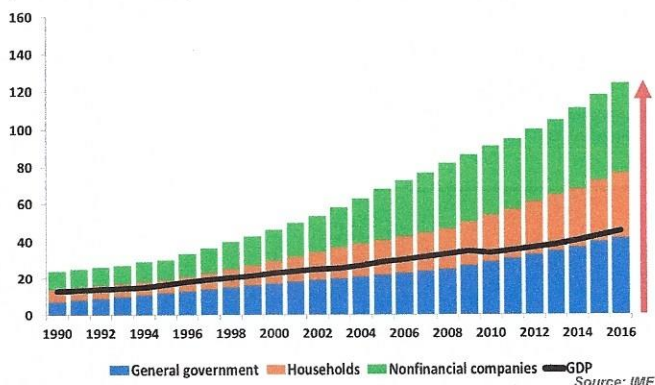
### 3. Challenges

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## LEGACY OF THE CRISIS

## Mounting debt

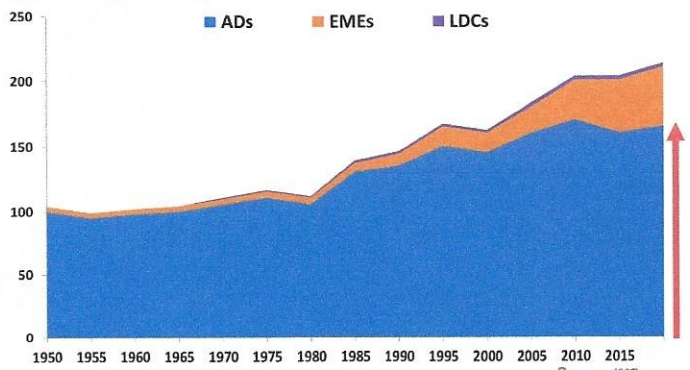
(trillions of US dollars)



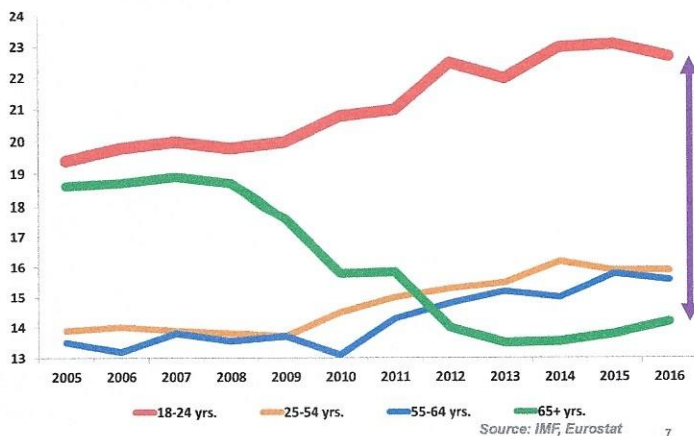
## Contribution to the Global Debt by Income Group

(1950-2016)

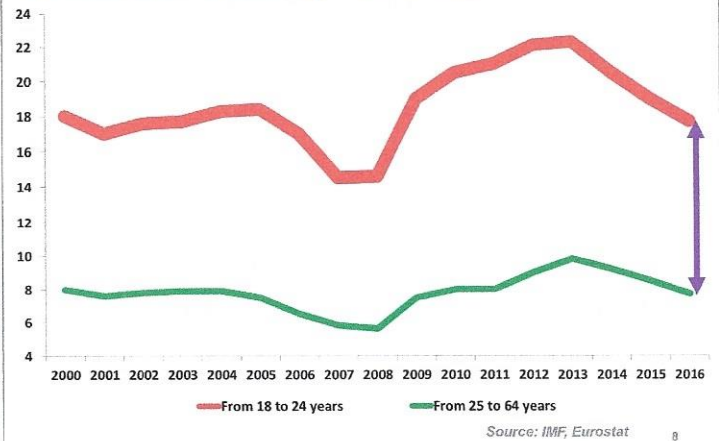
(Percent of global GDP)



## Youth high poverty



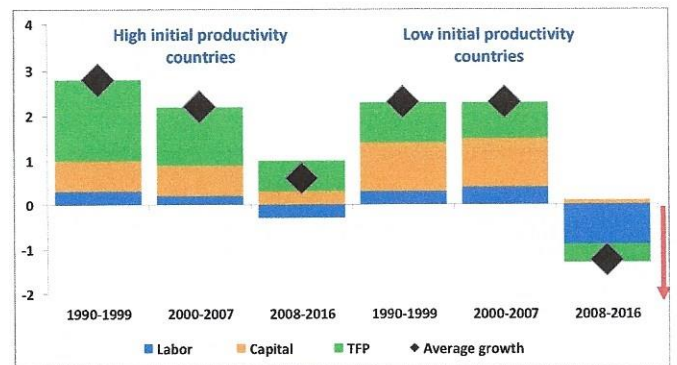
## Youth still looking for work



## WHERE DO WE STAND?

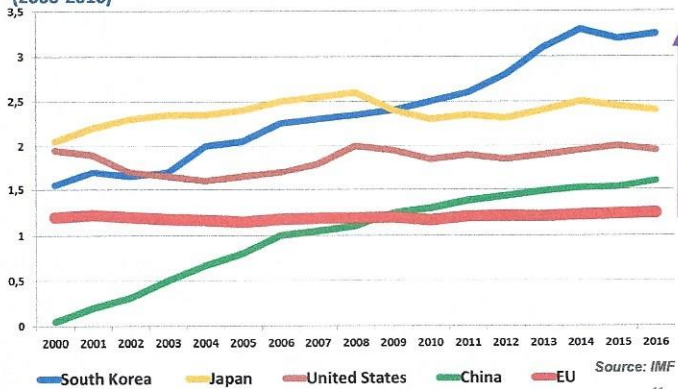
## Growth decomposition

(Average annual per capita growth rates in percent, unweighted)



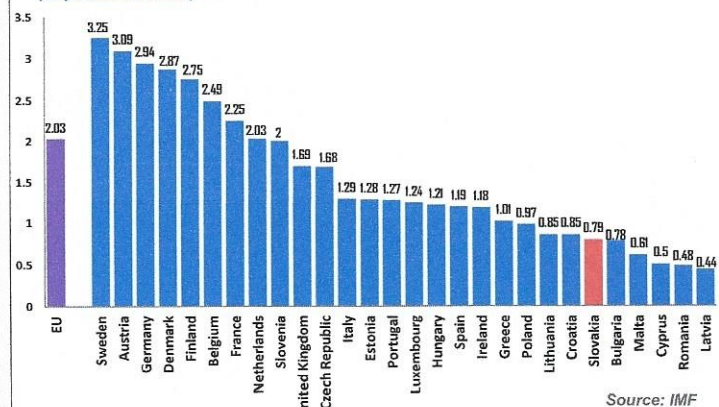
## EU companies spend less on R&D than their competitors

(2000-2016)



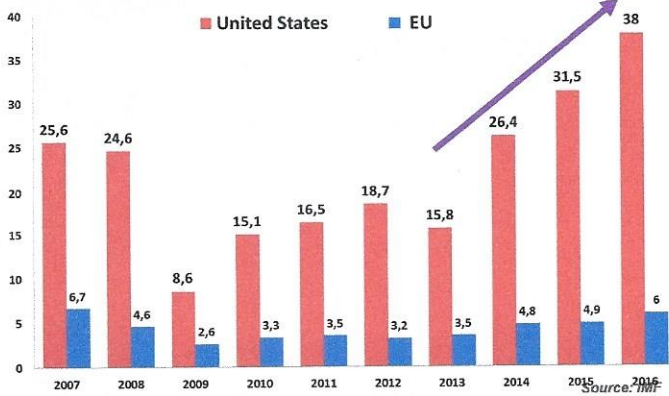
## R&D Expenditures (2016)

(In percent of GDP)

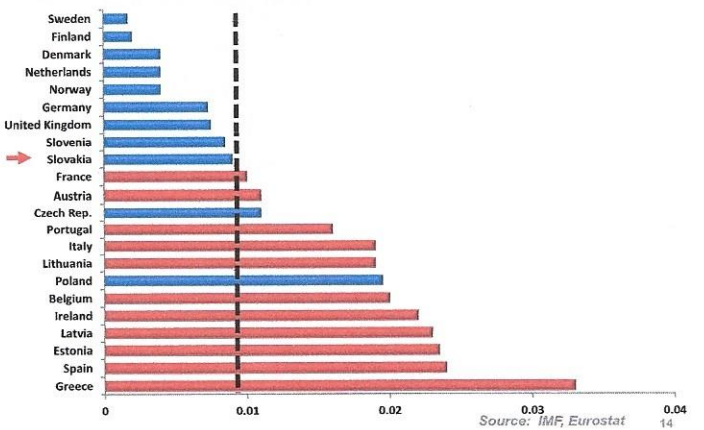




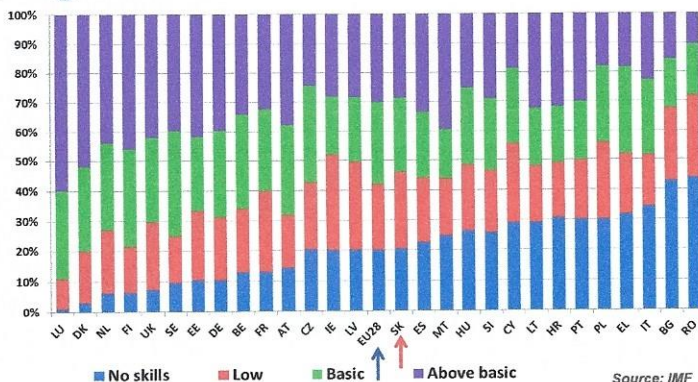
## Venture capital (bn EUR) in the EU and USA (2007-2016)



## Absolute Inequality of Opportunities in Europe (Higher values indicate higher inequality)



## Citizens have either basic or no digital skills



## CHALLENGES

"We feel we need a Capital Market Union, Energy Union, Economic and Monetary Union but we also think we need a security union."

- Jean-Claude Juncker  
(23<sup>rd</sup> March 2016)

## Stability - sustainability

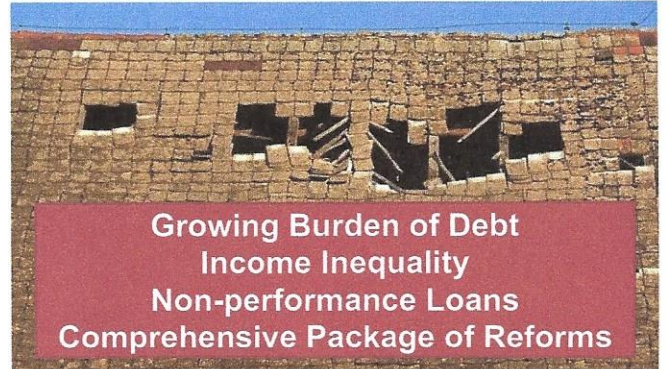




## EU reform are needed

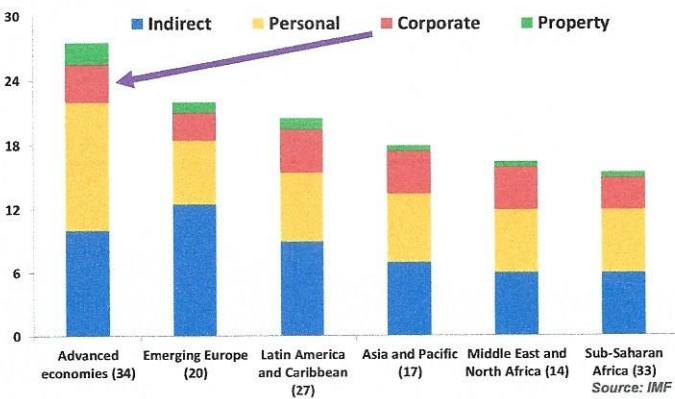


## „It is time to repair the roof“

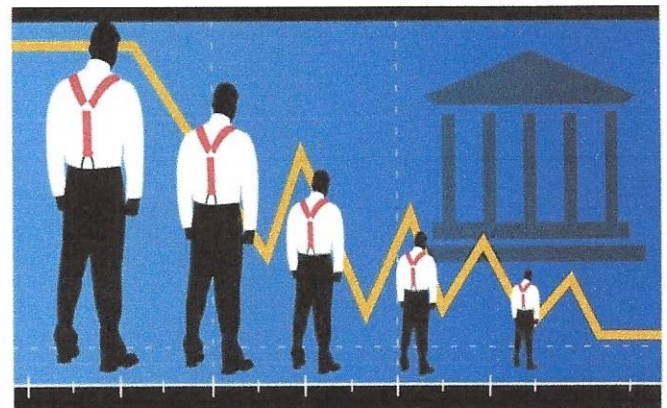


## Composition of tax revenues

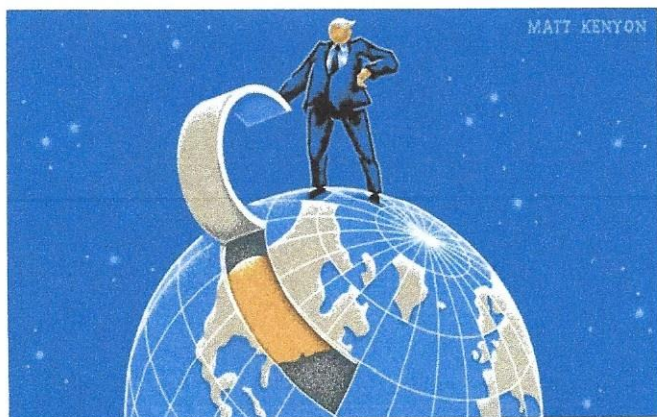
(Percent of GDP)



## Tax haven, corruption, informal ec.



## „America First“ – United Europe !



## Climate change - migration

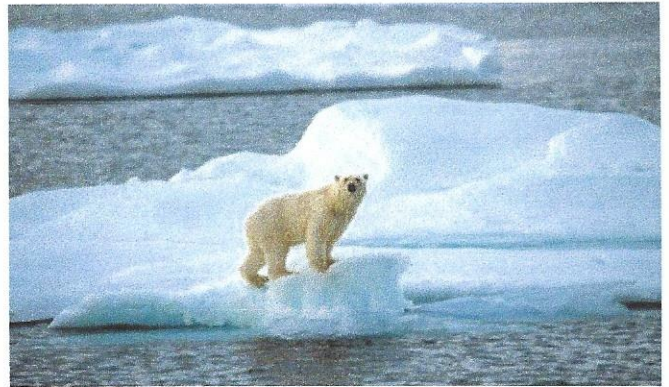




### Is Europe ready - huge exodus ?



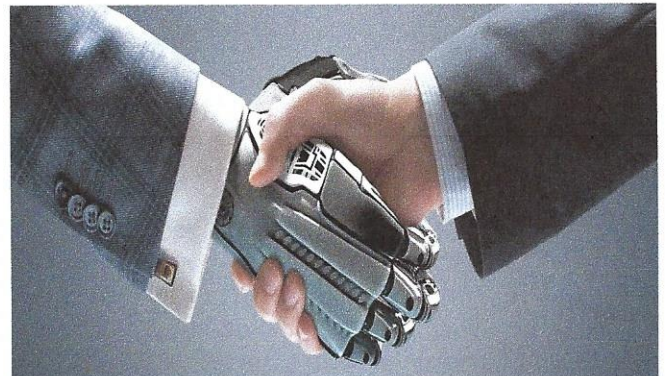
### Climate change – budget costs



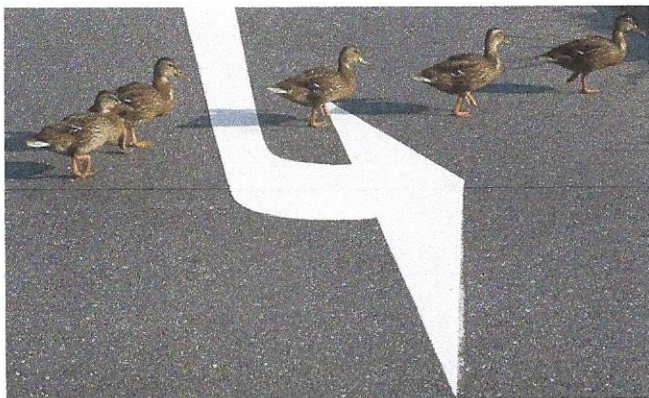
### Equitable income distribution



### Artificial intelligence



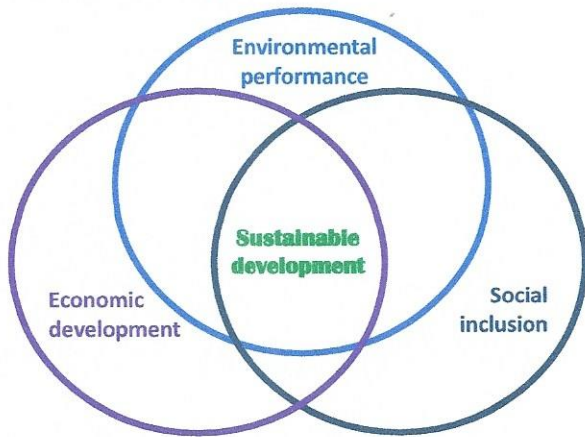
### Where is the „Leadership“



**CONCLUSION**



## Which kind of capitalism ?



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## Most valuable thing is PEACE



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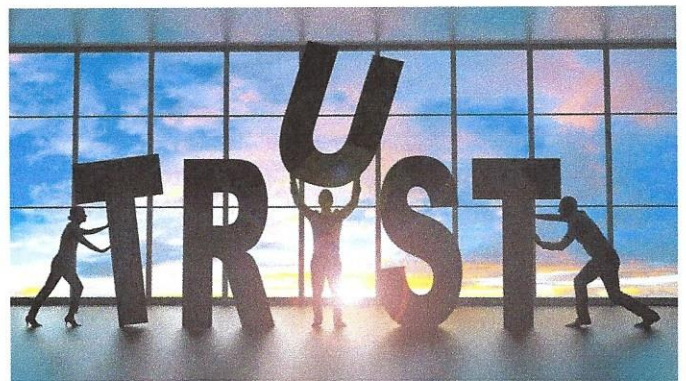
## Europe historical contribution



Ivan Turgenev:  
“...if we wait for  
the moment when  
everything,  
absolutely  
everything is  
ready, we shall  
never begin.”

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## Confidence is imperative



## Thank you for your attention

