

Comunicato Stampa

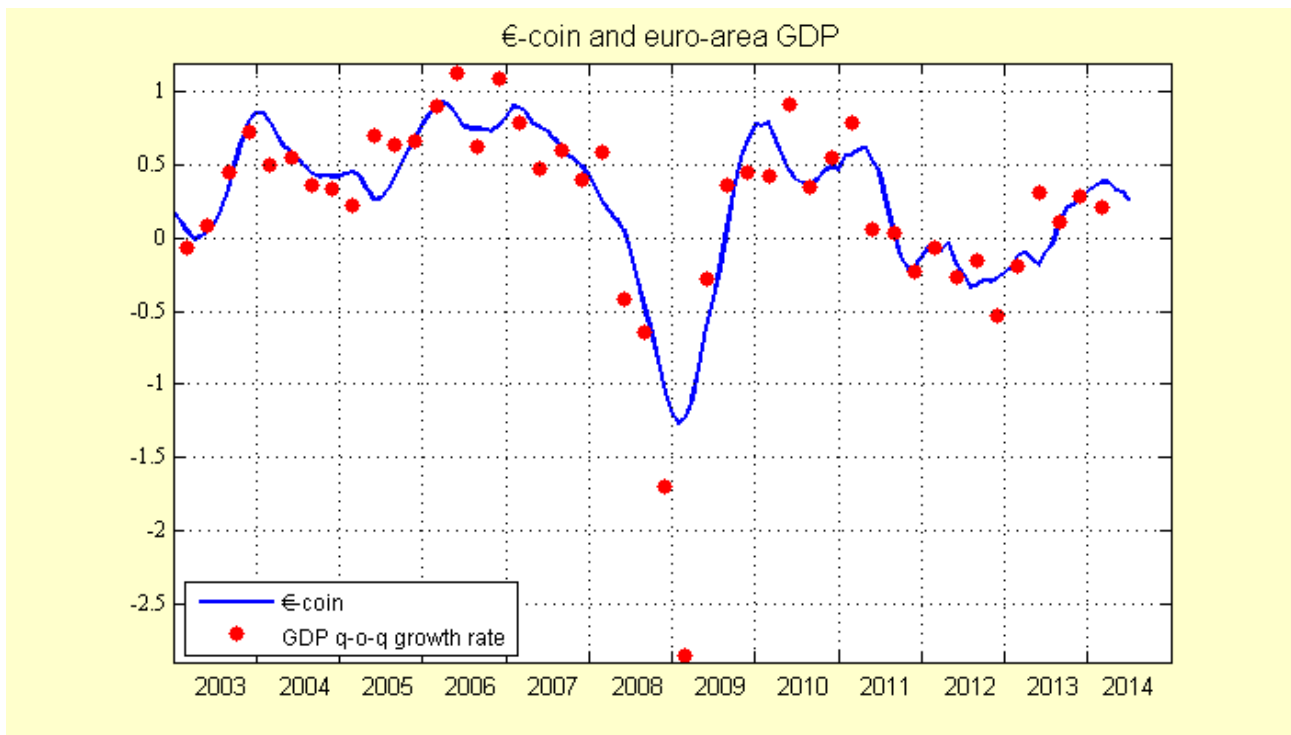
DIFFUSO A CURA DEL SERVIZIO SEGRETERIA PARTICOLARE DEL DIRETTORIO E COMUNICAZIONE

31 July 2014

€coin turns down in July

- In July the €coin indicator decreased slightly, falling to 0.27 from 0.31 in June, returning to its level at the end of last year.
- The negative impact of the fall in industrial production in May and of the weak performance of the stock market in July was partially offset by the flattening of the yield curve.
- The **€coin** indicator developed by the Bank of Italy provides a summary index of the current economic situation in the euro area. The indicator is an estimate of quarterly GDP growth shorn of the most erratic components (seasonal variations, measurement errors and short-run volatility). **€coin** is published monthly by the Bank of Italy and CEPR.
- Next **€coin** release dates: **Friday 29 August** and **Friday 26 September** (preliminary).

€coin and euro-area GDP – July 2014



Sources: Bank of Italy and Eurostat.

€coin collates data from a large set of macroeconomic time series (industrial production indices, business surveys, demand indicators, stock market indices and more). It extracts the information that is relevant to tracking underlying GDP trends for the entire area.

The **€coin** estimate is timely, leading Eurostat's official release of the area-wide GDP growth figure by several months. And it provides a reasonably close anticipation of the quarterly growth rate net of the more volatile components. The estimate of underlying growth trends by **€coin** has two key advantages:

- (i) monthly frequency, with release several months ahead of the official euro-area GDP estimate;
- (ii) immunity to the short-term fluctuations and measurement errors that mark quarterly output growth; that is, the index figure is an indicator of the euro area's actual growth momentum.

The following table shows the performance of the **€coin** indicator over the last year:

Month	€COIN
July 2013	-0.09
August 2013	-0.04
September 2013	0.12
October 2013	0.20
November 2013	0.23
December 2013	0.29
January 2014	0.31
February 2014	0.35
March 2014	0.38
April 2014	0.39
May 2014	0.31
June 2014	0.31
July 2014	0.27

For further technical details on **€coin**, see "New Eurocoin: Tracking economic growth in real time", *The Review of Economics and Statistics*, No. 92, 1024-1034, available in the Bank of Italy working paper series (Temi di Discussione della Banca d'Italia) no. 631.

http://www.bancaditalia.it/pubblicazioni/econo/temidi/td07/td631_07/td631
<http://eurocoin.bancaditalia.it>
<http://eurocoin.cepr.org>