

Comunicato Stampa

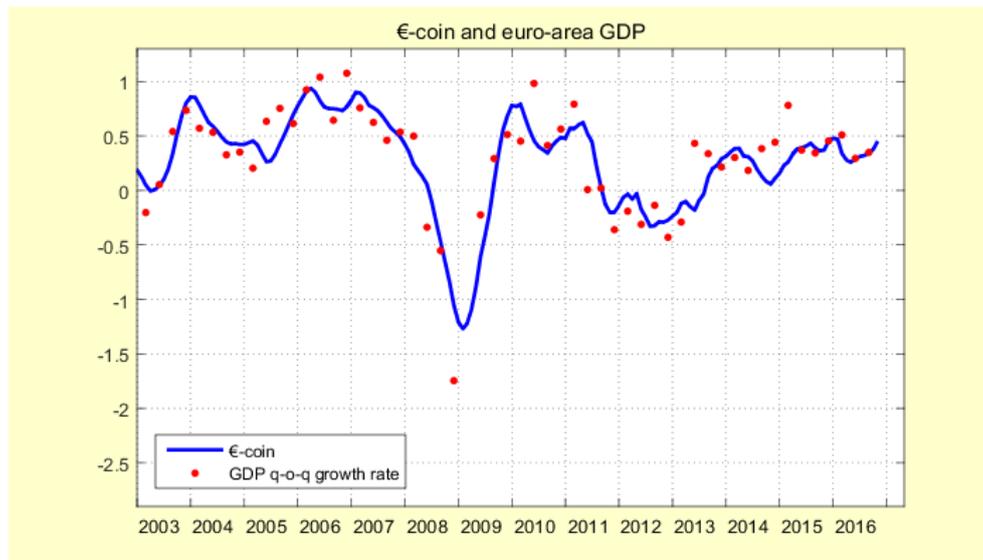
DIFFUSO A CURA DEL SERVIZIO SEGRETERIA PARTICOLARE DEL DIRETTORIO E COMUNICAZIONE

30 November 2016

The recovery of €coin is confirmed in November

- In November €coin increased for the sixth consecutive month, rising to 0.45 from 0.38 in October, the highest level since March.
- The indicator benefited mainly from the improvement in household and business confidence. The persisting weakness of global demand and inflation continues to be the main brake on economic activity.
- 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 30 December** and **Friday 27 January** (preliminary).

€coin and euro-area GDP – November 2016



Sources: Bank of Italy and Eurostat.

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€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 |
|----------------|-------|
| November 2015 | 0.37 |
| December 2015 | 0.45 |
| January 2016 | 0.48 |
| February 2016 | 0.47 |
| March 2016 | 0.34 |
| April 2016 | 0.28 |
| May 2016 | 0.26 |
| June 2016 | 0.29 |
| July 2016 | 0.31 |
| August 2016 | 0.32 |
| September 2016 | 0.34 |
| October 2016 | 0.38 |
| November 2016 | 0.45 |

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/temi-discussione/2007/2007-0631/en_tema_631.pdf

<http://eurocoin.cepr.org>