



# **GREECE: FROM FISCAL CONSOLIDATION TO A NEW GROWTH PATH**

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Launch Event-Israel Greece Chamber of Commerce

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## SOME KEY QUESTIONS THAT NEED TO BE ANSWERED

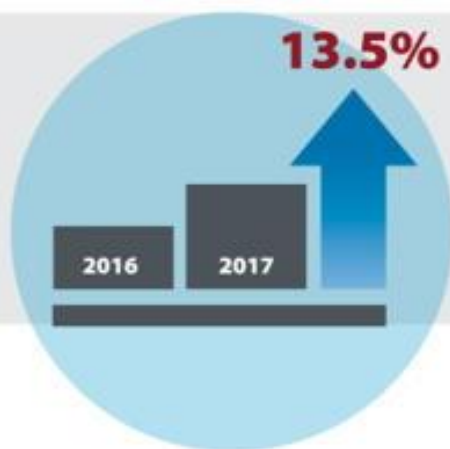
**WHY** invest in Greece?

**WHAT** the new production model looks like?

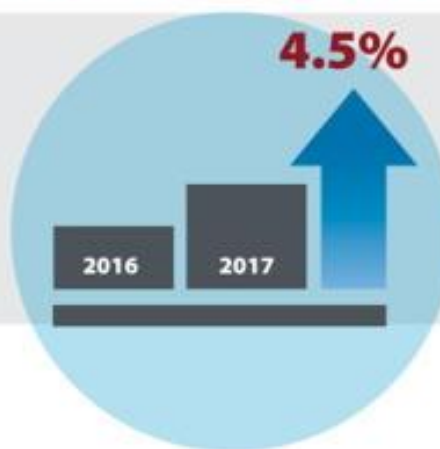
**HOW** to invest?

## ALL MACROECONOMIC DATA INDICATES THAT GROWTH RESUMES IN GREECE

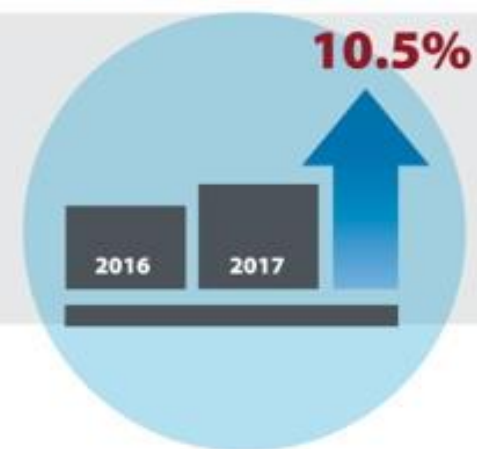
### Exports



### Industrial Production

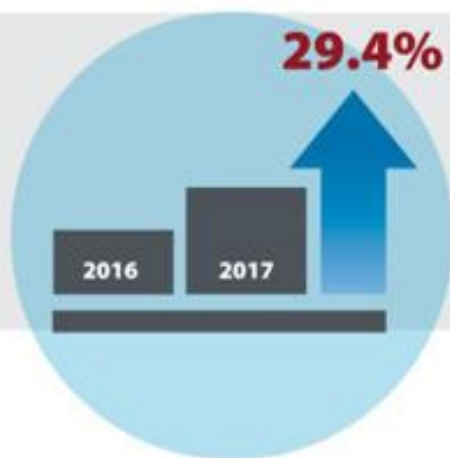


### Tourism Revenue

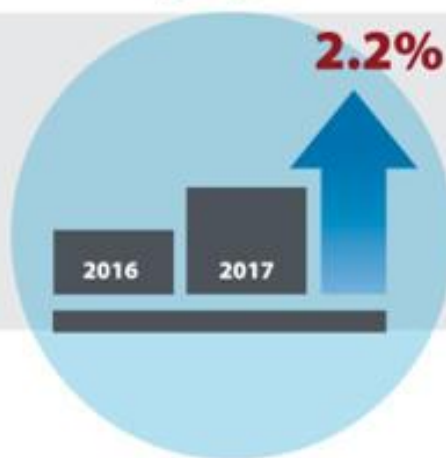


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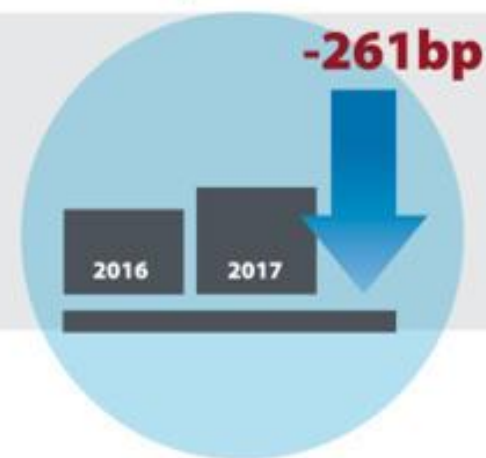
### FDI



### Employment



### Spreads



## THE WHY: 5 REASONS TO INVEST IN GREECE

**Strategical geopolitical location**

**Part of the Eurozone, the IMF, the OECD and other peripheral organizations**

**High skilled Talent with international experience**

**Red tape reduction and easier access to funding**

**Government without ties to special interests**



## THE WHAT: TOWARDS A NEW PRODUCTION MODEL

Transition to a knowledge-based economy

Investing in highly educated researchers and entrepreneurs

Focus on Research - Technology - Innovation

Consolidation of Greek SMEs

Modernization of infrastructure networks: transport – energy – telecomms

## THE HOW: OUR INITIATIVES TO FINANCE GROWTH AND TRIGGER INVESTMENTS

**FDIs - Strategic /  
Fast Track  
Investments**

**Strengthening of the  
Banking Sector**

**Legal Framework**

**Financial  
Instruments –  
Development Bank**

## FDIs - STRATEGIC / FAST TRACK INVESTMENTS



To facilitate and accelerate  
the development of **LARGE SCALE INVESTMENTS**

### Provides

- › Fast track licensing process
- › Possibility for tax breaks and special tax regime
- › Mature Public Sector property for development and FDI attraction
- › Incentives to attract investments in more sectors of the economy
- › Granting of residence permits for executives of Strategic Investments and their families



## STRENGTHENING OF THE BANKING SECTOR

- Gradual relaxation of capital controls
- Normalization of access to ECB funding
- Rebuild of confidence in the banking sector
- Sharp decline in ELA reliance
- Electronic auctions through dedicated IT system
- OCW mechanism now in operation - NPL's legal framework completed



Source: Bank of Greece

## NEW LEGAL FRAMEWORK FOR AN OPERATIONAL BUSINESS ENVIRONMENT

- › Simplification **New investment licensing law**  
**New framework for logistics centers**
- › Transparency **Digitalizing processes in the public sector**
- › Efficiency **New institutional framework of extrajudicial settlements**
- › Acceleration **One-stop shops - set up of a new company in just one day**  
**Clear and complete spatial planning framework**

## FINANCIAL INSTRUMENTS TO TRIGGER PRIVATE INVESTMENTS

European Structural Funds  
and other EU-funded programs

€36bn

New Investment  
Incentives Toolkit

€2bn

in investments submitted in first 6 months

## FINANCIAL INSTRUMENTS TO TRIGGER PRIVATE INVESTMENTS

New innovative financial  
instruments

€3bn

Juncker plan and EIB

€7 bn to €20 bn

Pipeline of new projects

## FROM FISCAL CONSOLIDATION TO A NEW GROWTH PATH

- › **Greece on the** right path towards  
the program exit and economic recovery
- › **Greek government** committed to overcoming  
structural problems of the past
- › **Political and economic stability safeguards**  
high yield investments





Thank you