



**FINANCIAL
TIMES**

Will the eurozone crack?

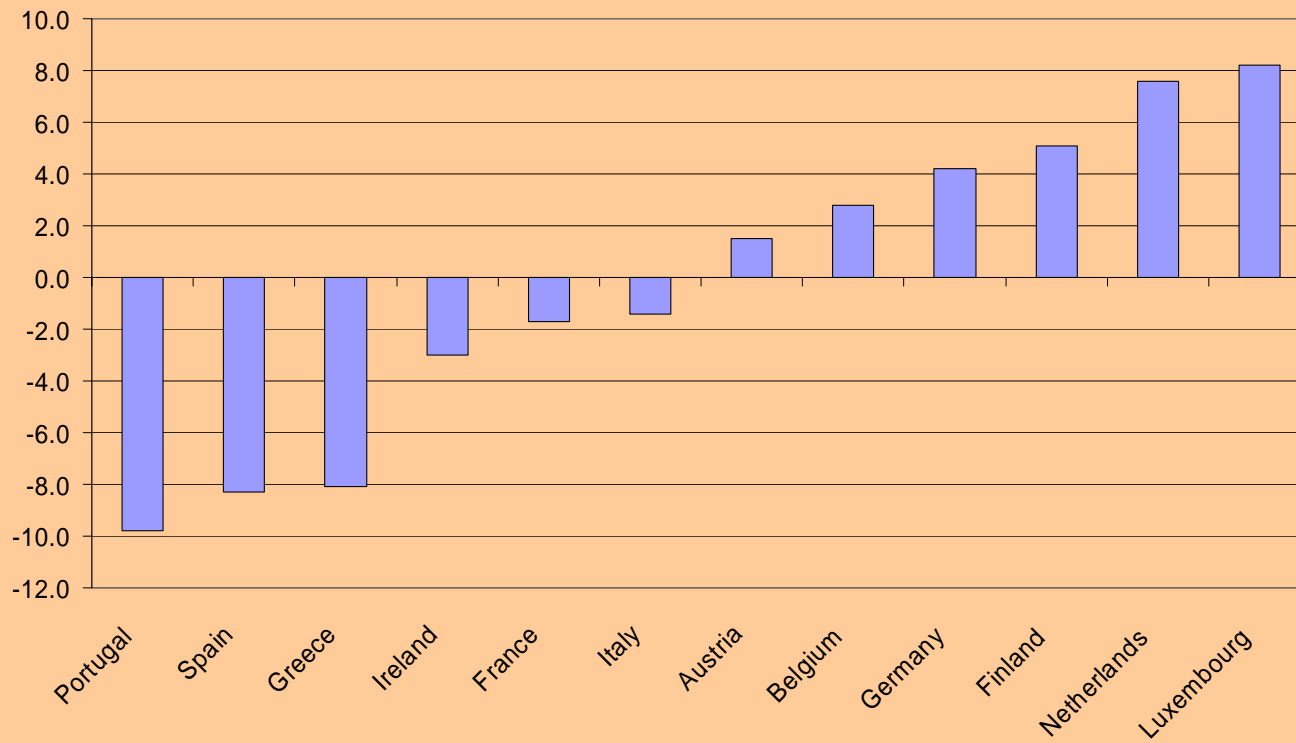
Martin Wolf, Financial Times

Centre for European Reform/Royal Bank of Scotland

Royal Bank of Scotland, 280 Bishopsgate, London EC2M 4RB

Will the eurozone crack?

CURRENT ACCOUNT BALANCES 2006
(as a per cent of GDP)



Will the eurozone crack?

**APPRECIATION OF REAL EXCHANGE RATE RELATIVE TO GERMANY'S
BETWEEN FIRST QUARTER 1999 AND THIRD QUARTER 2006
(based on relative unit labour costs)**

