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# Policy Panel 3: How should monetary, fiscal and financial policies be coordinated?

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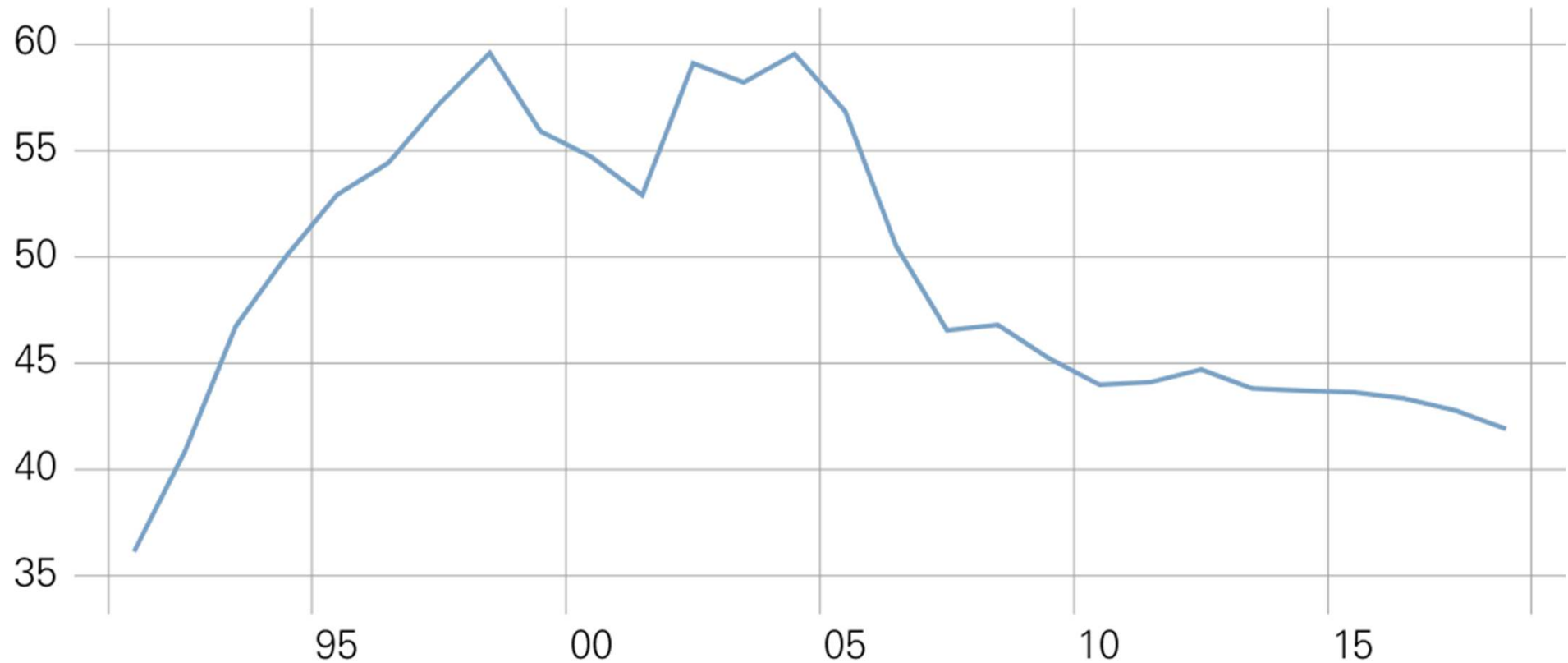
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- Should they be coordinated?
  - Or is it sufficient if each individual policy is set on a sustainable course?
  
- Can they be coordinated?
  - policies operate in different time frames;
  - different decision makers; different incentives;
  
- In practice: a sequential game (Stackelberg competition: leader and follower?)
  - (1) Fiscal Policy -> political objective,
  - (2) Monetary Policy -> inflation target or exchange rate target,
  - (3) Financial Policy -> financial stability

## PUBLIC DEBT OF SWITZERLAND

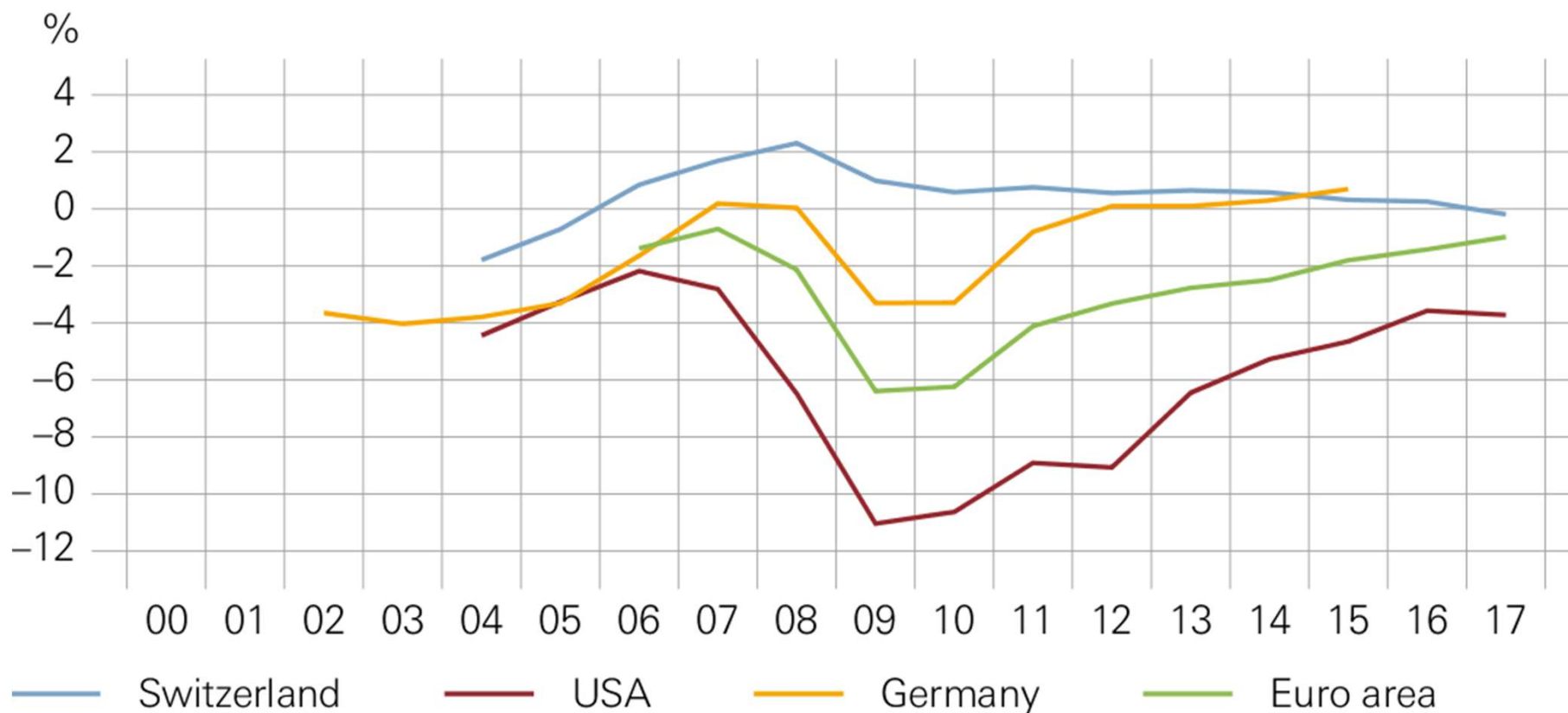
in % of GDP



**Sources:** SNB, Datastream, IMF

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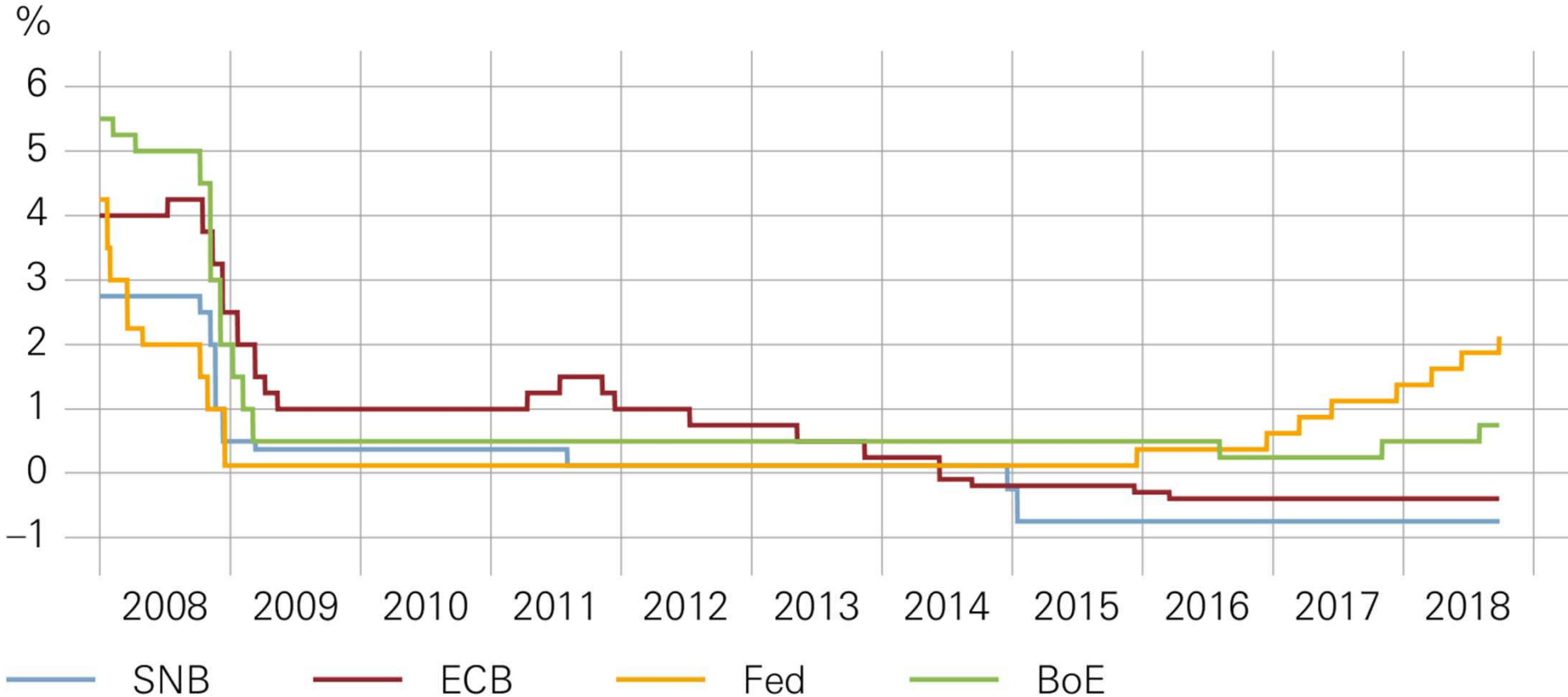
## PUBLIC SURPLUS/DEFICIT (IN % OF GDP)



Sources: SNB, Bloomberg

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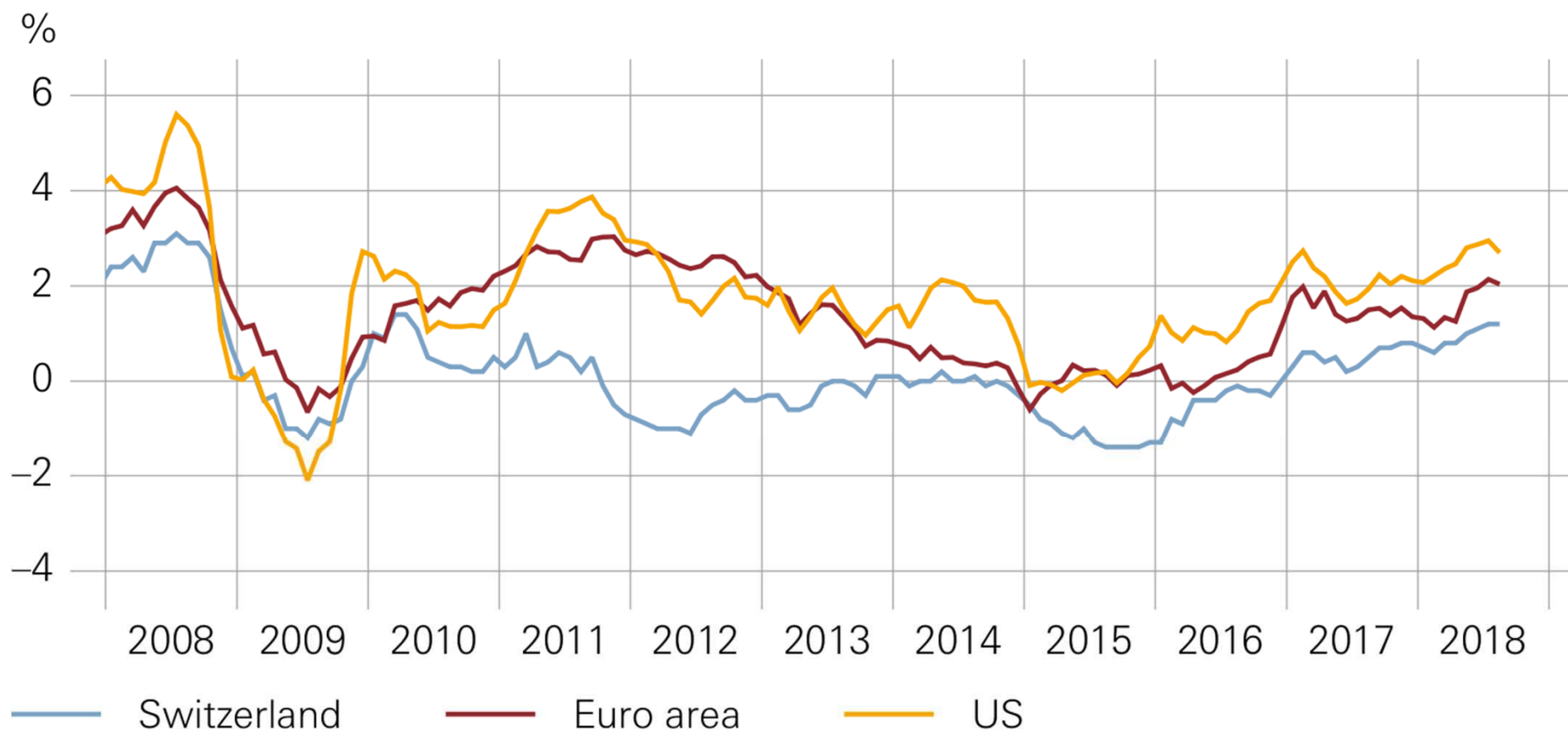
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Sources: Bloomberg, SNB

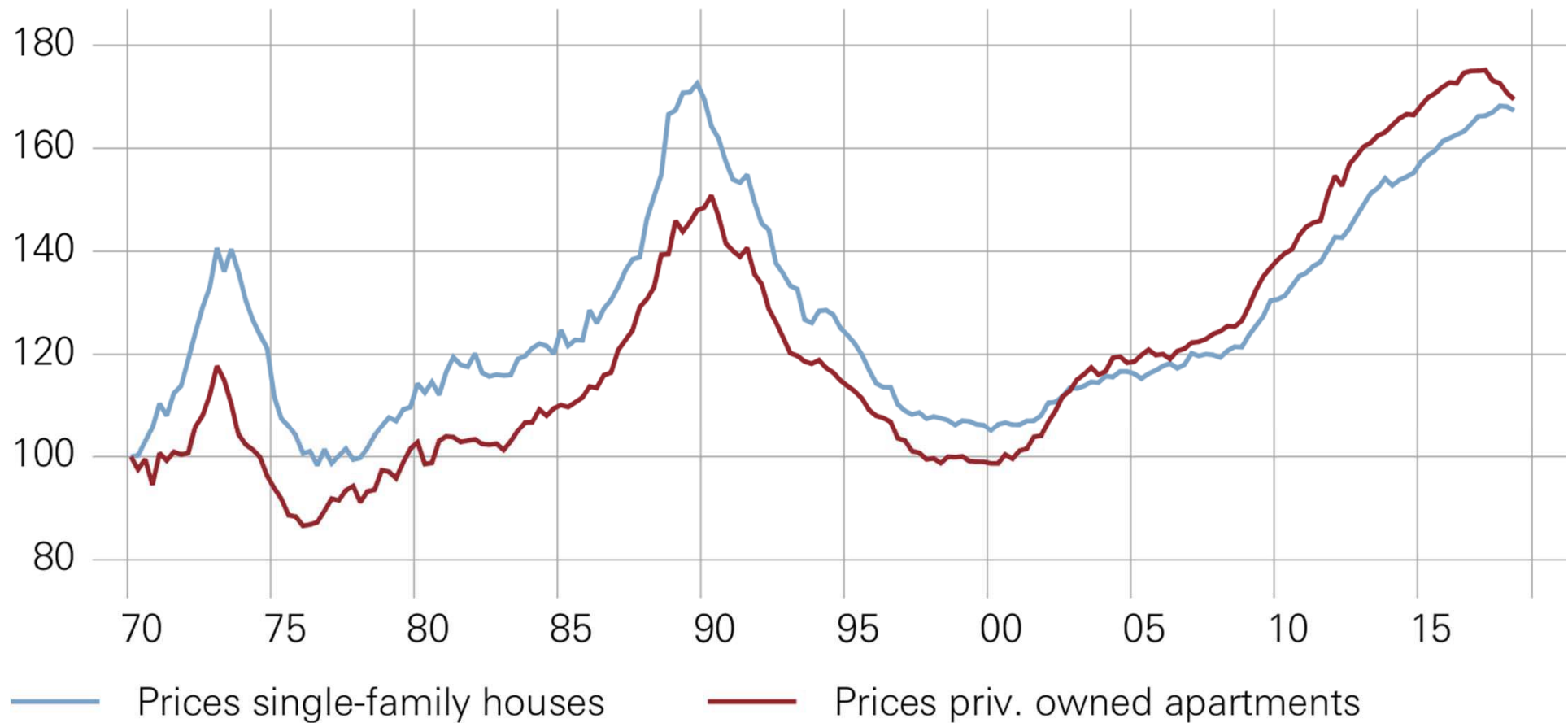
## WORLD: CONSUMER PRICES

Year-on-year change



## REAL ASKING HOUSING PRICES AND RENTS (WÜEST PARTNER)

Q1 1970 = 100, deflated by CPI without rents



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# Thank you for your attention!

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