



Banc Ceannais na hÉireann
Central Bank of Ireland

Eurosystem



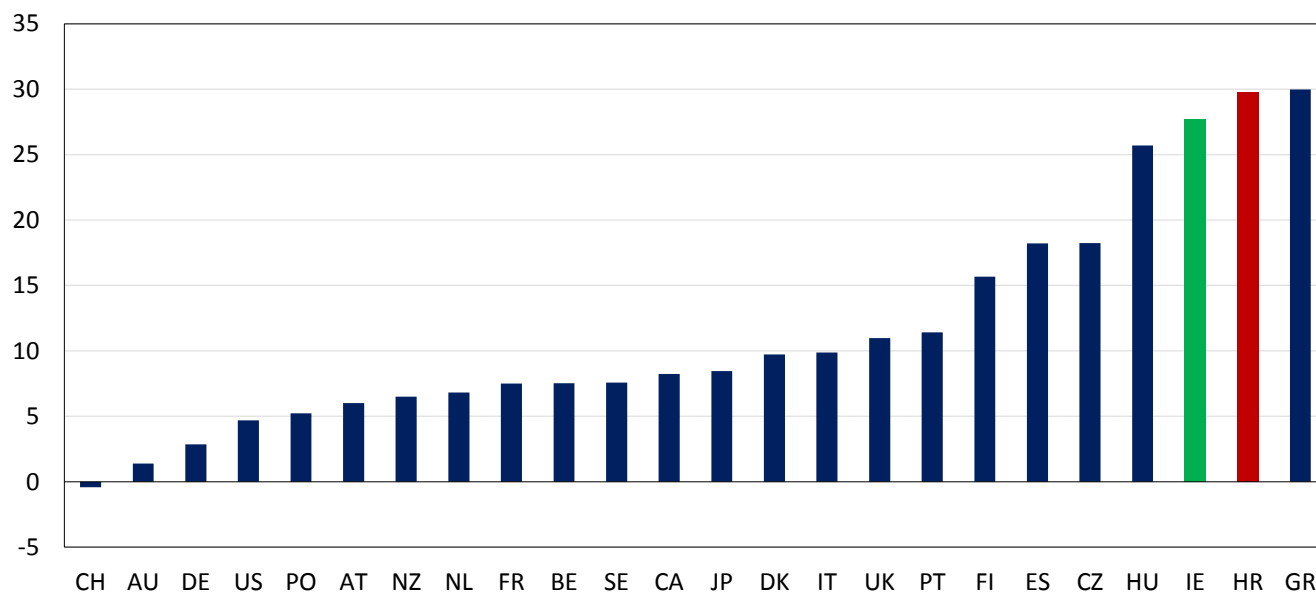
Making Residential Rental Markets Work for Financial Stability

Stefan Gerlach, Deputy Governor

8 June 2015



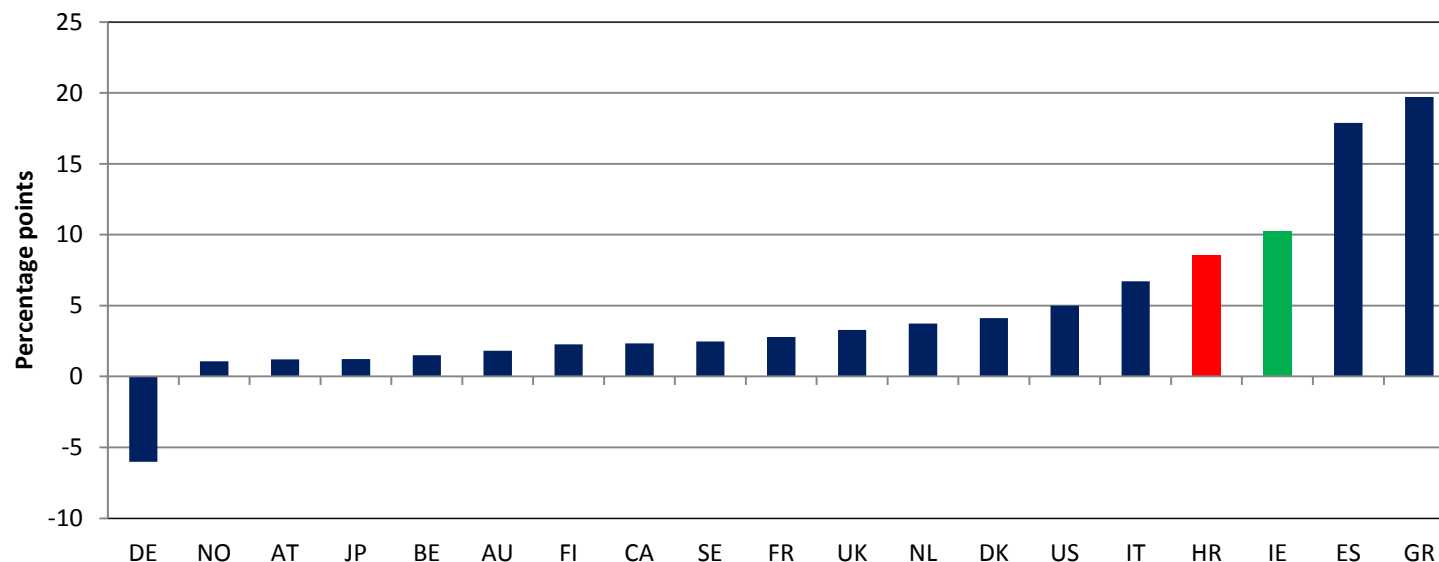
Chart 1: Loss in potential output, 2013



Source: Source: Ball, L. (2014) “Long-term damage from the great recession in OECD countries”; National Bank of Croatia.



Chart 2: Increase in unemployment rates between 2005 and 2014

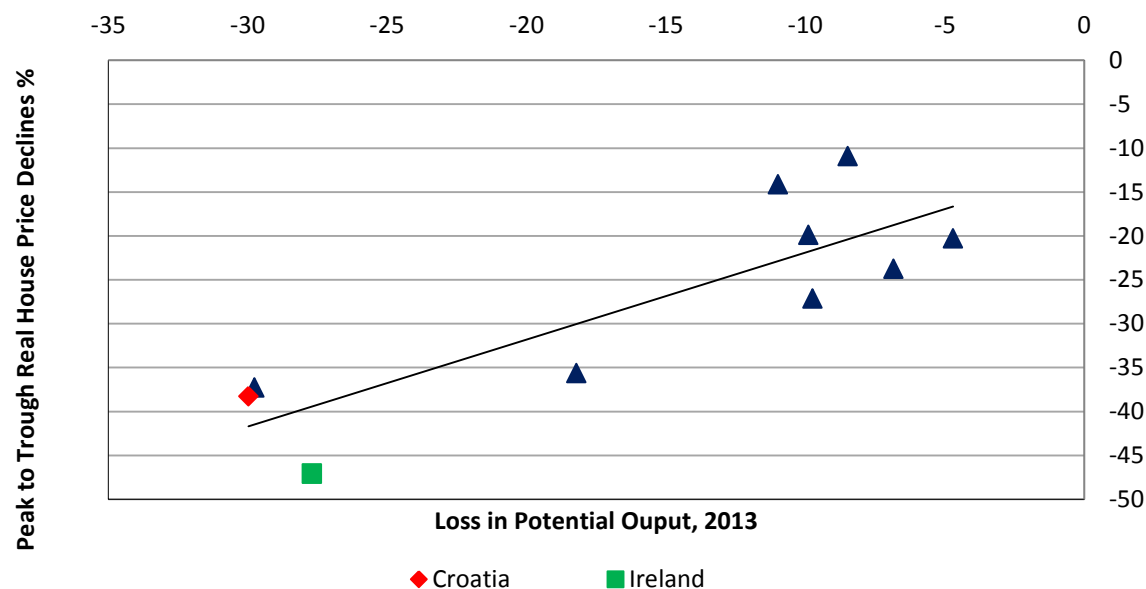


Source: IMF World Economic Outlook, April 2015.

Note: The increase in the unemployment rate is calculated using annual data. The years in which the unemployment rate was at its lowest and highest level varies for each country.



Chart 3: Relationship between potential output loss and house prices

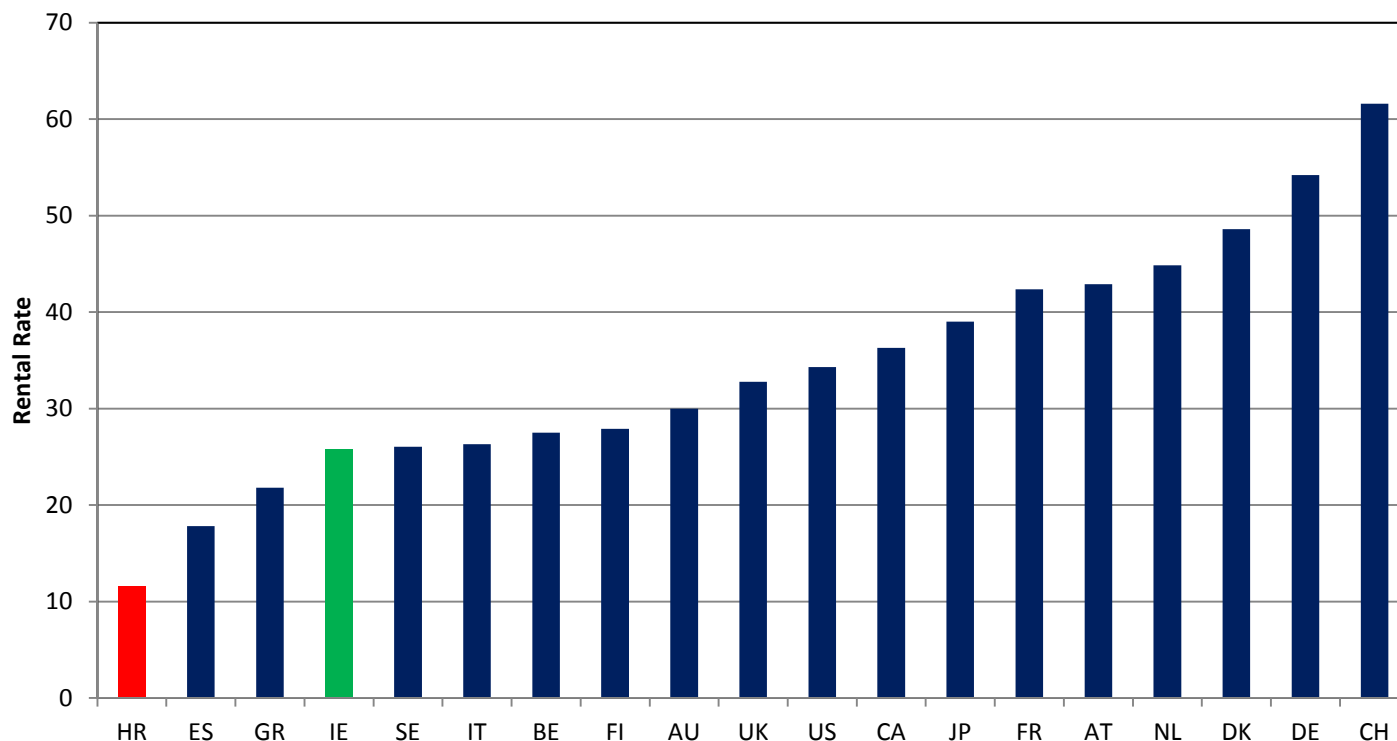


Source: Potential output losses taken from Ball (2014) and National Bank of Croatia, house prices taken from OECD data based on national sources, National Bank of Croatia and Croatian Bureau of Statistics.

Notes: An average for the year was constructed using quarterly data.



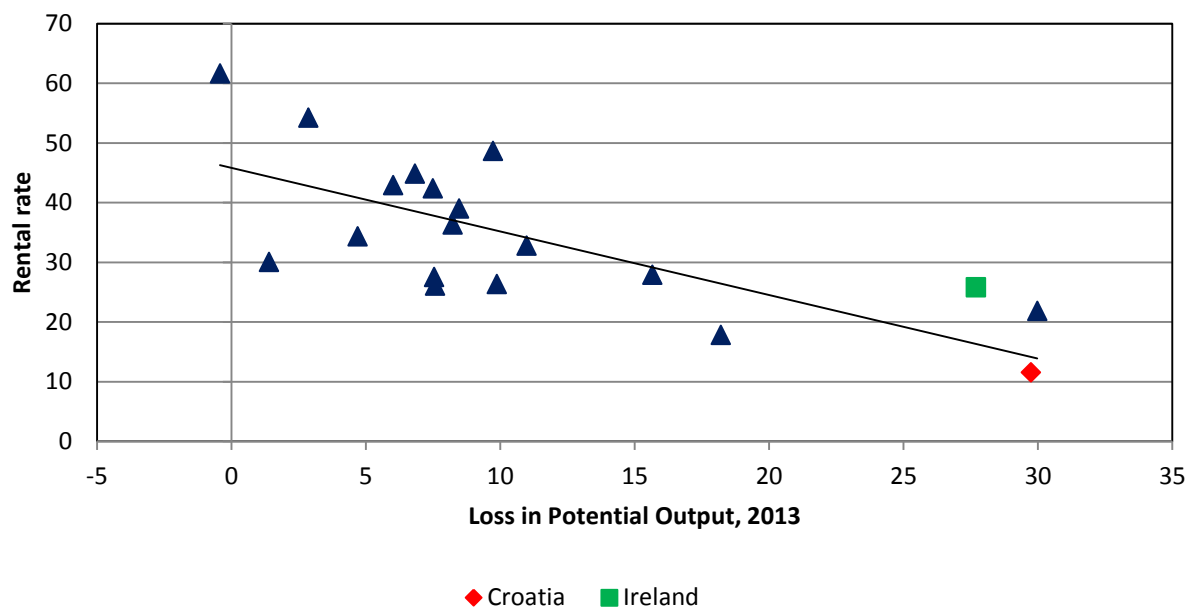
Chart 4: Rental rates across countries



Source: Rental rates calculated using data from European Mortgage Federation and national sources.



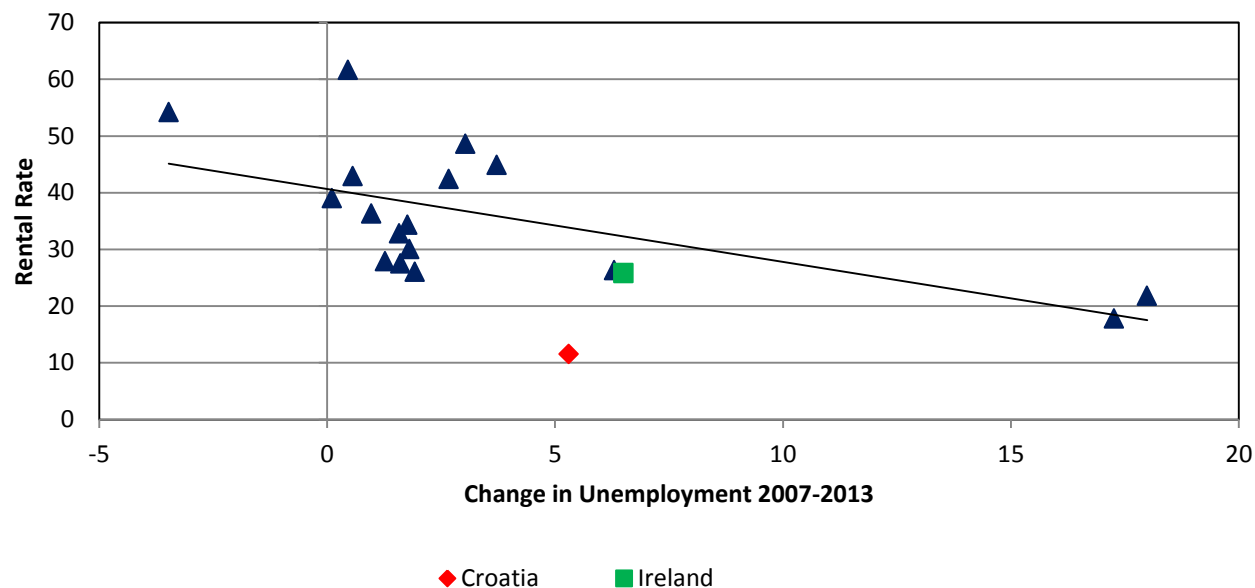
Chart 5: Relationship between rental rates and potential output loss



Source: Potential output losses taken from Ball (2014) and National Bank of Croatia, rental rates calculated using data from European Mortgage Federation and national sources.



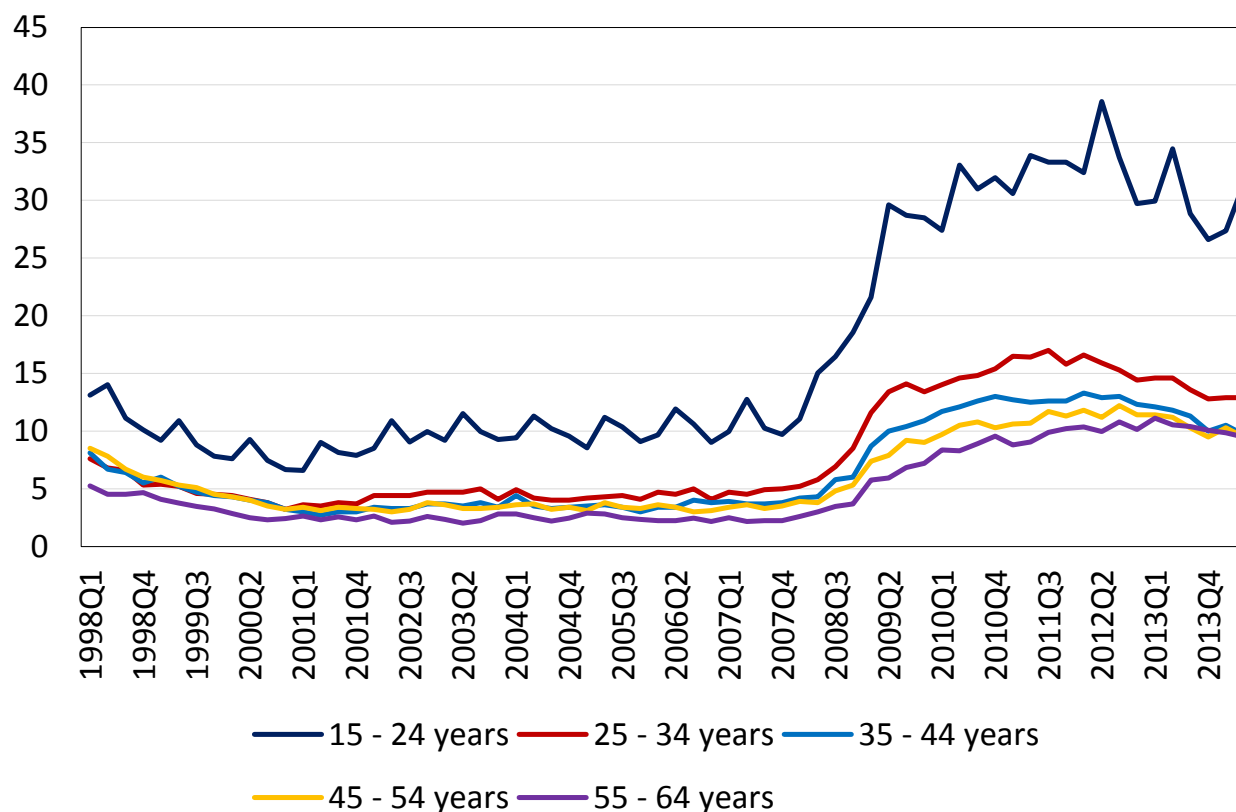
Chart 6: Relationship between rental rates and unemployment



Source: Unemployment data from IMF World Economic Outlook, rental rates calculated using data from European Mortgage Federation and national sources.



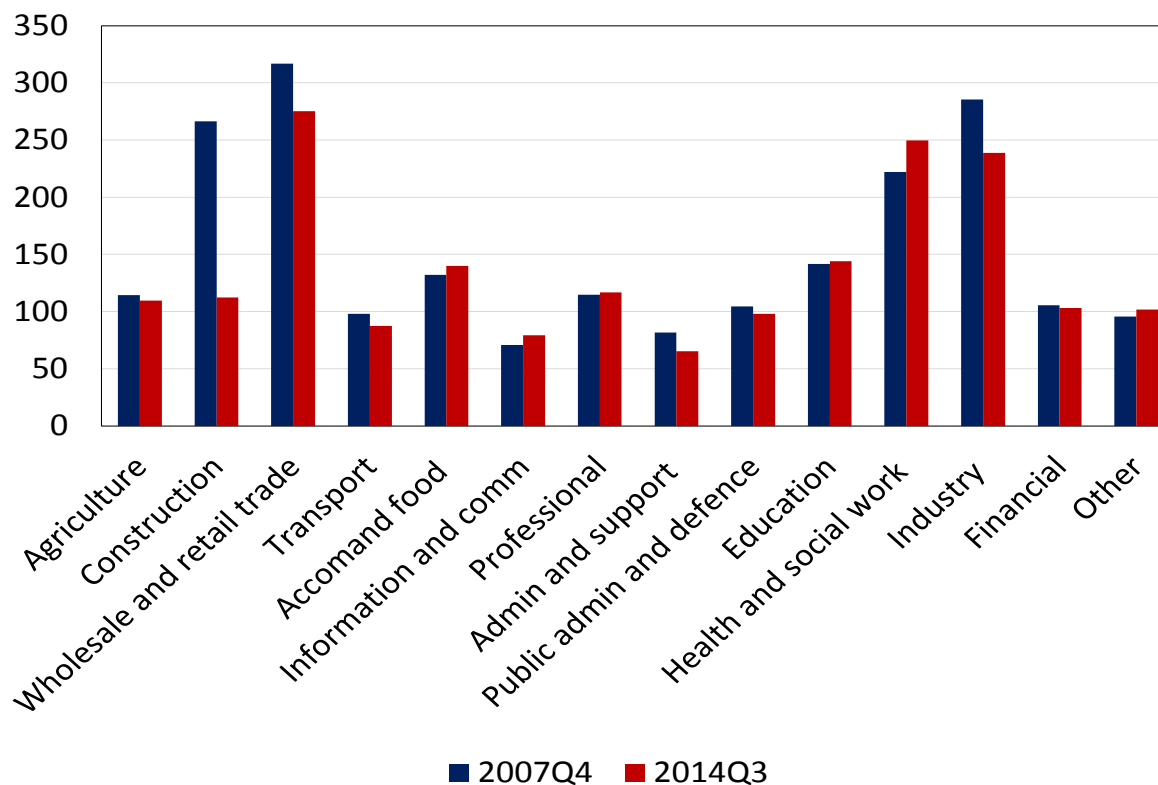
Chart 7: Unemployment rates in Ireland by age group



Source: Central Statistics Office.



Chart 8: Sectoral employment shares in Ireland



Source: Central Statistics Office.