

Plans to boost EC economy

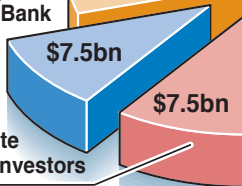
Jacques Delors' plan to revive struggling European economies involves injecting up to \$75bn into public spending projects, the aim being to end the recession by reducing the fear of unemployment and so encouraging a return of consumer spending.

The plan has been compared to Japan's \$86bn fiscal package unveiled in August and U.S. President-elect Bill Clinton's proposal to increase public spending by \$220bn over the next four years



Where the funds will come from

10% – European Investment Bank



10% – Private banks and investors

80% – EC member governments.
Raised by diverting current spending to capital projects

Three ways in which the money might be spent

- ▶ Railways, roads, and high-speed telecommunications networks
- ▶ Private projects to stimulate industry
- ▶ Environmental improvement schemes

