

Ireland accepts EU bail-out

The Irish government is to borrow up to €100 billion from the EU and IMF in a bid to rescue its debt-ravaged banks and prevent contagion in the 16-nation eurozone – exact amounts and terms are being negotiated

WHERE'S THE MONEY COMING FROM?

European Financial Stability Mechanism

Funded from EU budget

Up to
€60bn

International Monetary Fund: Up to 50% of funds offered by EU

Up to €30bn

UK

Bilateral loan

€8.1bn

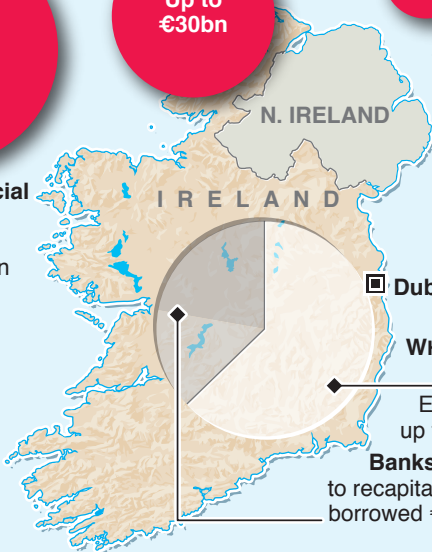
Sweden

Bilateral loan

€1.1bn

European Financial Stability Facility

Triple A credit backed by €440bn of eurozone government guarantees, to preserve EFSM war chest in case of further crises



Semi-nationalised Royal Bank of Scotland has €62bn of loans in N. Ireland – dependent on Irish economy – exposing UK taxpayers to Irish losses

WHERE WILL IT GO?

Sovereign debt

Expected to borrow up to €63bn by 2013

Banks: Need €22-37bn

to recapitalize. Have already borrowed €130bn from ECB