

# Debt agency plan to save the euro

An ambitious plan to save the eurozone – based on the core principle that “sovereignty ends when solvency ends” – would give Brussels power to act as a European treasury for all 17 members of the currency union

## PATRONS OF PLAN

### Jacques

**Delors:** Former president of European Commission, 1985-95



### Helmut Schmidt:

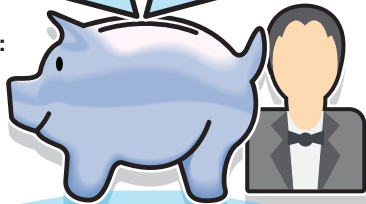
Former German chancellor, 1974-82

**10% GDP**

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### European Debt Agency:

Under Delors-Schmidt plan, all eurozone countries contribute 10% of economic output to common lending pot



### Eurozone Finance Minister:

To control agency's €920 billion lending fund

## EDA bailout as proportion of GDP

10 20 30 40 50 60 70 80 90 100

**Loan up to 10% of GDP:** Easy access to emergency funds in times of crisis

**10-30%:** Countries subject to austerity conditions similar to those currently experienced by Greece and Spain

**Above 40%:** EDA to approve national budgets, taxation and employment policies

**60%:** Full transfer of sovereignty to agency. If country resists it will be forced out of eurozone