

Investment and Investment Finance: Funding Growth and Recovery – the Irish story from a European perspective

Joint European Investment Bank and Central Bank of Ireland Seminar

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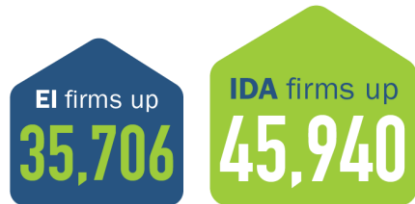


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Context - good progress on job creation, but challenges remain...

Direct employment

2011-2016



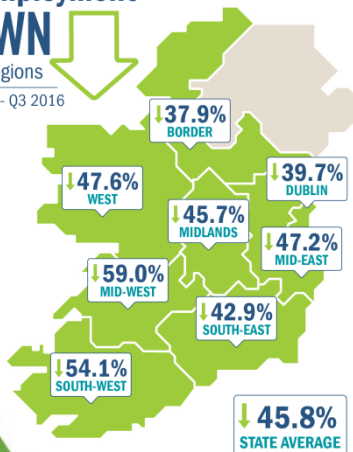
+ 46,618
indirect jobs

+ 32,158
indirect jobs

Source: DJEI

Unemployment DOWN

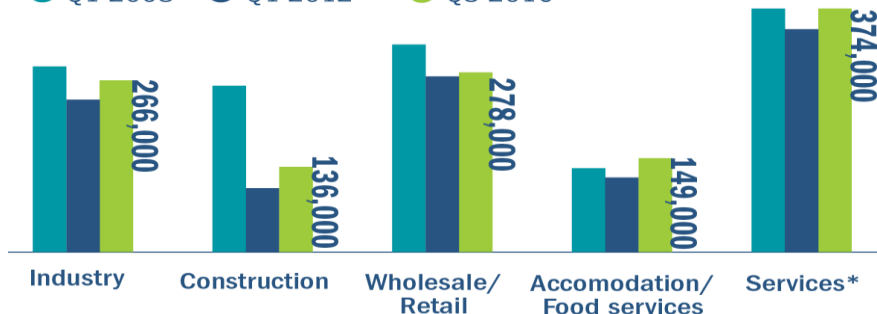
in all regions
Q3 2011 - Q3 2016



Source: CSO

Sectoral Employment Performance

● Q1 2008 ● Q1 2012 ● Q3 2016



Note * incl. information and communication; financial, insurance and real estate; professional, scientific and technical; and administrative and support service activities.
Seasonally adjusted data, Source: CSO

61%

of new jobs by **EI firms** in 2016 were **outside Dublin**

EI target:

60%

of new jobs created by EI clients to be outside of Dublin in 2017

52%

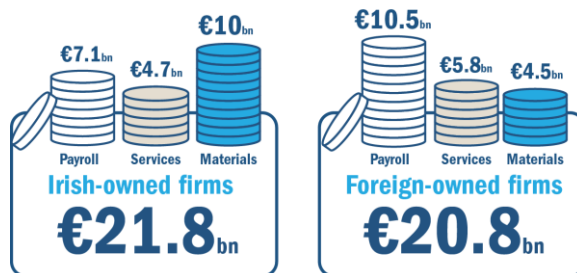
of new jobs by **IDA firms** in 2016 were **outside Dublin**

IDA target:

30-40%

more investments in each region outside Dublin between 2015-2019

SPEND IN THE IRISH ECONOMY by agency supported firms in 2015



Source: DJEI



€22bn
2016 estimate

€15.2bn
2011

Source: DJEI

MOST INNOVATIVE COUNTRY WORLD RANKINGS - IRELAND



Source: Global Innovation Index, 2016

IRELAND

7th
most competitive in the world

Target: **TOP 5**





A significant improvement from **24th** place in 2011

Source: IMD Competitiveness Yearbook 2016



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Managing through Global Uncertainty & Challenges....

Jan/Feb 2017	Year 2016	Year to January '17	January 2017
New Company Incorporations	Manufacturing Investment	Goods Exports	Ireland's Share of UK Goods Imports
+11.0%	+29%	+13.7%	3.1%
(3,748)	(€5.96bn 2016)	(Food +9.0%)	(2.9% Jan '16)
(CRO)	(CSO)	(CSO)	(ONS)
			



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Finance for Growth - a key focus on Action Plan for Jobs....ongoing needs...

<p>Year 2016</p> <p>Seed & Venture Capital raised by SMEs</p> <p>€888.1m</p> <p>(+70%, €522.1m 2015)</p> <p>(IVCA VenturePulse)</p> <p></p>	<p>Commencement to Q4 2016</p> <p>Credit Guarantee Scheme</p> <p>€64.6m Funding</p> <p>+ 1,543 New Jobs (1,040 Jobs maintained)</p> <p>(DJEI)</p> <p></p>	<p>Commencement to Q4 2016</p> <p>Microfinance Ireland</p> <p>€17.1m approved</p> <p>42% approval rate</p> <p>(DJEI)</p> <p></p>	<p>Year to Q3 2016</p> <p>SME New Lending</p> <p>+5.1% (€3bn)</p> <p>(Central Bank)</p> <p></p>
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Ambitious Enterprise Targets in New Trade Strategy to 2020/2025...



Ireland
Connected:
Trading and
Investing in a
Dynamic World

International reach - intensify and diversify

Increase Irish
**INDIGENOUS
EXPORTS**
by 26% to reach

↑ €**26**bn

↑ **80%**

of **INDIGENOUS
EXPORT GROWTH**
to reach markets
outside UK

**AGRI FOOD
& DRINK**
to reach

↑ €**19**bn
by 2025

Increase
**INTERNATIONAL
STUDENTS**
by 27% to reach

↑ **176,500**

Generate

↑ €**5**bn
in **TOURISM
REVENUES**

Increase
**IRISH OWNED
COMPANIES
OF SCALE BY**

↑ **30%**

Increase
EXPENDITURE
in the economy
by agency supported
companies by more
than

↑ **20%**

Increase
**RD&I SPEND
in IRISH-OWNED
ENTERPRISES**
by 50% to reach

↑ €**1.25**bn
per annum

↑ **900**
FDI PROJECTS
by 2019

Delivering sustainable growth

Potential areas for strengthening EIB Engagement and innovative investment....

- Enterprise Growth and Scaling
 - Enterprise Policy 2025
 - Action Plan for Jobs – Finance for Growth
- Research and Innovation
 - Innovation 2020
 - National Skills Strategy
- Economic Infrastructure and Property Solutions
 - Regional Action Plans for Jobs
 - National Planning Framework to 2040



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