## **Contents**

	Acknowledgments	ix
	Introduction Alberto Alesina and Francesco Giavazzi	1
1.	The Breakup of the Euro Area Barry Eichengreen Comment: Martin Feldstein	11
2.	The Euro and Structural Reforms Alberto Alesina, Silvia Ardagna, and Vincenzo Galasso Comment: Otmar Issing	57
3.	The Euro and Firm Restructuring Matteo Bugamelli, Fabiano Schivardi, and Roberta Zizza Comment: Gianmarco I. P. Ottaviano	99
4.	Business Cycles in the Euro Area Domenico Giannone, Michele Lenza, and Lucrezia Reichlin Comment: Tommaso Monacelli	141 447
5.	The Estimated Trade Effects of the Euro: Why Are They Below Those from Historical Monetary Unions among Smaller Countries? Jeffrey Frankel Comment: Silvana Tenreyro	169

	O 44-
VIII	Contents

6.	A New Metric for Banking Integration in Europe Reint Gropp and Anil K Kashyap Comment: Loretta J. Mester	219
7.	Why the European Securities Market Is Not Fully Integrated Alberto Giovannini Comment: Richard Portes	255
8.	The Euro and Fiscal Policy Antonio Fatás and Ilian Mihov Comment: Roberto Perotti	287
9.	How Central Bankers See It: The First Decade of European Central Bank Policy and Beyond Stephen G. Cecchetti and Kermit L. Schoenholtz Comment: Pervenche Berès	327
10.	Reevaluating Swedish Membership in the European Monetary Union: Evidence from an Estimated Model Ulf Söderström	379
11.	Euro Membership as a U.K. Monetary Policy Option: Results from a Structural Model Riccardo DiCecio and Edward Nelson Comment on Chapters 10 and 11: Carlo A. Favero	415
	Contributors	455
	Author Index	457
	Subject Index	463