

# IS EUROPE PREPARED FOR EXTREME EVENTS WORKSHOP ON RISK, RESILIENCE AND POLICY RESPONSE

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The European Crisis Response Framework - Challenges and Opportunities

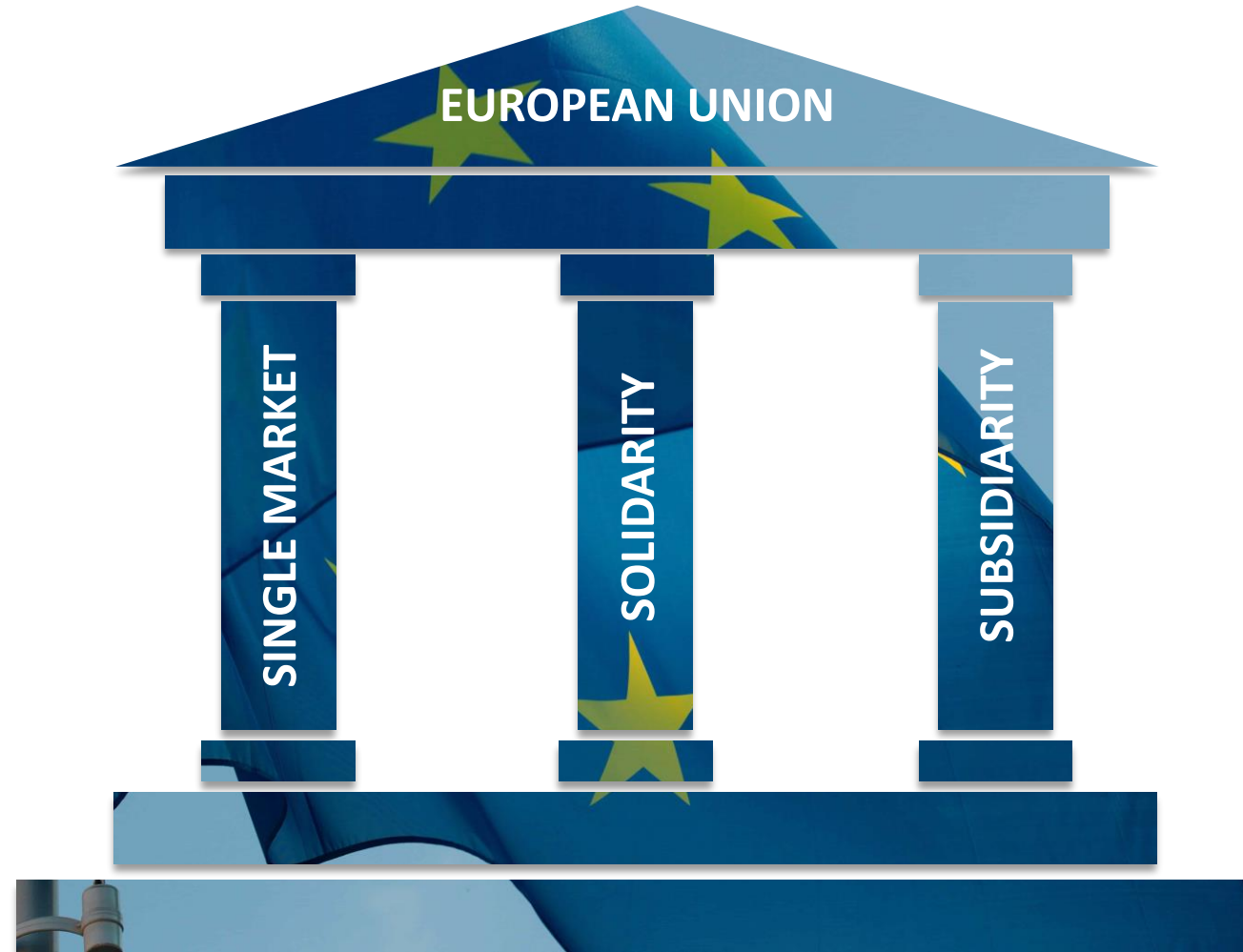
Rolf Strauch, ESM Chief Economist and Management Board Member

Luxembourg, 4 April 2025



# THREE PRINCIPLES OF EU ECONOMIC INTEGRATION

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# RESILIENCE - THE EU VALUE-ADDED

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	EU	MEMBER STATES
CLIMATE CHANGE	<ul style="list-style-type: none"><li>▪ Single market (carbon pricing, financing)</li><li>▪ Technological progress</li><li>▪ Insurance and risk-sharing</li></ul>	<ul style="list-style-type: none"><li>▪ Investment (mitigation &amp; adaptation)</li><li>▪ Dealing with stranded assets</li><li>▪ Tax incentives for innovation (directed technological change)</li></ul>
GEOECONOMIC FRAGMENTATION	<ul style="list-style-type: none"><li>▪ Trade policy</li><li>▪ Competition policy and anti-trust</li><li>▪ Insurance and risk sharing</li></ul>	<ul style="list-style-type: none"><li>▪ Competitiveness policies (tax incentives, regulation, business climate)</li><li>▪ Subsidies/state-aid</li></ul>
DEFENCE READINESS	<ul style="list-style-type: none"><li>▪ Coordination and common procurement</li><li>▪ Disruptive innovation</li><li>▪ Insurance and risk sharing</li></ul>	<ul style="list-style-type: none"><li>▪ Bolstering military capability</li><li>▪ Linkages with civilian industry</li></ul>

# TOWARDS A EUROPEAN POLICY AGENDA

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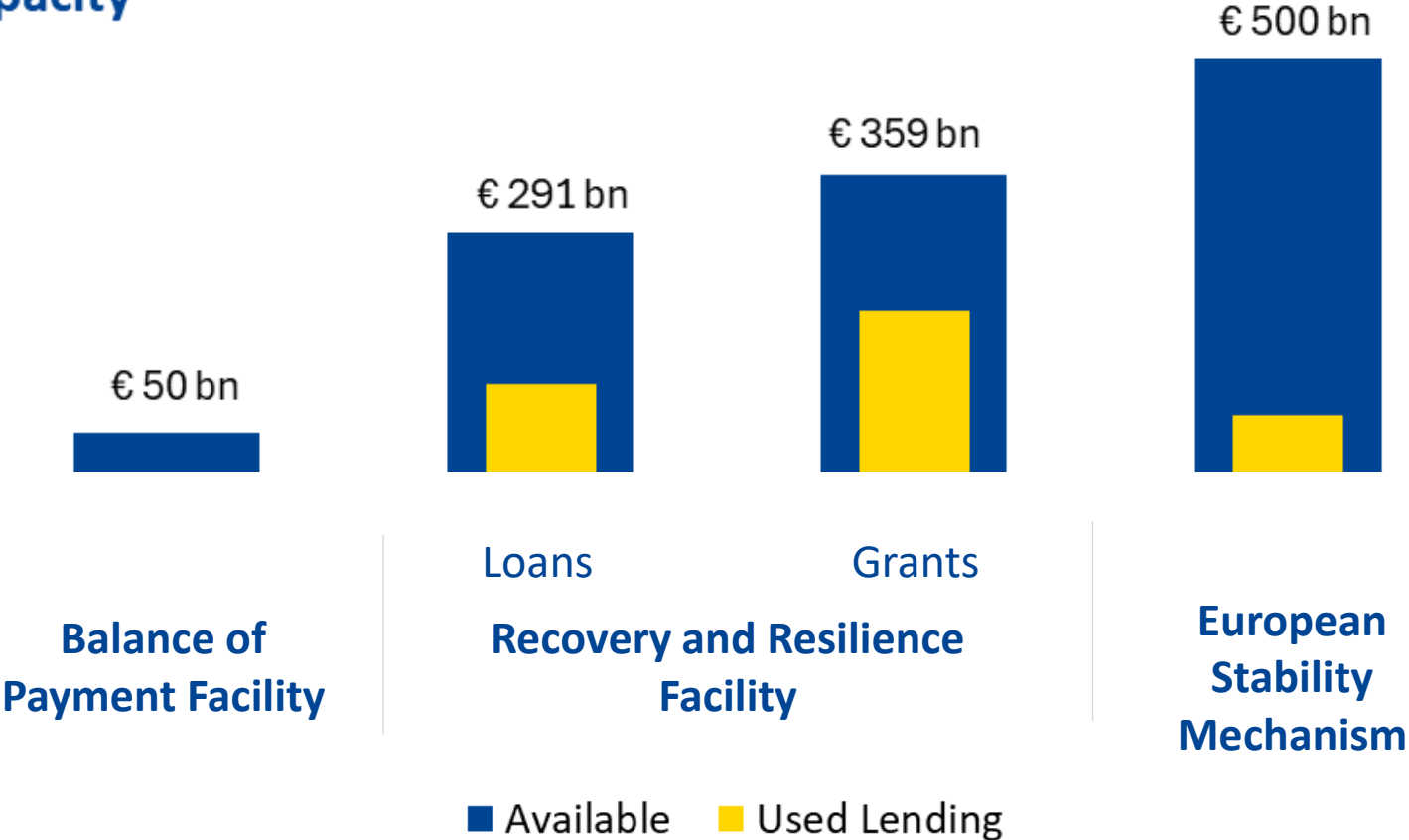
**Build post-2026 EU financial architecture - rethink EU budget, European Commission facilities, EIB, ESM**

**Advance market integration (energy, CMU, banking union)**

**Establish European strategy on defence and competitiveness (technology & innovation, migration, and industrial policy) preserving the Single Market & respecting subsidiarity**

# AVAILABLE FINANCING CAPACITY AT THE EU LEVEL

## Lending capacity



## CONTACT

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Rolf Strauch

+352 621 368 935

r.strauch@esm.europa.eu

LinkedIn profile:



European Stability Mechanism  
6a Circuit de la Foire Internationale  
L-1347  
Luxembourg

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