European Stability Mechanism

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Addressing the risk of regional disparities

By

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The economic impact of the coronavirus may deepen regional disparities and worsen the risk of divergence within Europe. To reinforce the stability of the euro area and Europe, policies have to address these risks and strengthen convergence. Given the current deglobalisation trend, there is an increasing need for a well-functioning and equitable EU single market. The "Next Generation EU" can be a vehicle for such reforms.