Figure 5: Ex-Euro Area German exports have gained share

Source: Deutsche Bank, Bloomberg Finance LP

Figure 6: Two ways of measuring the FTTs impact on German trade

Maximum Estimated Impact*

Hedge Rollover Per Annum	Hedging Ratio	Trade Intermediation	Basis Point Cost Per Transaction	Direct tax on German exports, EUR mns	Direct tax on exports + imports, EUR mns	Fall in German exports, EUR mns
4	80%	High	6	1,325	2,416	3271
2	60%	Moderate	5	414	755	1022
1	50%	Low	4	138	252	341

Minimum Estimated Impact**

Trade Intermediation	Basis Point Cost Per Transaction	Cost to German Corporates, EUR mns
High	6	952
Moderate	5	794
Low	4	635

*Estimates German merchandise trade exports and imports 2013 based on four quarter annualized growth rate. Basis point cost per transaction based on European Commission proposal. Hedging rollovers vary depending on exporter type and hedging policy.

** Data from BIS used to estimate annual German non-financial turnover in FX forwards. This is a product of German share of world trade and total non-financial FX forward turnover.

Note: Calculation does not take account of corporate hedging strategies using options or swaps. Calculation is preliminary estimate only.

Source: Deutsche Bank, Bloomberg Finance LP, BIS Triennial FX Survey September 2010