

Greece Crisis: A learning exercise for Public Debt Management

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Abstract

Greece long standing Public debt problem became a crisis at the start of 2010. The Bailout packages come with the condition for structural adjustment and to embark on austerity measures. Public perception was changing and there was opposition to further austerity measures however the government was having no option but to agree upon the terms of agreement provided by the troika. Prior to the final agreement of the recent bailout packages, various restrictions were imposed like capital control to stop money leaving its bank and restriction to foreign transactions. The major contributors to the economy shipping and tourism were badly affected.