



# Eternal Challenges in Monetary Policy

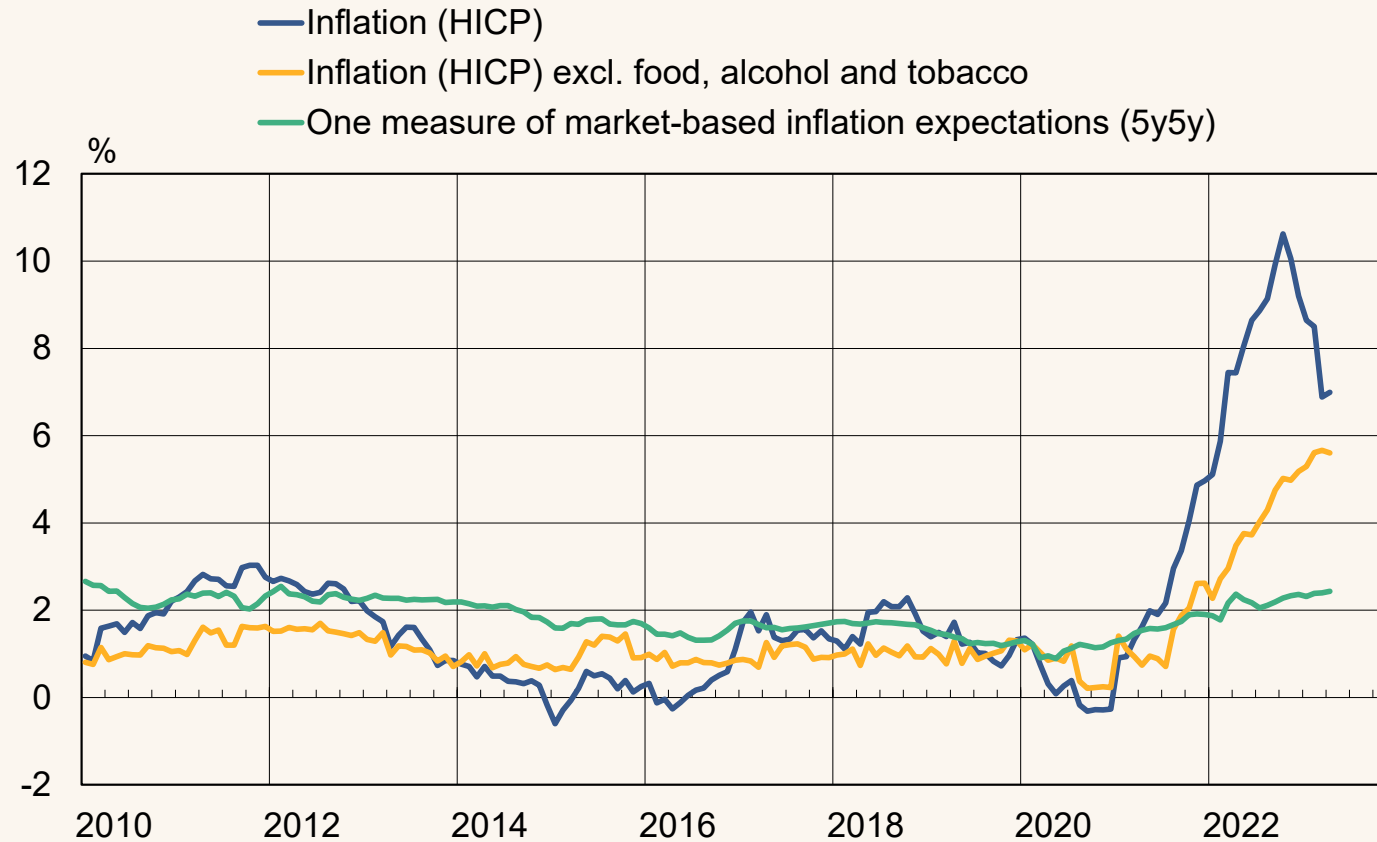
Panel at the BOJ-IMES Conference

Old and New Challenges for Monetary Policy

Tokyo, 31 May – 1 June 2023

Governor Olli Rehn  
Bank of Finland

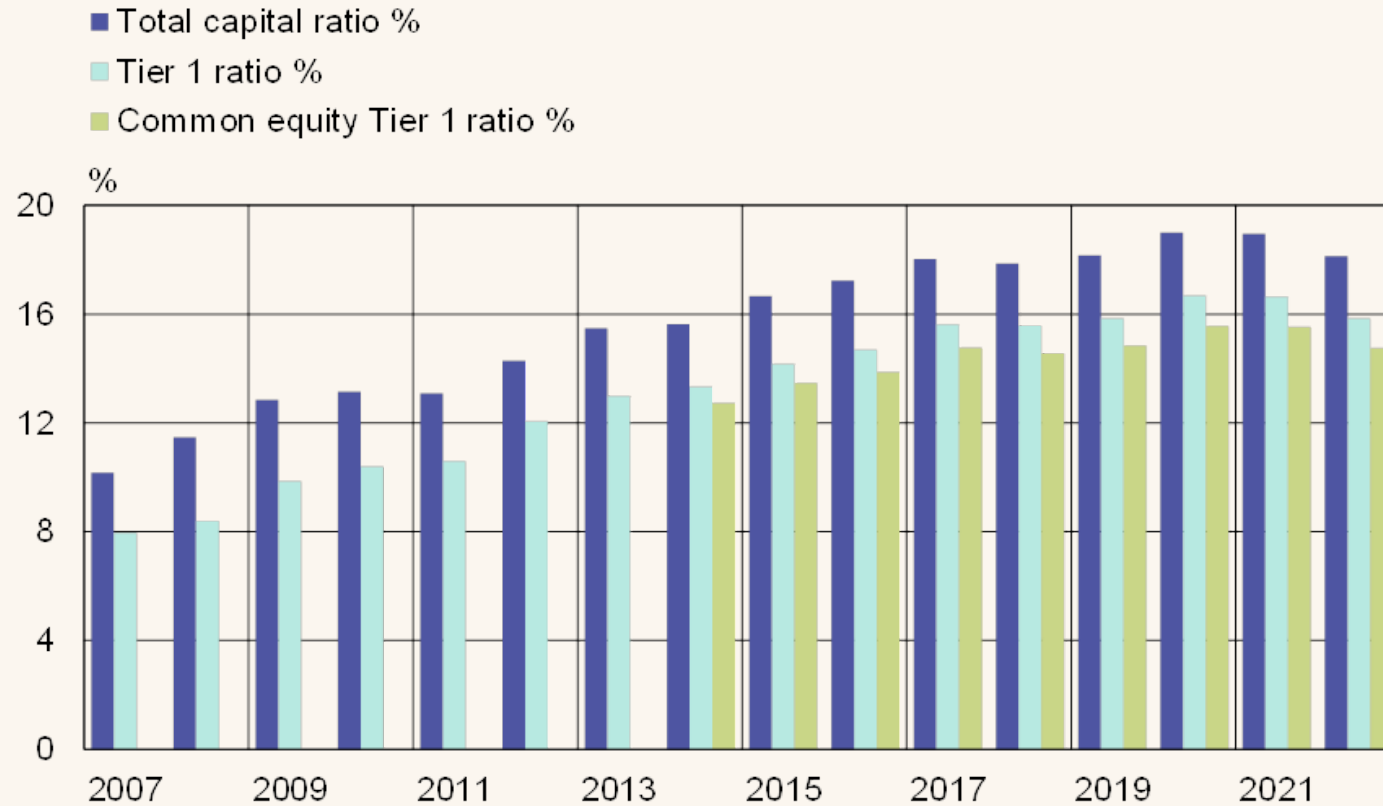
# Headline inflation has declined, but underlying price pressures remain strong



Source: Source: Eurostat, Bloomberg and Macrobond.  
39869@inf\_and\_exp\_en

# Euro area banks have on average doubled their Tier 1 capital ratios since the global financial crisis

Capital adequacy of euro area banking sector, 2007–2022/III



Source: ECB.

A blue-tinted photograph of the Finnish National Bank building. The building is a grand, classical structure with multiple stories, arched windows, and ornate architectural details. In the foreground, there are several ornate street lamps and a lion sculpture. The text "Thank you!" is overlaid in white, sans-serif font in the center of the image.

Thank you!

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