

Abstract

This bachelor thesis deals with quantitative easing of the European central bank and its impact on fiscal restriction of Greece government. The analysis is divided into four main parts. The first one focuses on the EMU institutional framework, especially in relation to the fiscal policies of member states. The second chapter deals with European central bank and quantitative easing on general level and also in relation with the last economic crises. Third chapter examines the interaction between monetary and fiscal policy and the last chapter is devoted to the evaluation of Greece fiscal policy and the impact which quantitative easing may have on it. Results of this thesis suggest that quantitative easing have an impact on fiscal policies of EMU member states. However, taking current situation of Greece state financing into consideration, this is not the case in Greece.