



# **The Effect of Economic sanction on Russian economy**

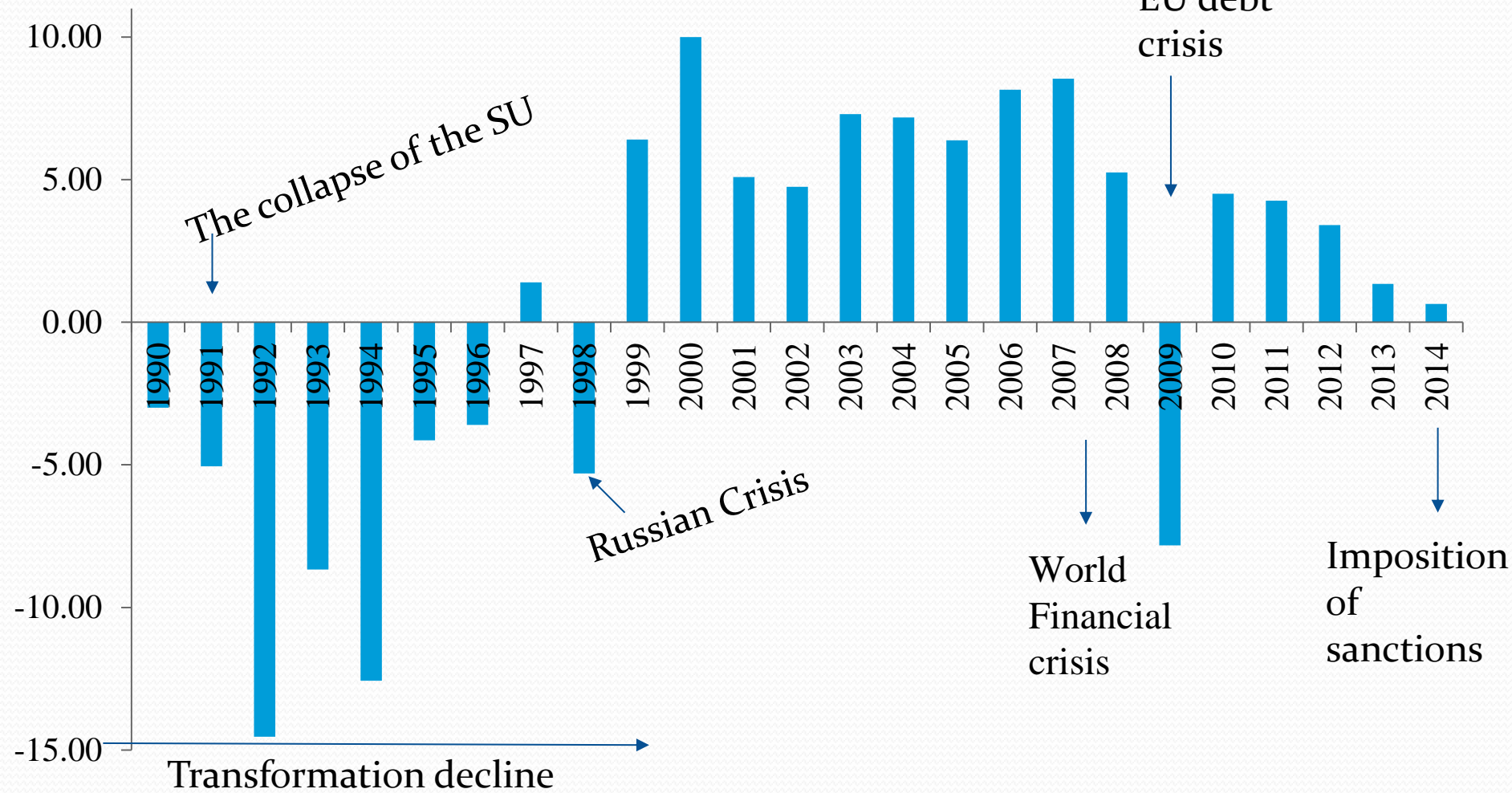
**The Canon Institute for Global Studies**

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**10.08.2015, Tokyo, Japan**

# Russia GDP growth (annual %)

%



Data: World Bank Database

# Sanction Examples

China

Libya

Soviet Union

IRAN

IRAQ

Byelorussia

# Sanction Examples

China

1989, termination of political contacts at the highest level and credit line, were sooner removed

2011, Freeze assets, embargo on trade

Libya

Soviet Union

IRAN

From 1979. 2010, Negative influence economy by 20%, 80% of them caused by inner problems.

From 1917. For example, Jackson-Vanik amendment 1974 (till 2012)

IRAQ

1990, Negative influence economy by 80%, caused by high oil rent and geopolitical situation.

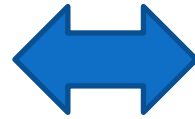
Byelorussia

2006 (extension until 2015), Personification sanctions, no influence on high influence on population.

# Sanctions

Globalization

Economy



Policy

# Sanctions

Trade  
Sanctions



Financial  
Sanctions

$\frac{3}{4}$  influence  
Export

# Sanctions

Globalization

Trade  
Sanctions

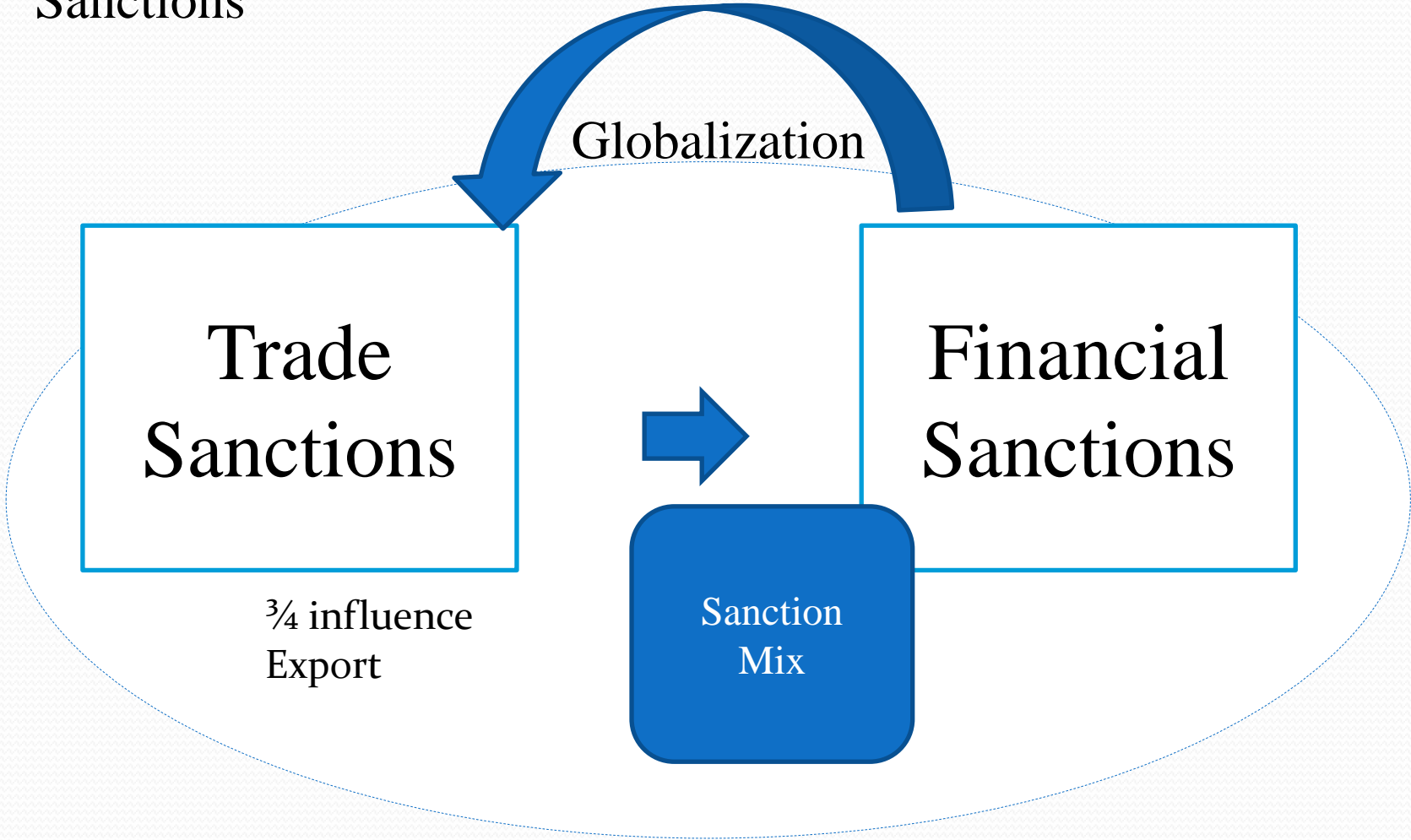
$\frac{3}{4}$  influence  
Export



Financial  
Sanctions

Sanction  
Mix

# Sanctions





# Sanction on Russia: Possibilities

2000

The company that cooperate with Iran in the field of nuclear energy

Summer,  
2008

The possibility of imposing trade and economic sanctions, accusing the Russian military aggression against Georgia was discussed

2013

The United States were ready to impose sanctions against the largest Russian banks in cooperation with the government of B. Assad in Syria.

## Sanctions: Today

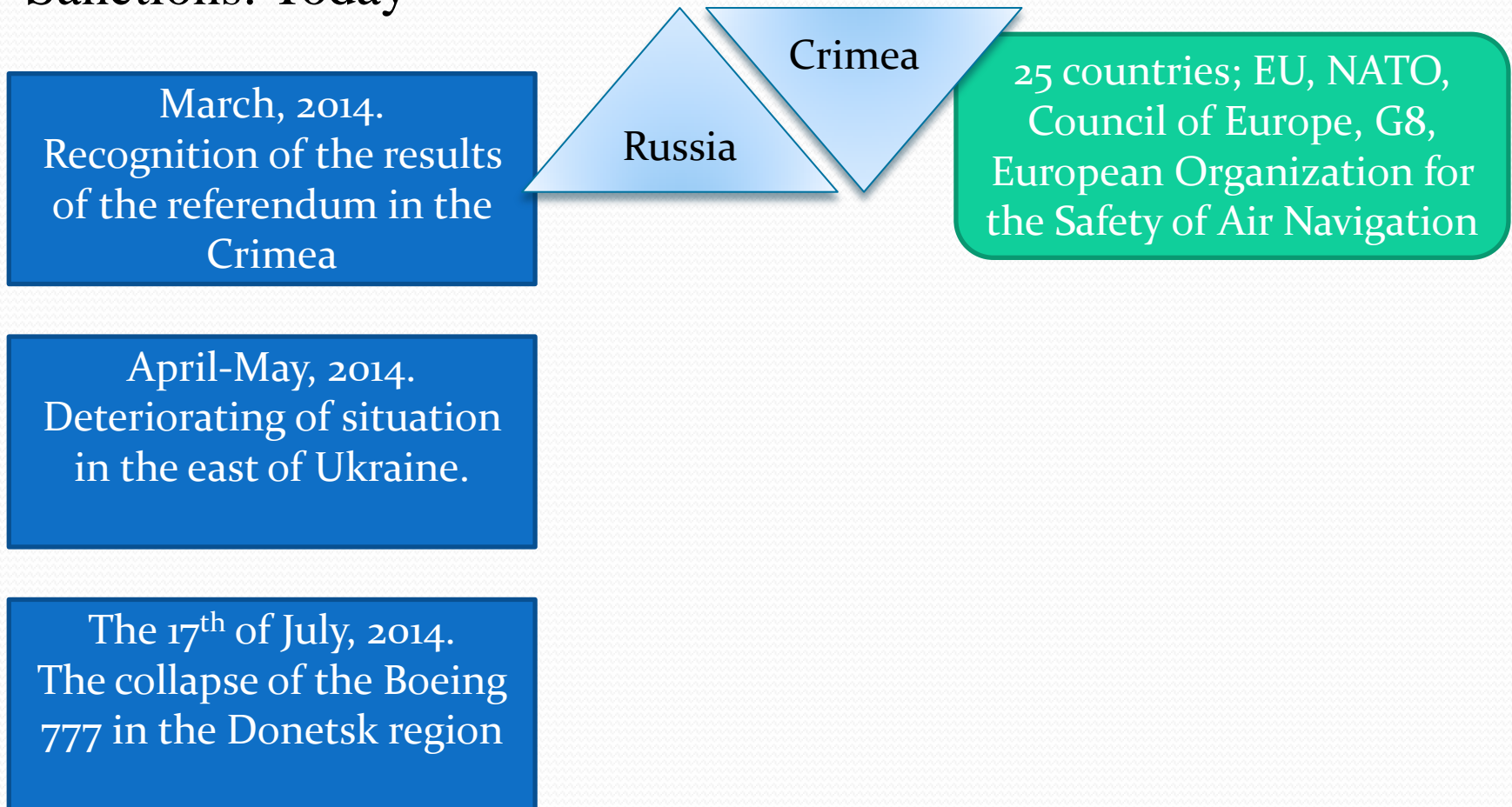
March, 2014.  
Recognition of the results  
of the referendum in the  
Crimea

April-May, 2014.  
Deteriorating of situation  
in the east of Ukraine.

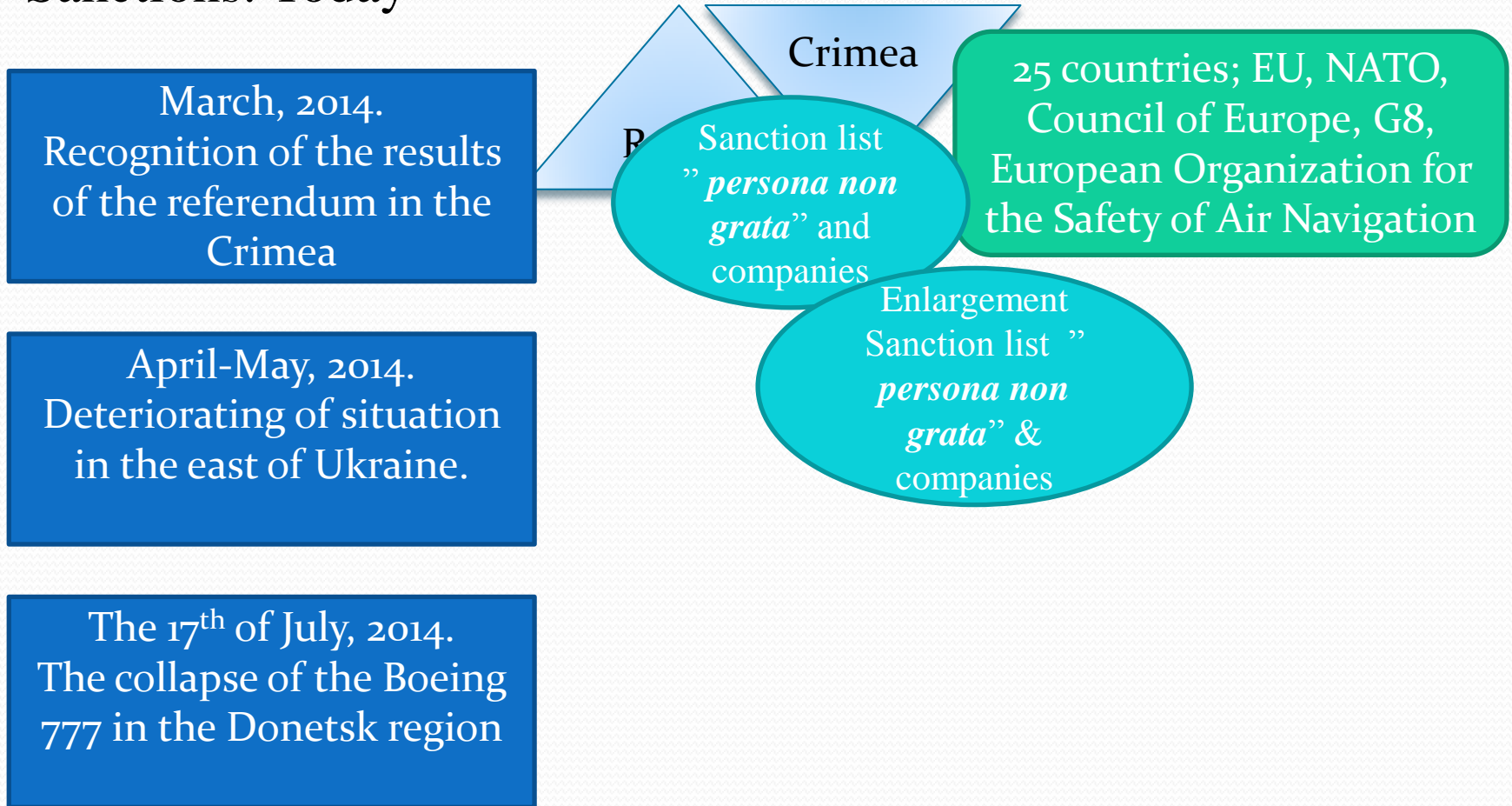
The 17<sup>th</sup> of July, 2014.  
The collapse of the Boeing  
777 in the Donetsk region

25 countries; EU, NATO,  
Council of Europe, G8,  
European Organization for  
the Safety of Air Navigation

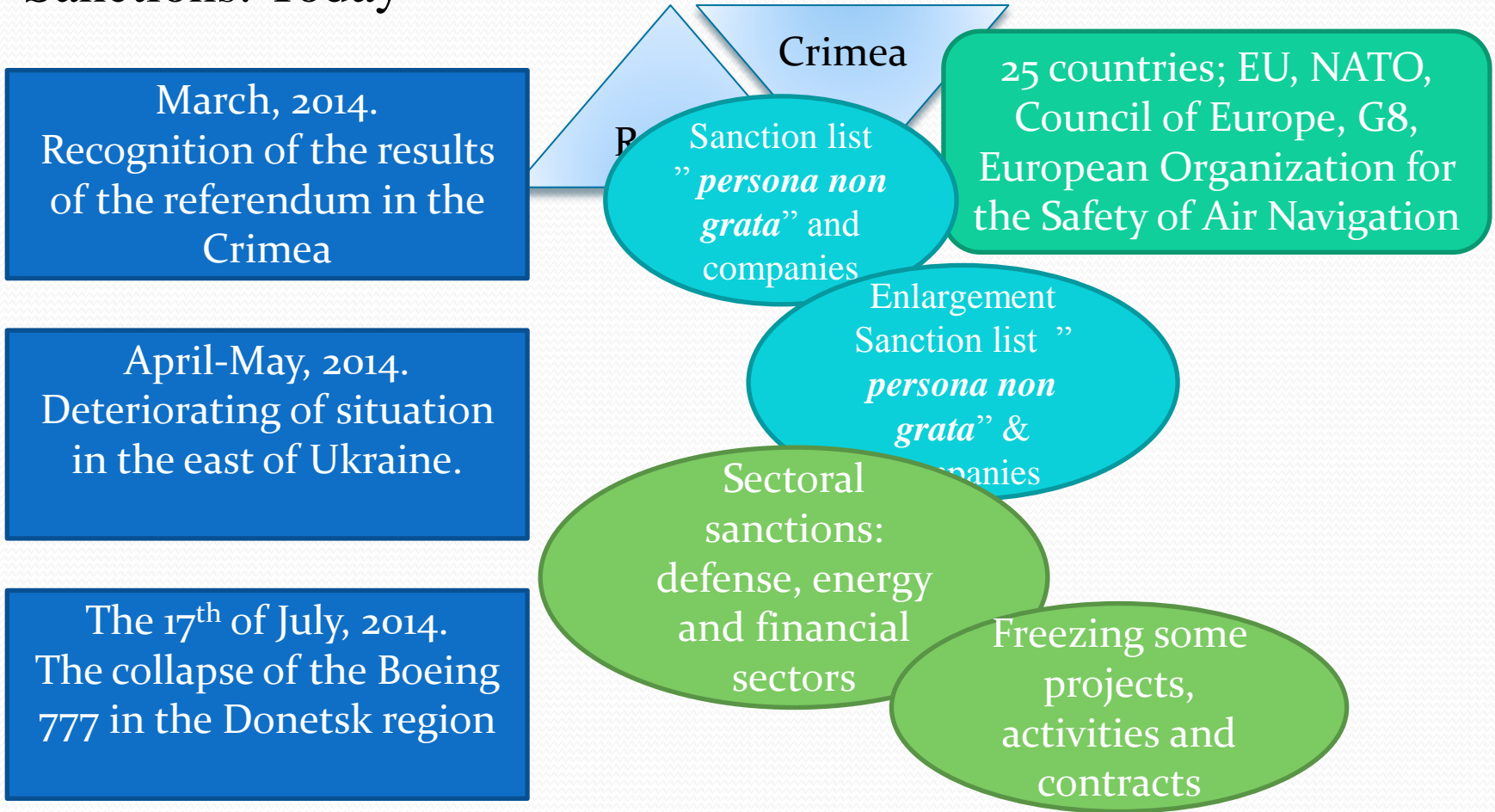
## Sanctions: Today



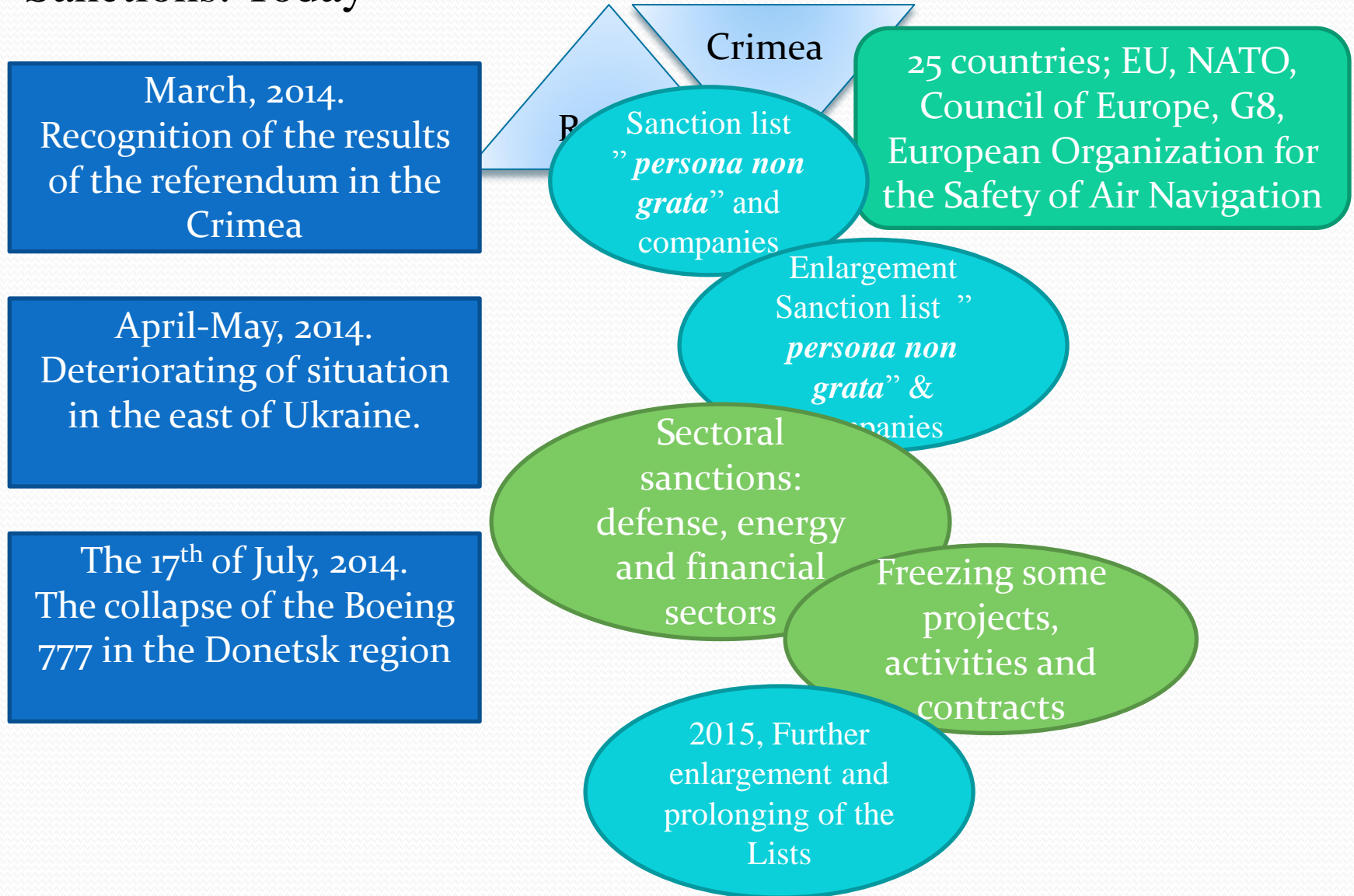
# Sanctions: Today



# Sanctions: Today



# Sanctions: Today



# Sanctions: Today



# Sanctions: Today





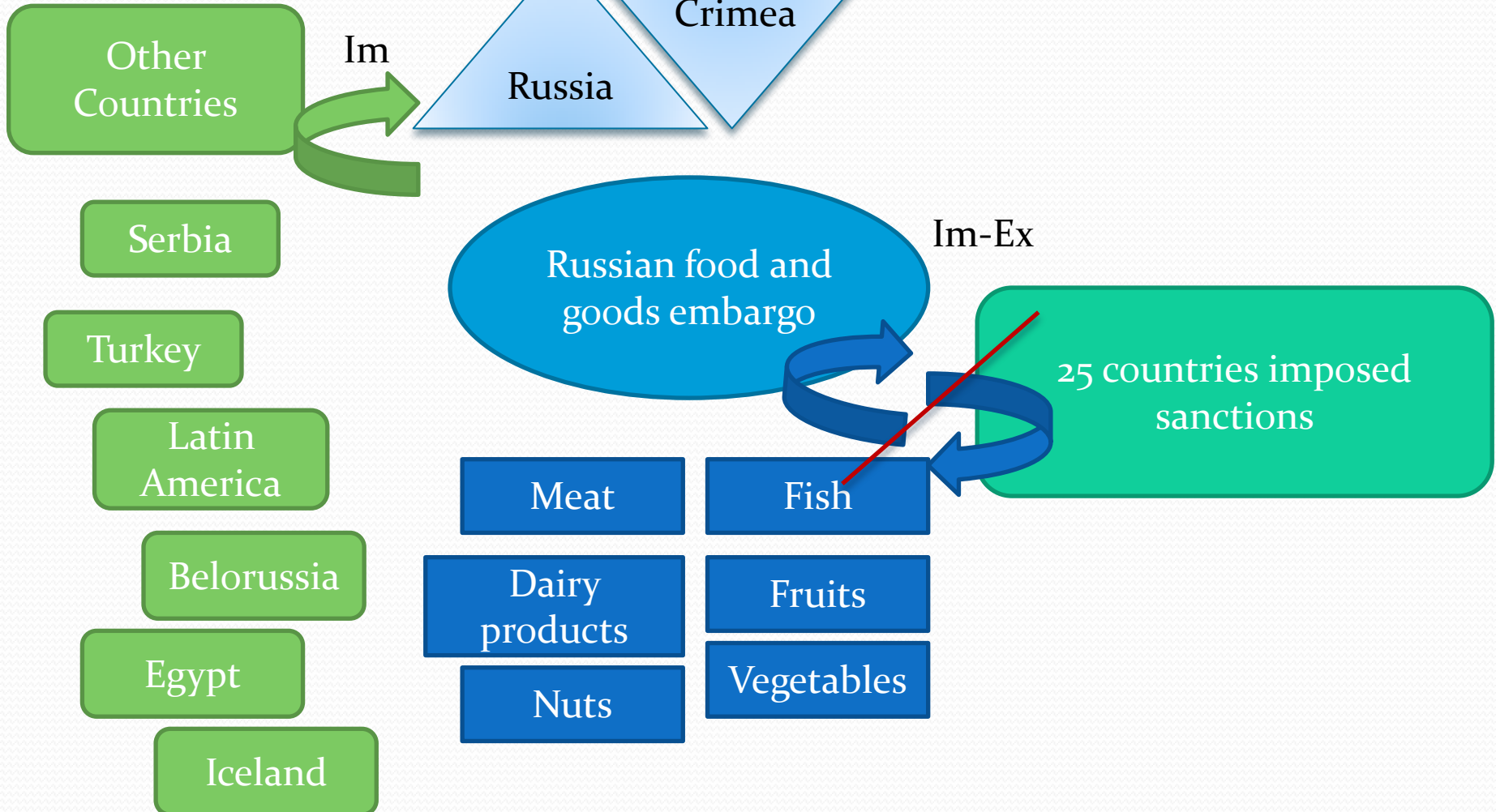
# Sanctions: Today



# Sanctions: Today



# Sanctions: Today



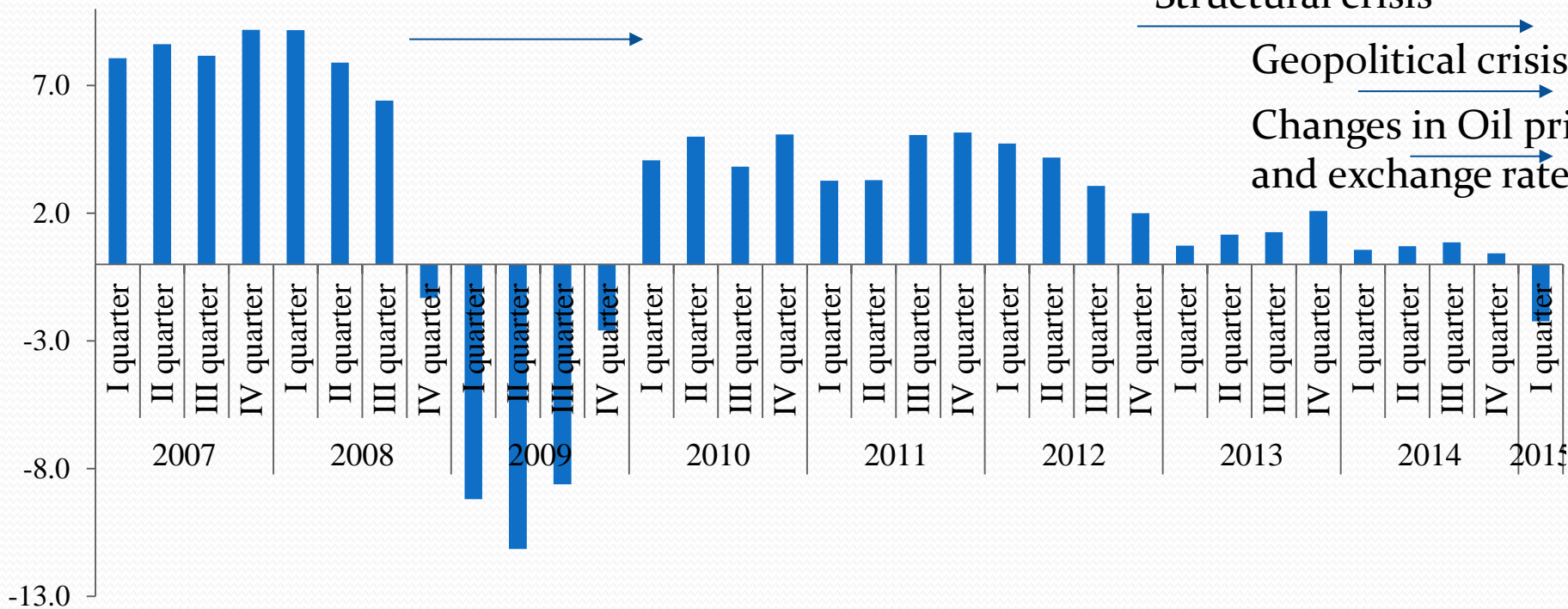
# Russia Financial Crisis 2014-2015

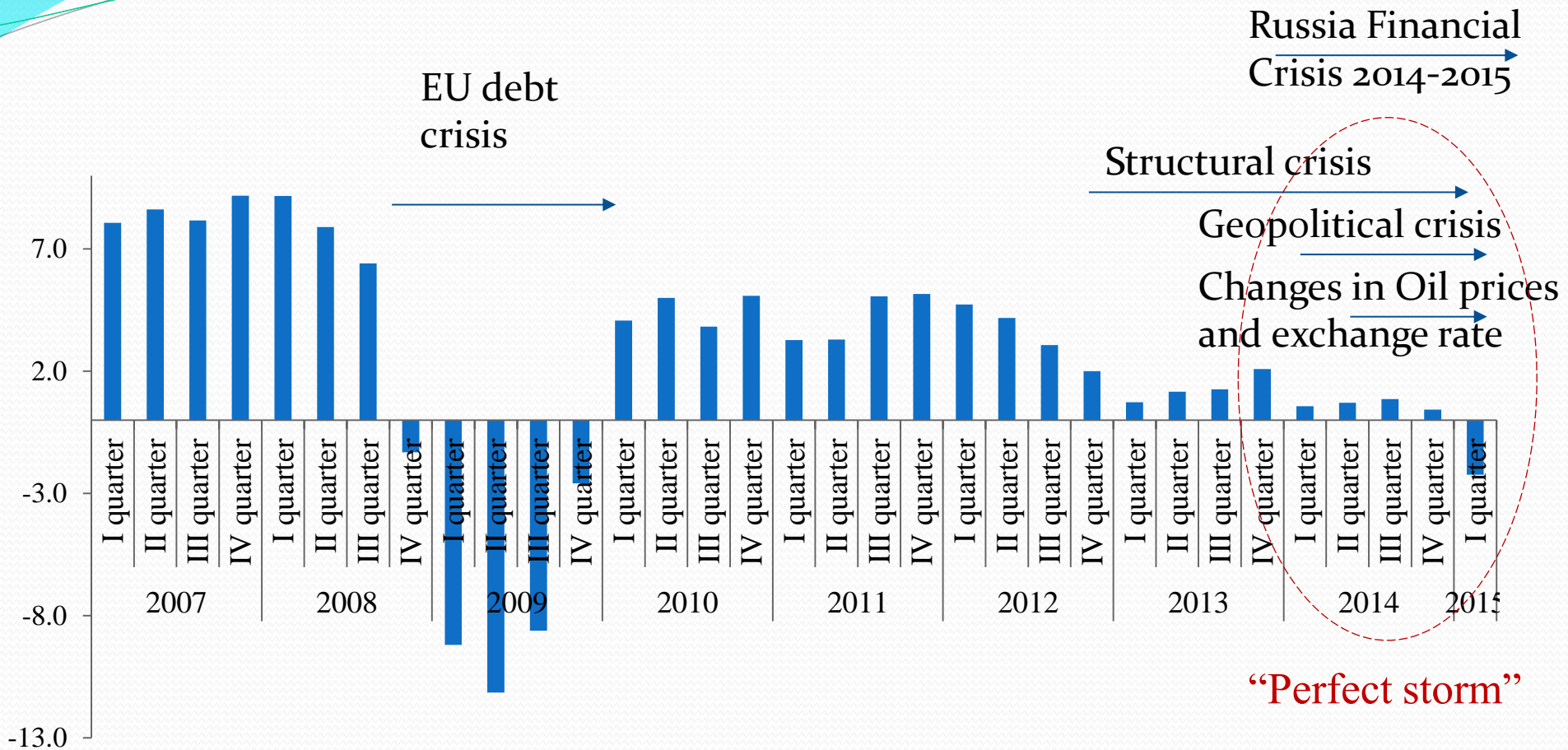
EU debt crisis

Structural crisis

Geopolitical crisis

Changes in Oil prices and exchange rate



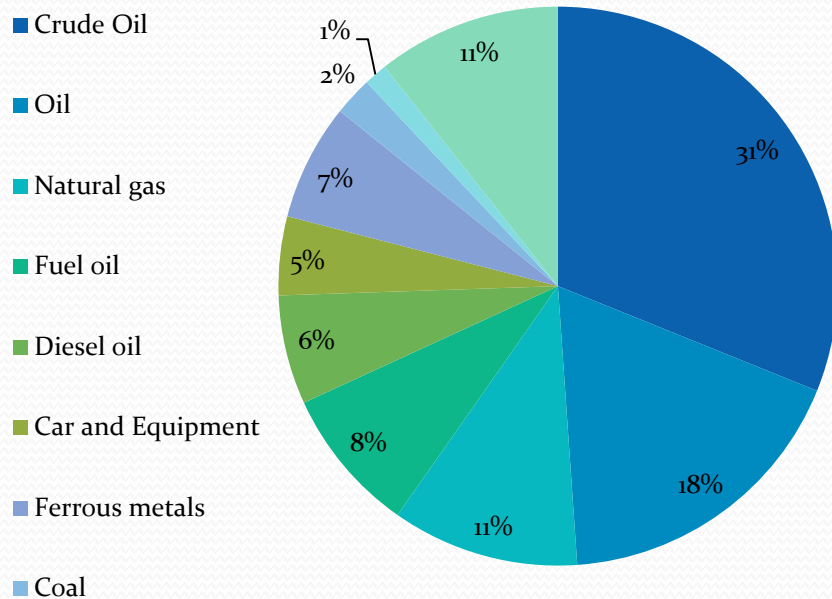


# Structural crisis

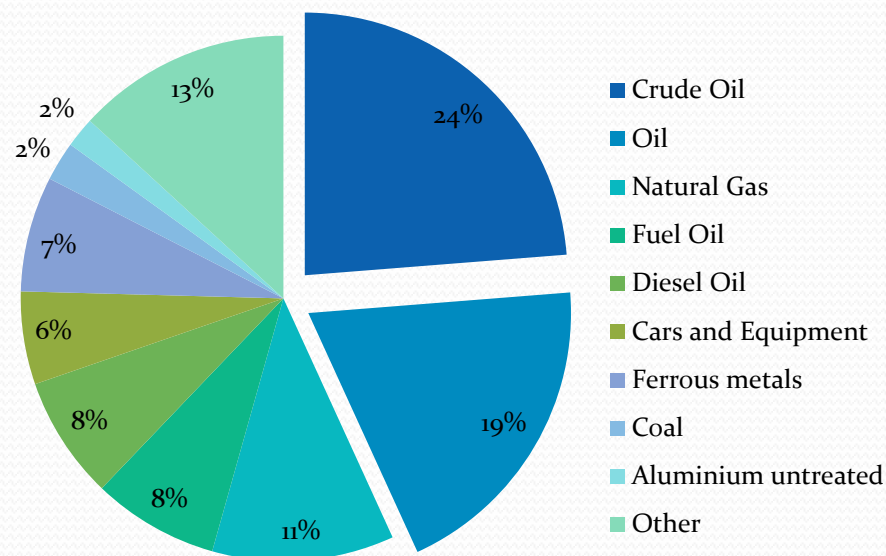
Echo of the World Financial Crisis 2007-2008

Inner Problem of Russia Economy

Export. January-December 2012

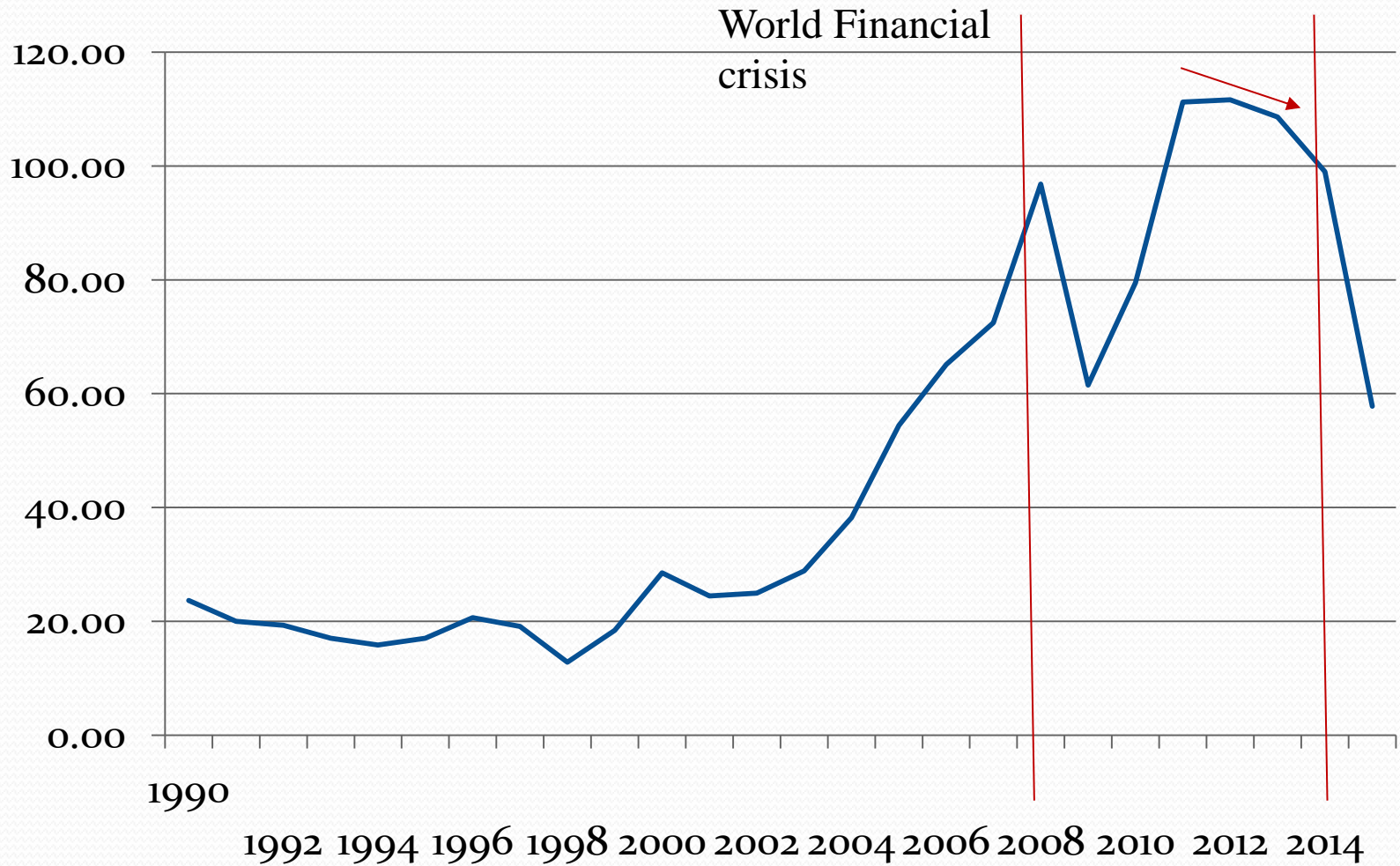


Export. January-May 2015



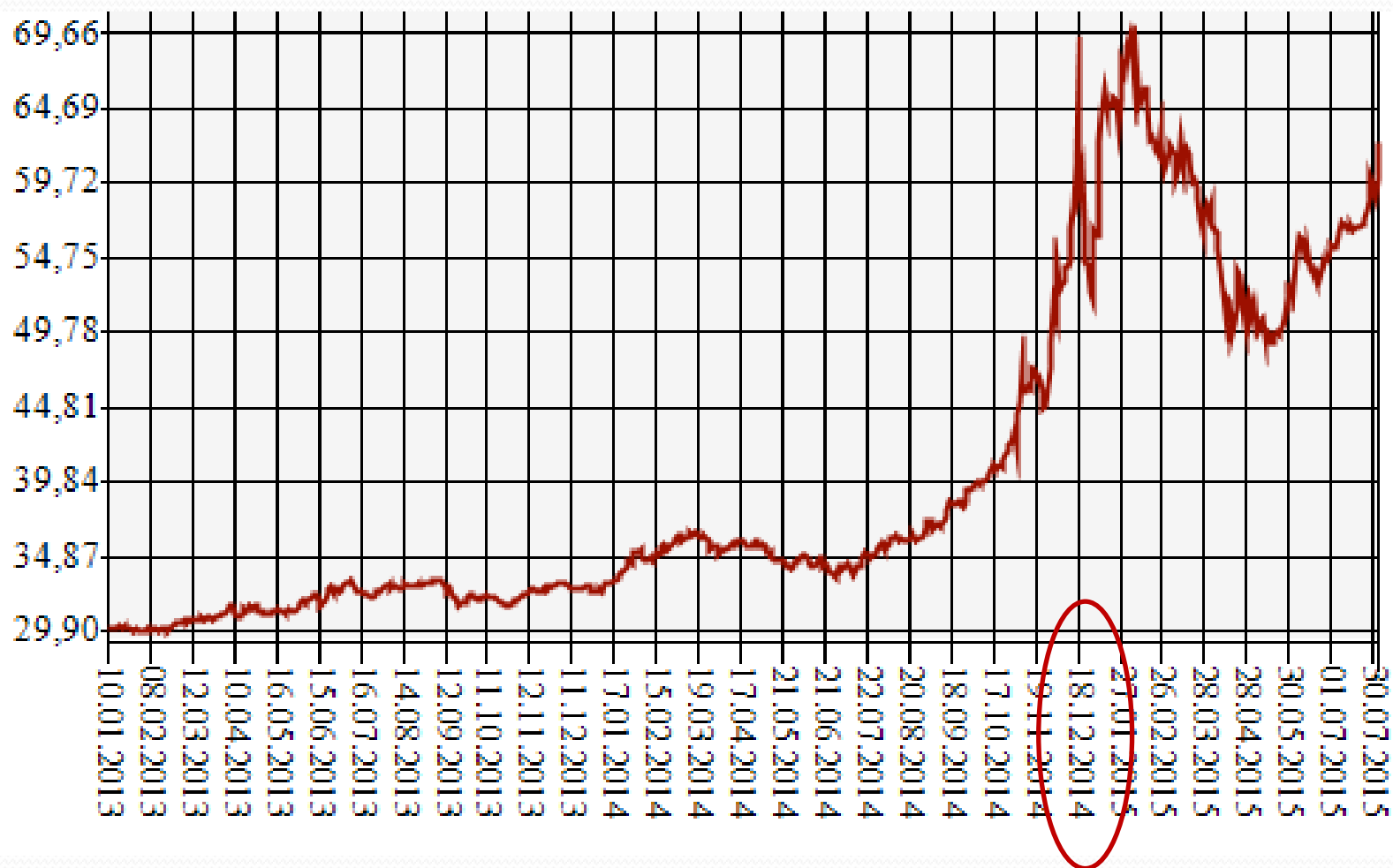
# Europe Brent Spot Price FOB (Dollars per Barrel)

OPEC decisions



Data: EIA data

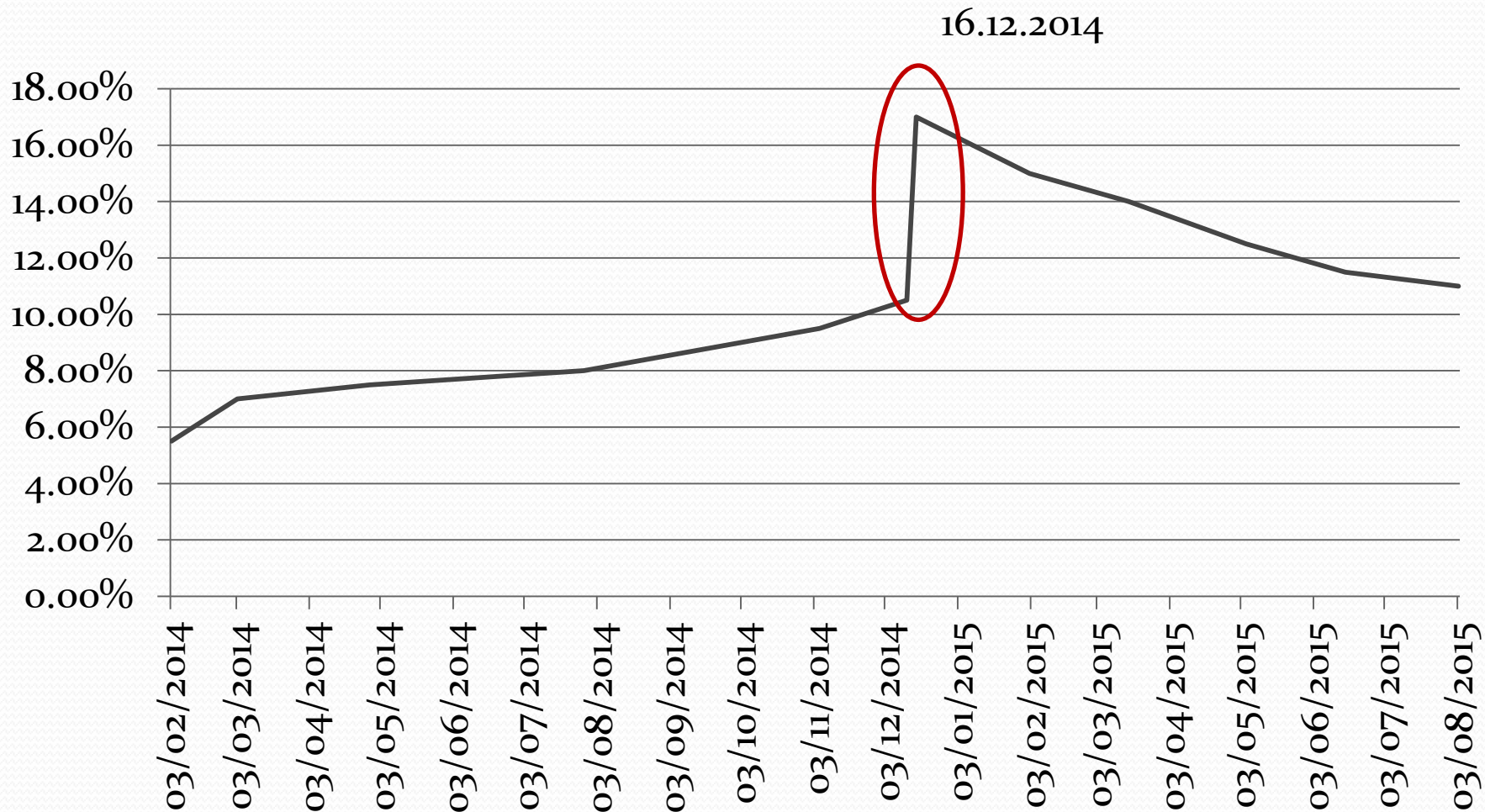
## Exchange Rate. Rubles per Dollar USA



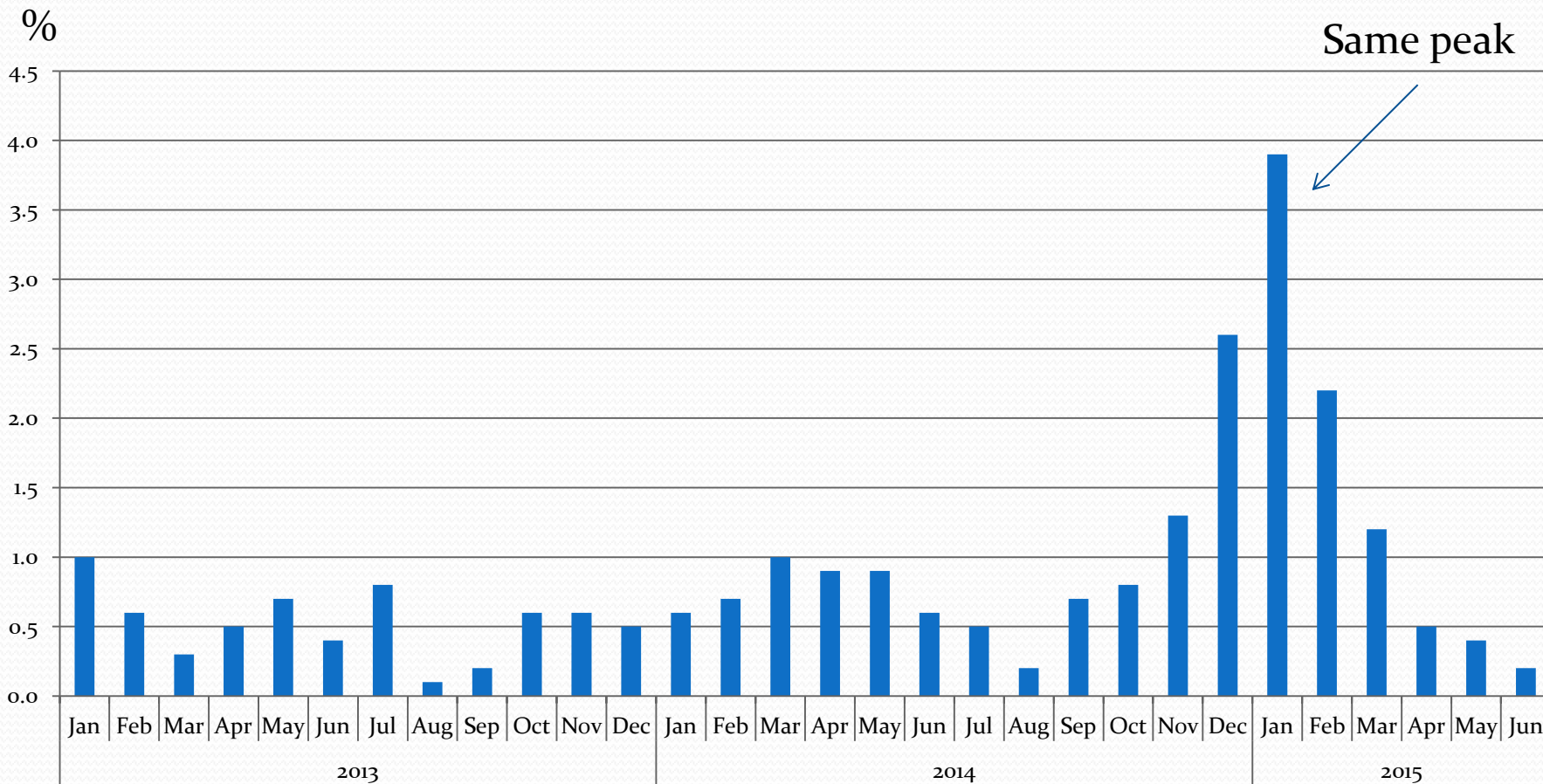
Data: cbr.ru



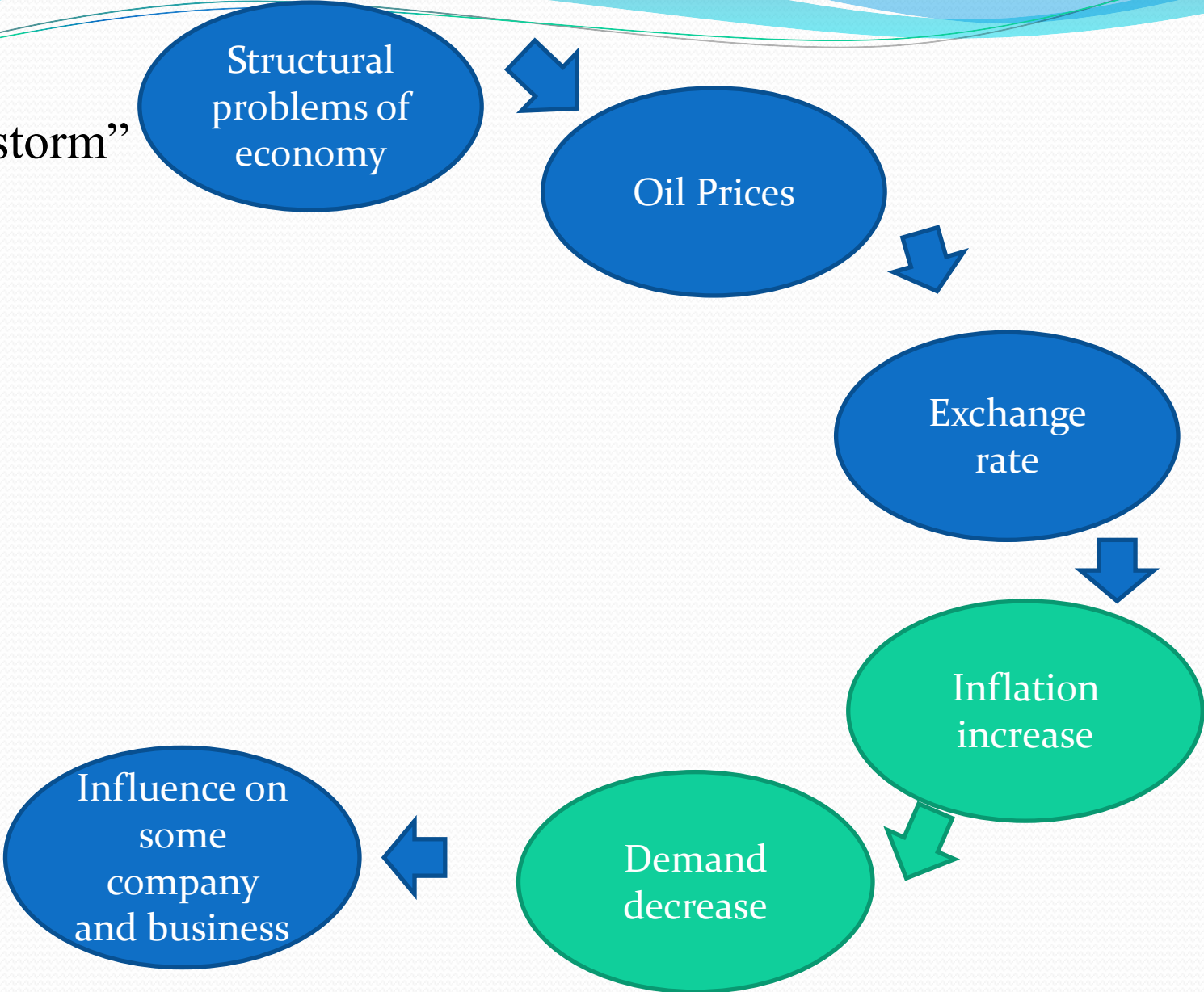
## Russia Central Bank Base Rate



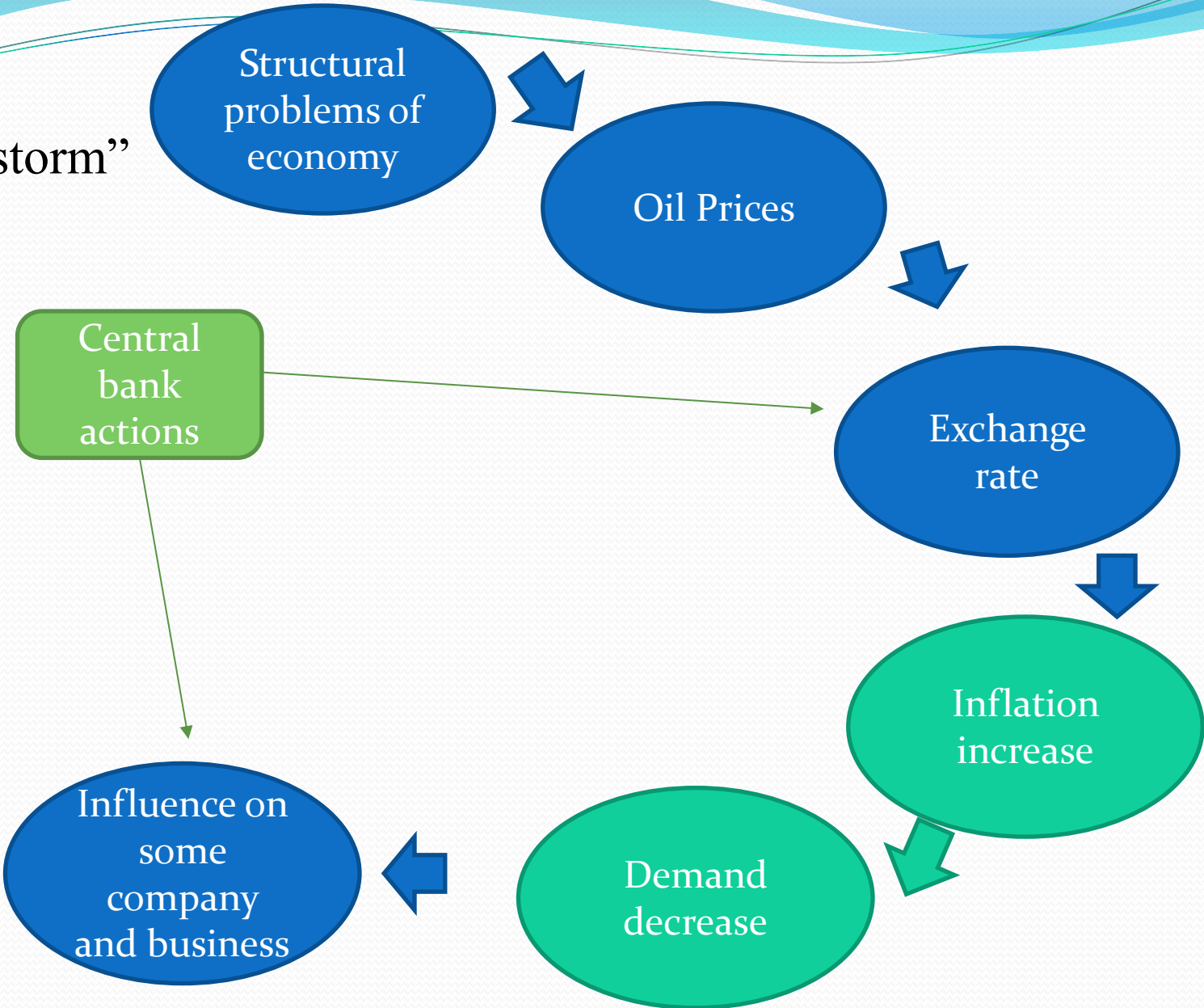
# CPI change, MoM



“Perfect storm”



“Perfect storm”



“Perfect storm”

