

AVRASYA

INCELEMELERI

MERKEZI

CENTER FOR

EURASIAN STUDIES

## **GERMANY'S FREE DEMOCRATS MAY STALL EU REFORM HOPES**

**-** 18.09.2017

## EurActiv (18 September 2017)

Were the FDP to reprise its historic role as junior coalition partner to Chancellor Angela Merkels centre-right CDU/CSU, it would bring its staunch opposition to more financial transfers between European Union member countries.

That may ensure that mounting momentum behind reform of the bloc breaks on resistance from Berlin.

The stakes are high in an election race where the winner seems certain and all eyes are on four smaller parties, each polling at around 10%.

With Merkels party far ahead in the polls, but unlikely to gain an absolute majority, the chancellor will need to partner with one or more of the smaller parties 

unless she wants to continue a loveless grand coalition with the centre-left Social Democrats (SPD).

She has ruled out working with the anti-immigration Alternative for Germany (AfD), or with the farleft Die Linke, which leaves the FDP and Greens battling for a potential junior role.

Germany's AfD picks election drive leaders, shift to right

The anti-immigrant Alternative for Germany (AfD) party on Sunday (23 April) chose a tough-talking former member of Chancellor Angela Merkels conservatives and an economist to lead its campaign for a September election in a line-up likely to drag the group further right.

FDP secretary-general Nicola Beer says the goal is clear: The decisive question for this election will be which party is the third largest.

Cautious Merkel has left her options open, signalling to both the pro-business FDP and the left-leaning Greens that there could be a place for them at the cabinet table after the 24 September vote.

If the FDP joined a CDU government, eurozone reform would be dead in the water, economist Christian Odendahl of the Centre for European Reform said, labelling it the most dangerous coalition for the euro.

## Order above all

More than any other party, the FDP worships at the traditional German altar of economic Ordnungspolitik [] setting clear market-based rules and then applying them strictly no matter the cost.

At the European level, that translates into a rejection of any plans for a common eurozone budget to cushion the impact of economic crises, or a European Monetary Fund to make emergency loans.

Such ideas have been ping-ponging between French and German leaders since the election of President Emmanuel Macron in May ignited a surge of confidence in the EUs future among the continents elite.

I fear Chancellor Merkel and President Macron agree on new pots of money to create gigantic fiscal transfers \* that wont happen with us, FDP leader Christian Lindner told Der Spiegel magazine last week.

The party would refuse to join a governing coalition that didnt include a tough line on Europe, he added.

Free Democrats are sharply critical of the bailouts that have kept Greece in the euro despite its mountain of debt.

Their manifesto calls for a state bankruptcy procedure for the eurozone that could lead to nations leaving the single currency.

Leading lights of the FDP recognise that among other departures from the partys DNA, the first chapters of the Greek bailout epic were written while it was Merkels junior partner between 2009 and 2013.

It was no longer clear what we Free Democrats stood for under the last coalition, said Beer.

Thats a mistake we wont make again.

To Russia with love

Germanys ties with its immediate neighbours might not be its only change of stance under a blackyellow coalition, the term for a CDU-FDP pairing in the nations colour-coded politics.

Calls for rapprochement with Russia have been heard across the political spectrum during the campaign.

The run-up to the vote has seen massive criticism of former Social Democratic chancellor Gerhard Schröder for accepting a job on the board of energy firm Rosneft.

Russia sanctions should be phased out if Ukraine ceasefire holds: Germany's Gabriel

European sanctions imposed on Russia over its role in the Ukraine crisis should be phased out gradually if an internationally agreed ceasefire deal was implemented, German Foreign Minister

Sigmar Gabriel said yesterday (11 September).

The conflict between Ukrainian forces and Russian-backed separatists has claimed more than 10,000 lives since it erupted in 2014.

Germany and France have ...

Controversially, he has suggested that the EU temporarily accept Russias annexation of the Crimea from Ukraine and dismantle economic sanctions.

Most mainstream politicians, including Merkel, insist that Moscow must fulfil the terms of the Minsk accords hammered out between France, Germany, Russia and Ukraine before sanctions are lifted.

For now, such clashes loom far off in the future for Lindner and his team.

They are betting on black-and-white posters of the photogenic leader, a domestic policy programme stuffed with familiar pro-business measures and tough talk on migration and refugees to boost them past other third-place contenders.

How would you build a country if you were starting from scratch? Lindner asks in one of the FDPs punchy video spots.

In Germanys European and foreign policy, the question may be closer to being answered than allies would like come next week.

Kaynak/Source: