2) creation of common principles of functioning of the economy of the member States and their effective interaction;

3) providing for the conditions for the increase of the internal stability of the economy of the member States, including macroeconomic stability, as well as resistance to external effects;

4) development of common principles and guidelines for social and economic development of the member States.

4. Implementation of the main directions of coordinated macroeconomic policy shall be carried out in accordance with the Annex 14 hereto.

Article 63
Main Macroeconomic Indicators Determining Sustainability of Economic Development

Member States form the economic policy within the following quantitative parameters of macroeconomic indicators determining sustainability of economic development:

annual deficit of consolidated general governmental budget - does not exceed 3 percent of gross domestic product;

general governmental debt - does not exceed 50 percent of gross domestic product;

inflation rate (consumer price index) on annual basis (from December to December of the previous year, in percentage) - does not exceed by more than 5 percentage points the inflation rate in the member State where this index is the lowest.

SECTION XIV
MONETARY POLICY

Article 64
Purposes and Principles of Coordinated Monetary Policy

1. Member States for the purposes of deepening economic integration, development of cooperation in the monetary and financial field, ensuring free movement of goods, services and capital in the territories of the member States, enhancing the role of national currencies of the member States in foreign trade and investment transactions as well as providing mutual convertibility of these currencies, shall develop and carry out coordinated monetary policy based on the following principles:

1) gradual implementation of harmonization and convergence of approaches to the formation and conduction of the currency policy to the extent where it corresponds the current macroeconomic integration cooperation demand;

2) creation the necessary organizational and legal conditions at national and intergovernmental levels for the integration processes development in the monetary field, coordination and correlation of monetary policy;

3) prevention of actions in the monetary field that may adversely affect the integration processes development, and in case of its forced application - minimization of the consequences of such actions;

4) economic policy aimed at increasing confidence as regards national currencies of the member States both in the domestic market of each member State as well as in the international monetary markets.

2. For the purposes of the coordinated monetary policy the member States shall implement the measures in accordance with the Annex 15 to the Treaty.

3. Coordination of the exchange rate policy is carried out by a separate body that consists of the heads of national (central) banks of the member States and its operation procedures are determined by the international treaty within the EAEU.

4. Correlated approaches are used by the member States in respect of monetary relations regulation and adoption of liberalization measures shall be determined under an international agreement within the EAEU.

SECTION XV

TRADE IN SERVICES, ESTABLISHMENT, ACTIVITIES AND INVESTING