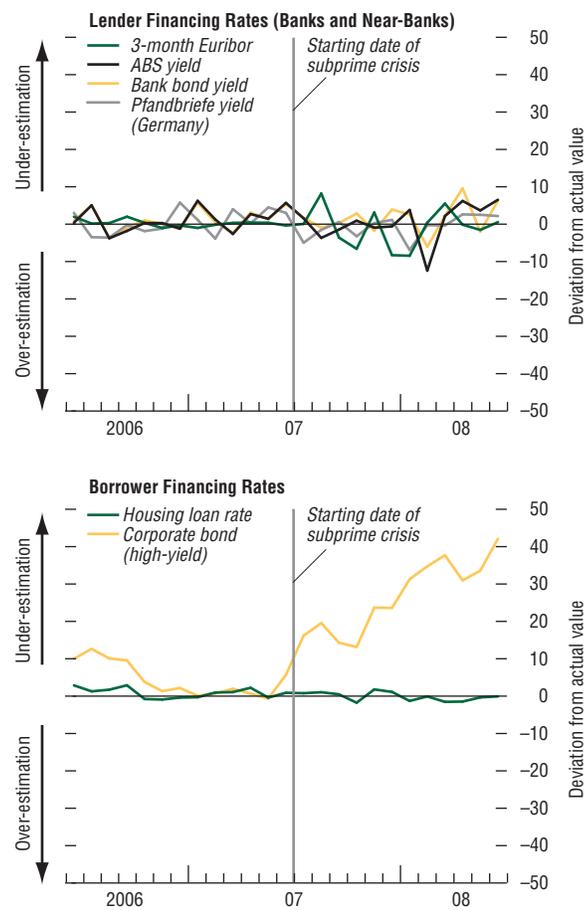


**Figure 2.14. Summary Chart: Accuracy of Forecasts — Euro Area Model, 2006–08**  
(In percent)



Source: IMF staff estimates.

Note: Forecast error represents deviation (in percent) of dynamic (out-of-sample) Vector Error Correction Mechanism (2,3) forecast estimate from actual market rates (based on six-year rolling window, starting in May 1999). The estimation algorithm includes the change of core deposits of commercial banks as seasonal control variable. ABS = asset-backed security.