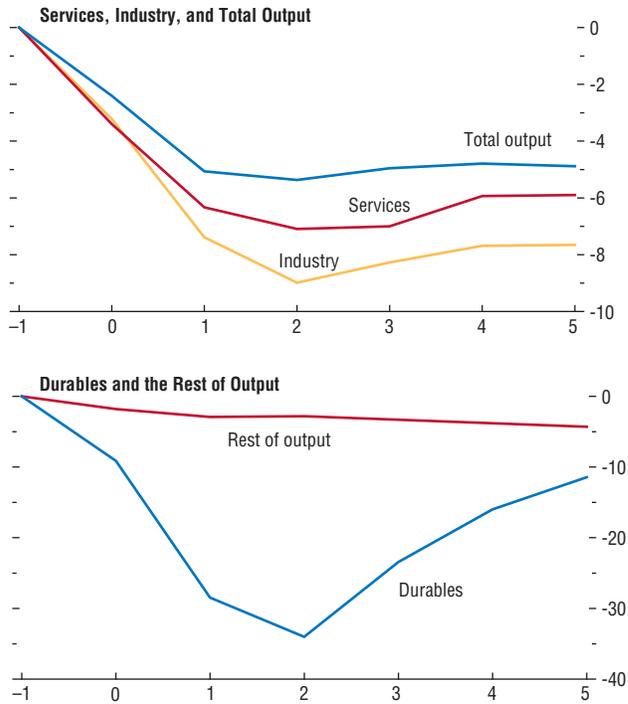


Figure 4.16. The Postcrisis Evolution of Various Components of GDP

(Percent deviation from normal; years on x-axis; crisis begins at $t = 0$)

Crises are followed by roughly equal declines in services and industry. The postcrisis decline in investment in machinery and equipment, on the other hand, is much deeper than for the rest of output.



Source: IMF staff calculations.

Note: The estimated impulse response function is based on contemporaneous and lagged crises and country and time dummies.