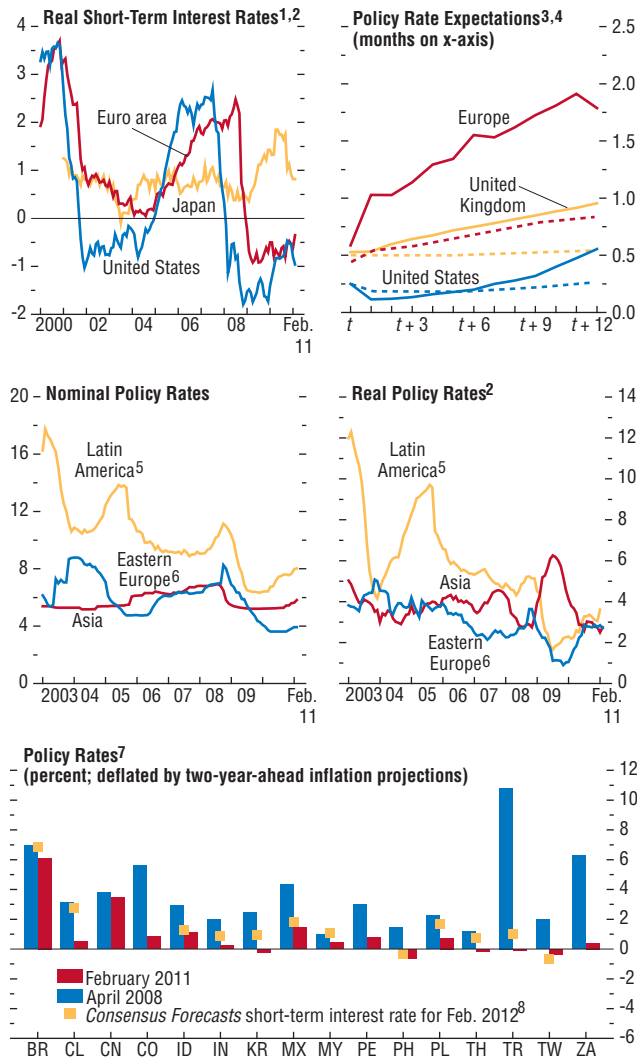


## Figure 1.11. Measures of Monetary Policy and Liquidity in Selected Advanced and Emerging Economies

(Percent, unless noted otherwise)

Short-term real interest rates are appropriately low in many advanced economies and not expected to rise much over the coming year. However, interest rates appear low in many emerging market economies as well. Significant policy rate hikes are generally not expected over the coming year.



Sources: Bloomberg Financial Markets; Consensus Economics; Eurostat; Haver Analytics; and IMF staff calculations.

<sup>1</sup>Three-month treasury bill.

<sup>2</sup>Relative to core inflation.

<sup>3</sup>Expectations are based on the federal funds rate for the United States, the sterling overnight interbank average rate for the United Kingdom, and the euro interbank offered forward rates for Europe; updated April 4, 2011.

<sup>4</sup>Dashed lines are from the October 2010 WEO.

<sup>5</sup>Argentina, Brazil, Chile, Colombia, Mexico, and Peru.

<sup>6</sup>Bulgaria, Hungary, Latvia, Lithuania, and Poland.

<sup>7</sup>BR: Brazil; CL: Chile; CN: China; CO: Colombia; ID: Indonesia; IN: India; KR: Korea; MX: Mexico; MY: Malaysia; PE: Peru; PH: Philippines; PL: Poland; TH: Thailand; TR: Turkey; TW: Taiwan Province of China; ZA: South Africa.

<sup>8</sup>As of February 2011; overnight interbank rate for Turkey.