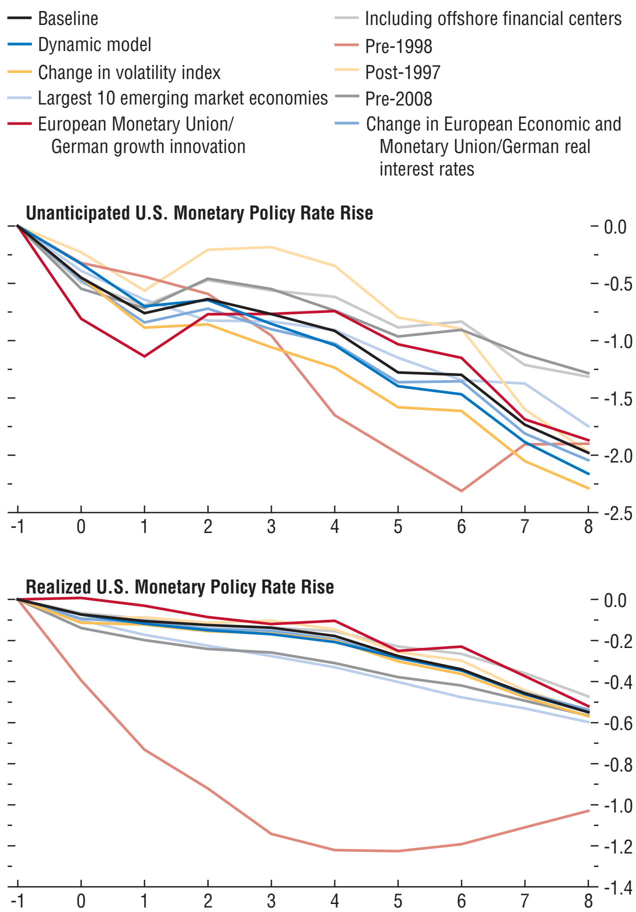
Figure 4.24. Robustness Checks for the Difference in Response of Net Private Capital Flows to Directly Financially Exposed Emerging Market Economies

(Percent of GDP)

The main result of a negative additional effect of U.S. monetary tightening on net flows to emerging market economies that are directly financially exposed to the United States (relative to those that are not) continues to hold under alternative robustness checks.



Source: IMF staff calculations.
Note: The dependent variable is total net private capital flows in percent of GDP. The *x*-axis shows the number of quarters after an impulse. The impulse at quarter zero is a permanent U.S. monetary policy rate rise, normalized to a 1 standard deviation unanticipated rate rise for the economy at the group's average financial exposure. Discussion of the various robustness checks is in Appendix 4.4.