



Tenth Annual  
**OECD/World Bank/IMF**  
**Bond Market Forum**

*Secondary Market Liquidity in Domestic Debt Markets*

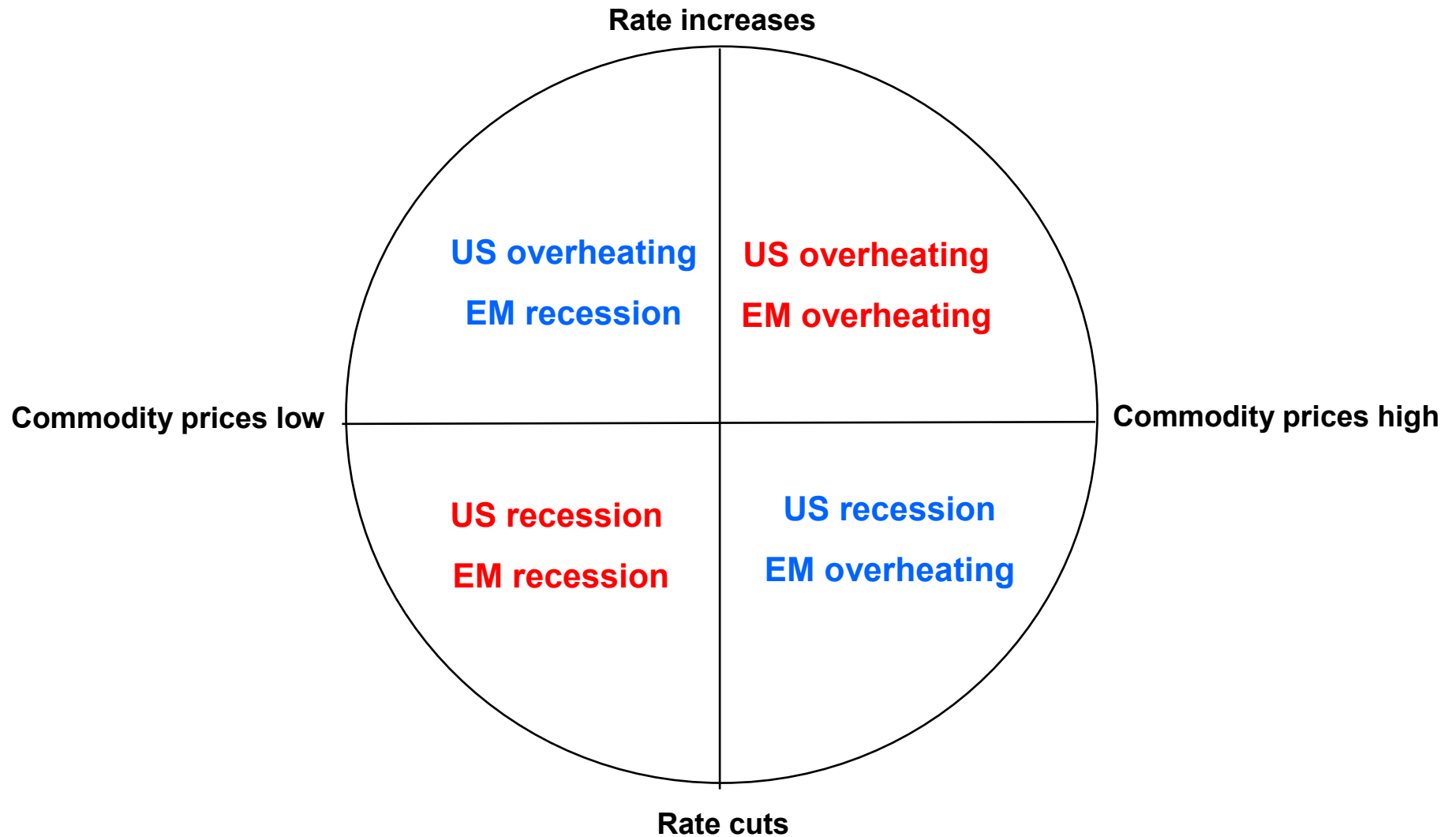
April 29–30, 2008  
Washington, D.C. • IFC Auditorium

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# The Wheel of Misfortune

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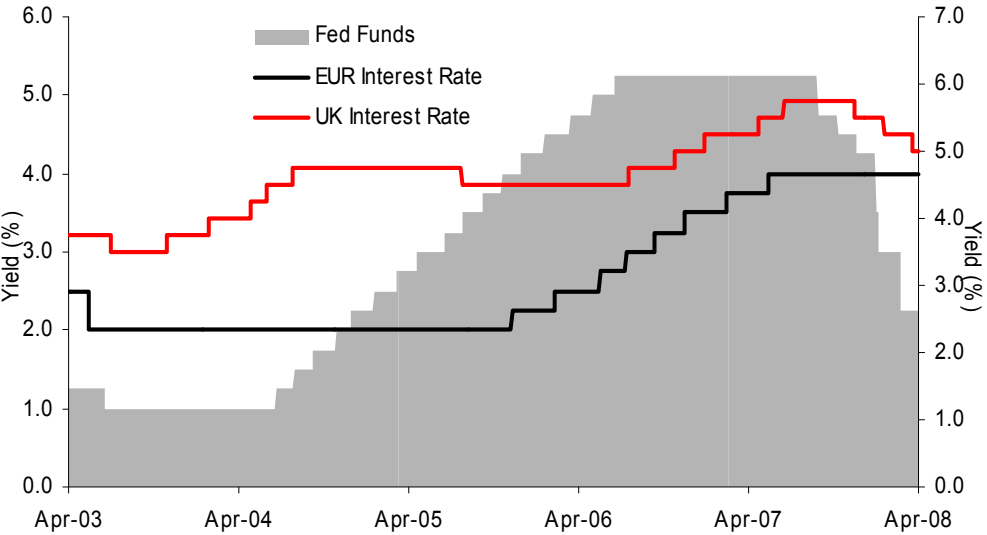


■ Areas of Harmony, US monetary policy good for all

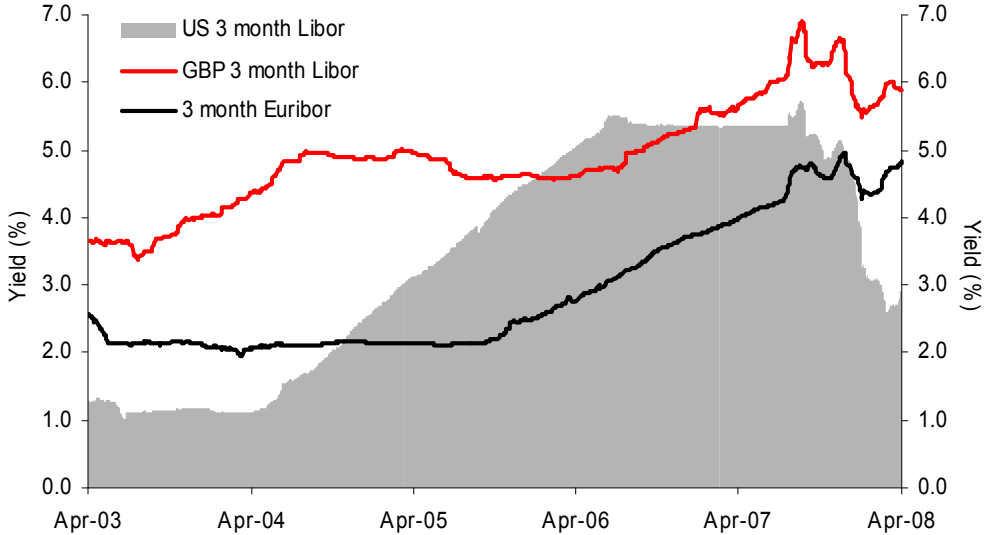
■ Areas of dissonance, US monetary bad for others

# Overview of Global Interest Rate Environment

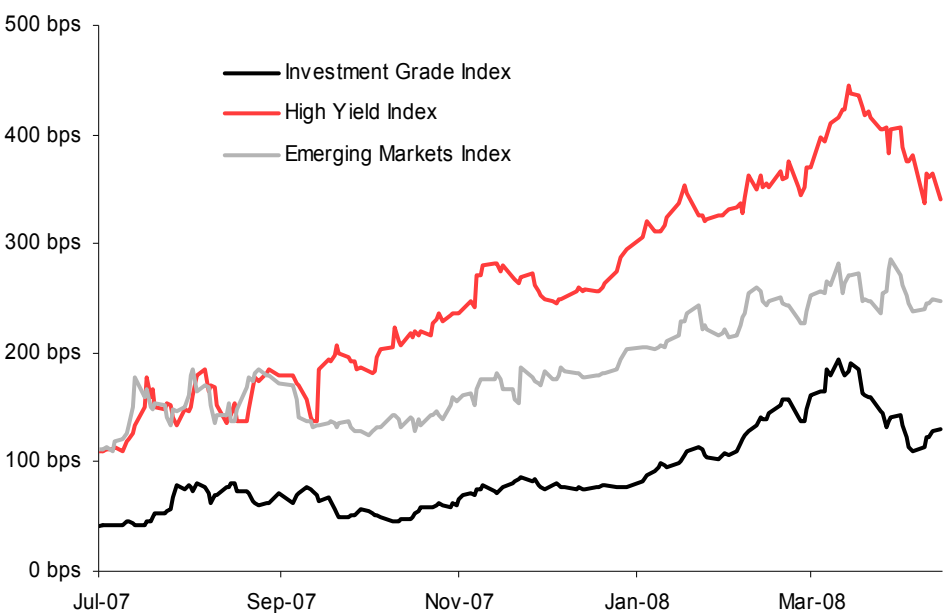
**Global Interest Rates – Divergent Monetary Trends**



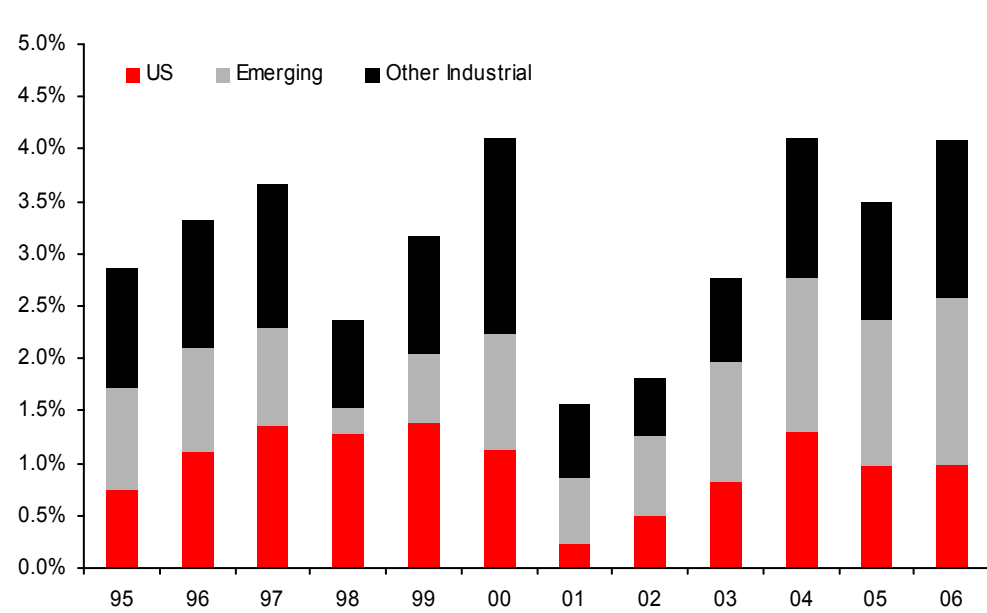
**Global Libor Rates – Reflection of the Liquidity Squeeze**



**CDS Spreads – Alert to Divergence**



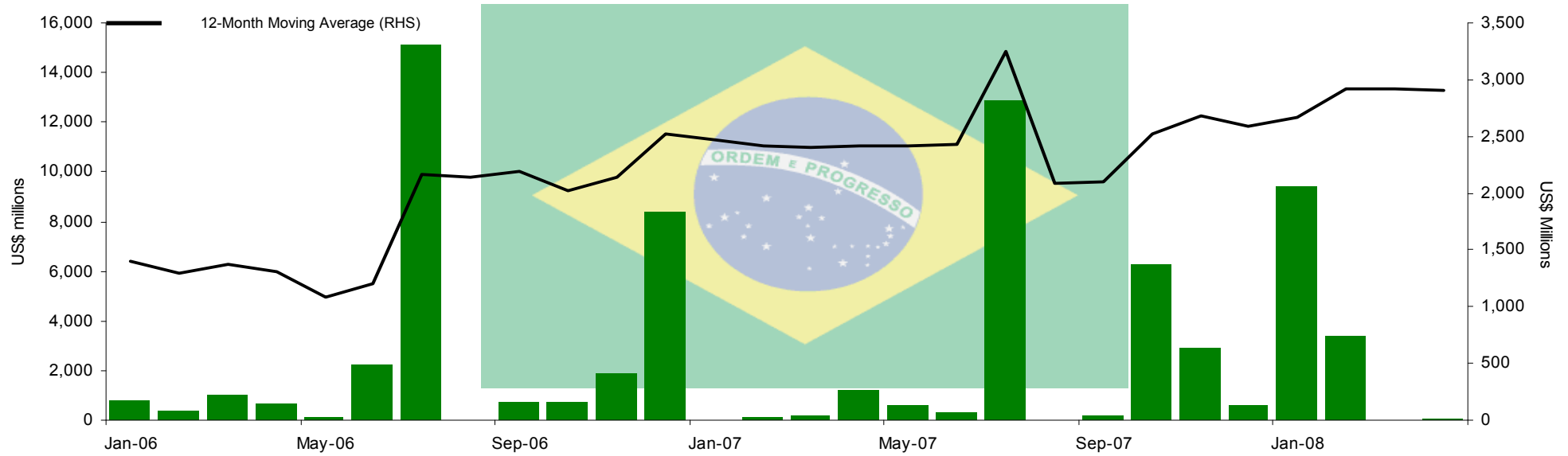
**Global Growth Contributors**



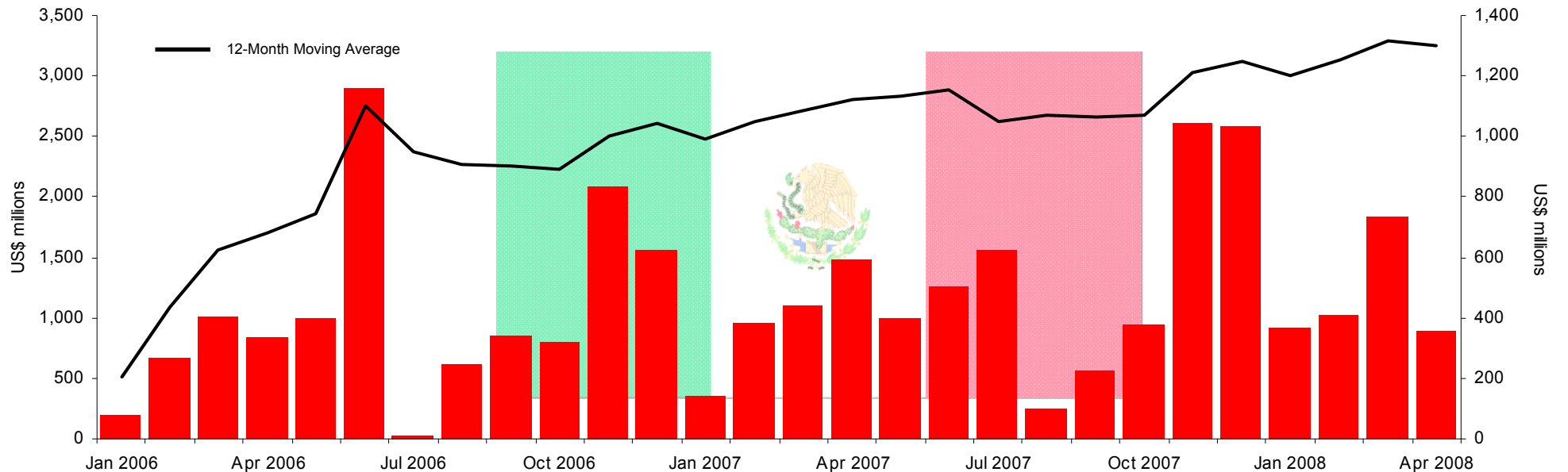
Source: Bloomberg and HSBC Research. Data as of April 2008.

# Domestic Markets in Brazil and Mexico – Holding Steady

## New Issuance Activity in the Brazilian Local Market



## New Issuance Activity in the Mexican Local Market



Source: Bloomberg and HSBC Research. Data as of April 2008.

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