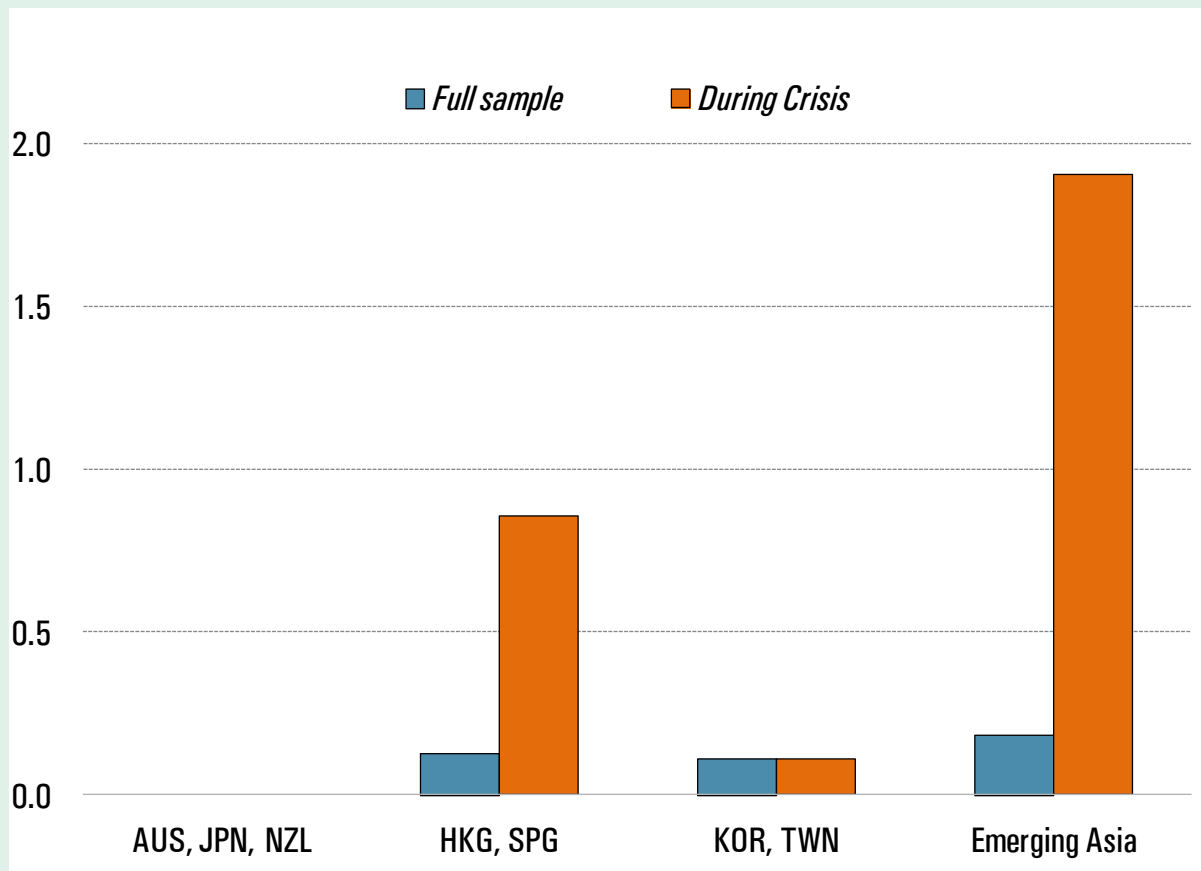


Figure 1.1.1. Impact of Equity Inflows on Equity Return¹

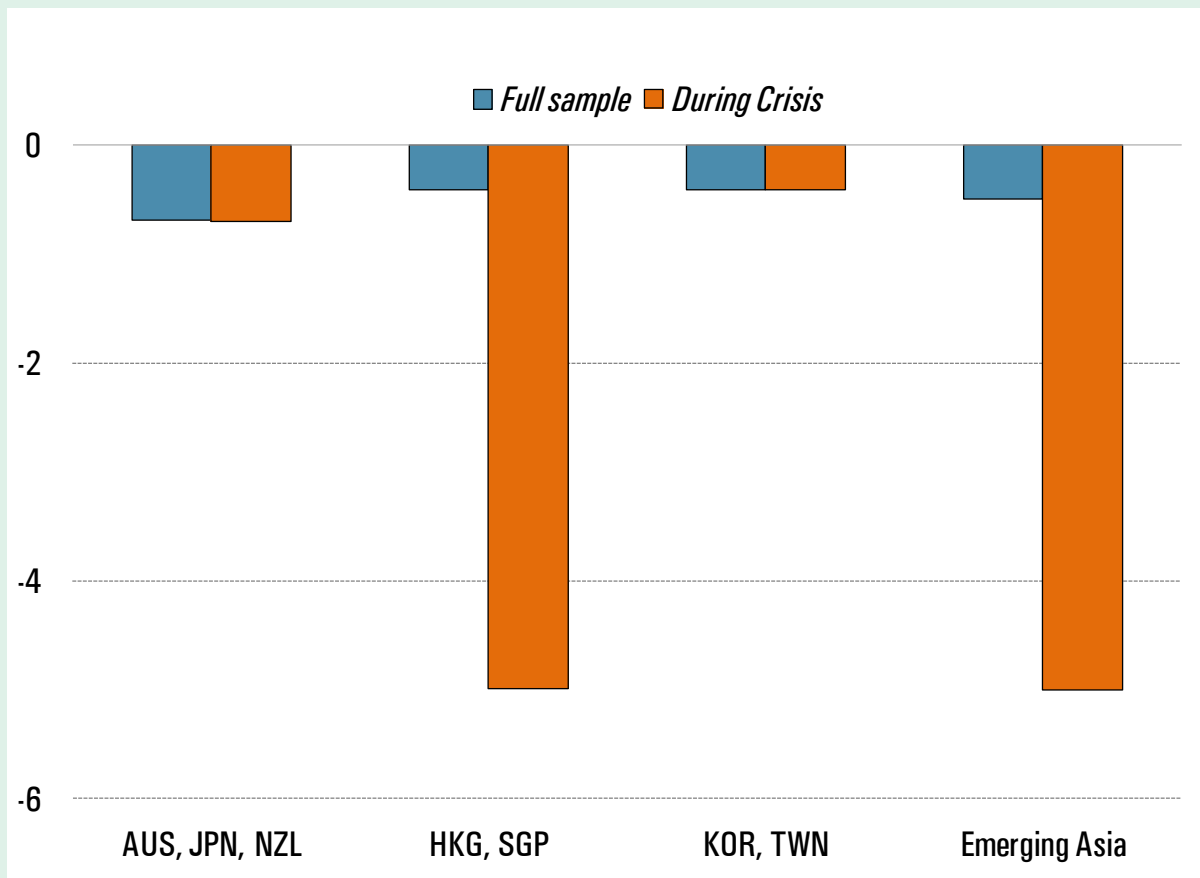
(Percentage point change in equity returns per one standard deviation increase in equity flows)



Source: IMF staff estimates.

¹ Emerging Asia includes, China, India, Indonesia, Malaysia, the Philippines, and Thailand.

Figure 1.1.2. Impact of Bond Inflows on Change in Bond Yields¹
(Basis point change in bond yields per one standard deviation increase in bond flows)

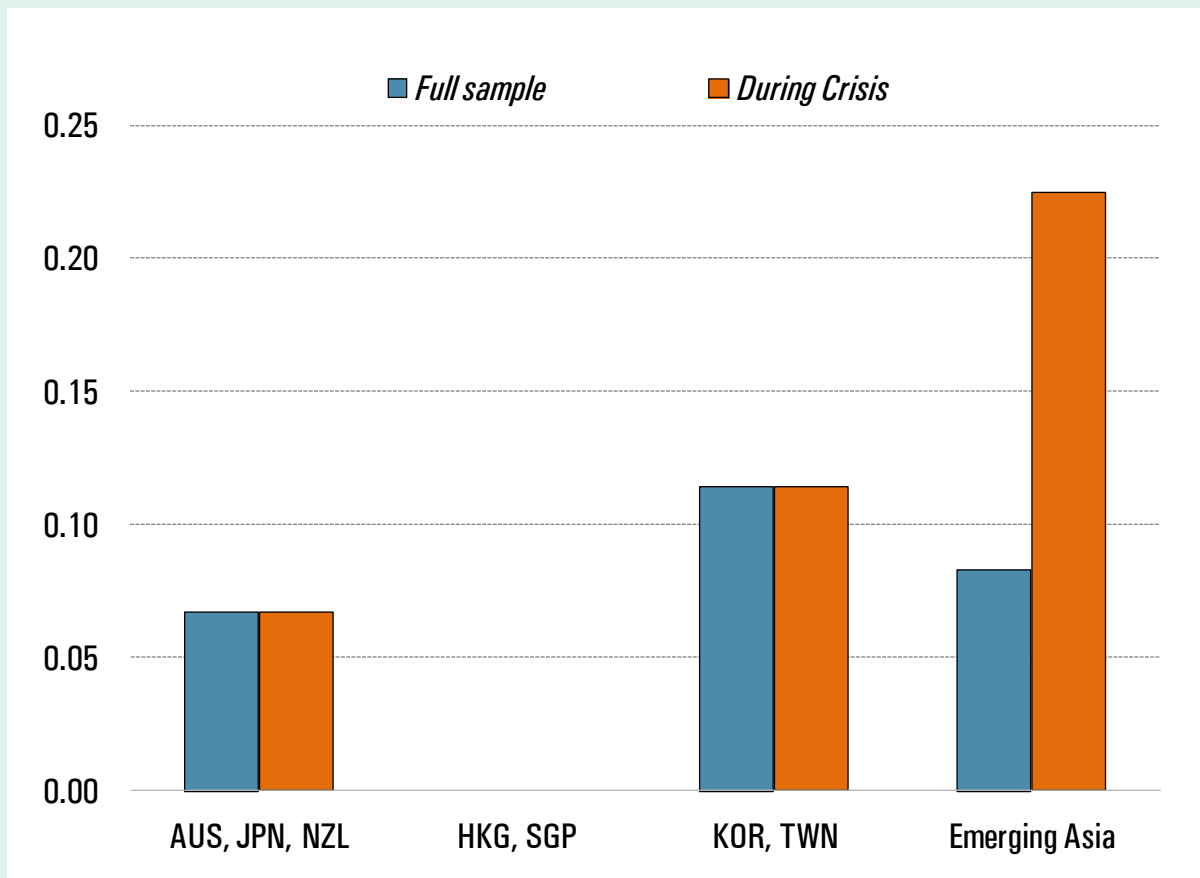


Source: IMF staff estimates.

¹ Emerging Asia includes, China, India, Indonesia, Malaysia, the Philippines, and Thailand.

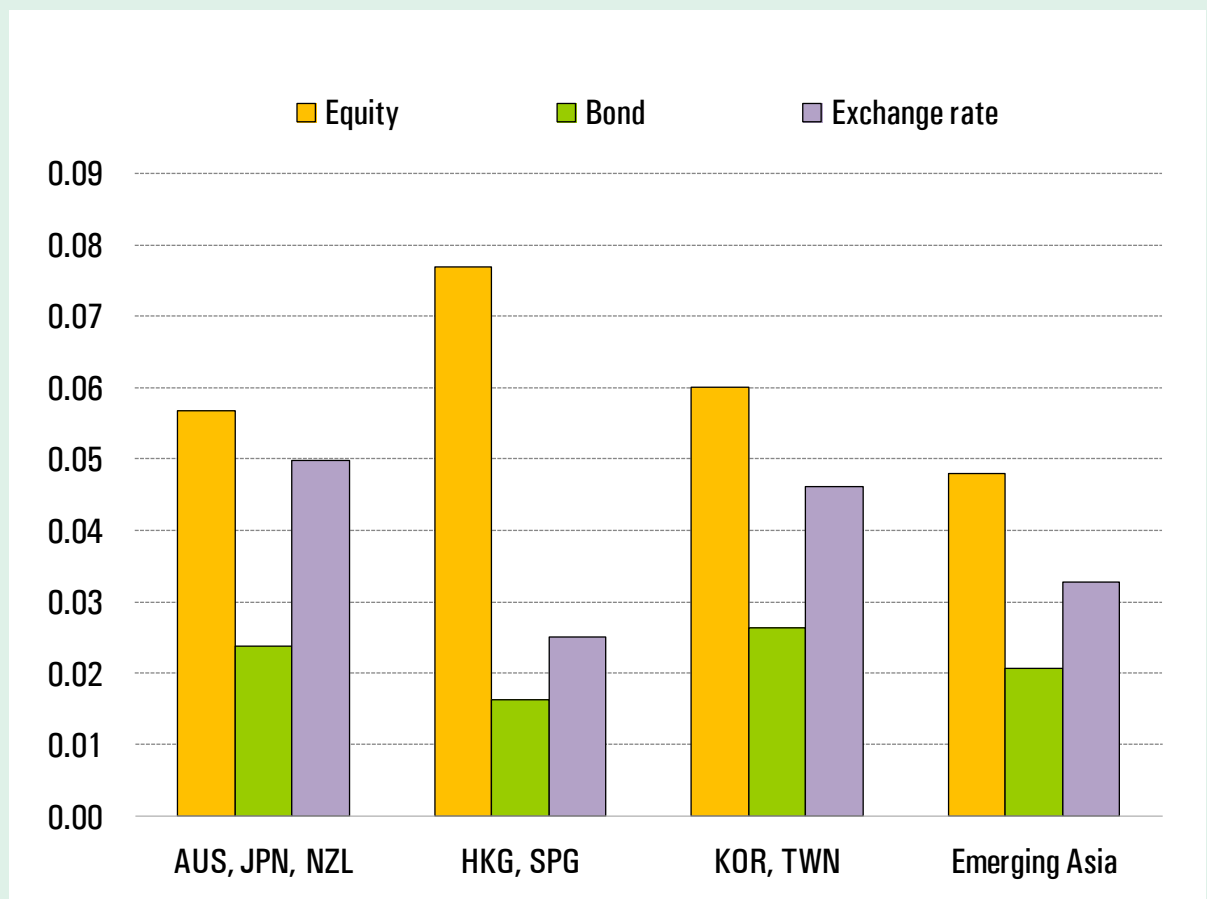
Figure 1.1.3. Impact of Portfolio Flows on Exchange Rate¹

(Percentage point appreciation per one standard deviation increase in portfolio flows)



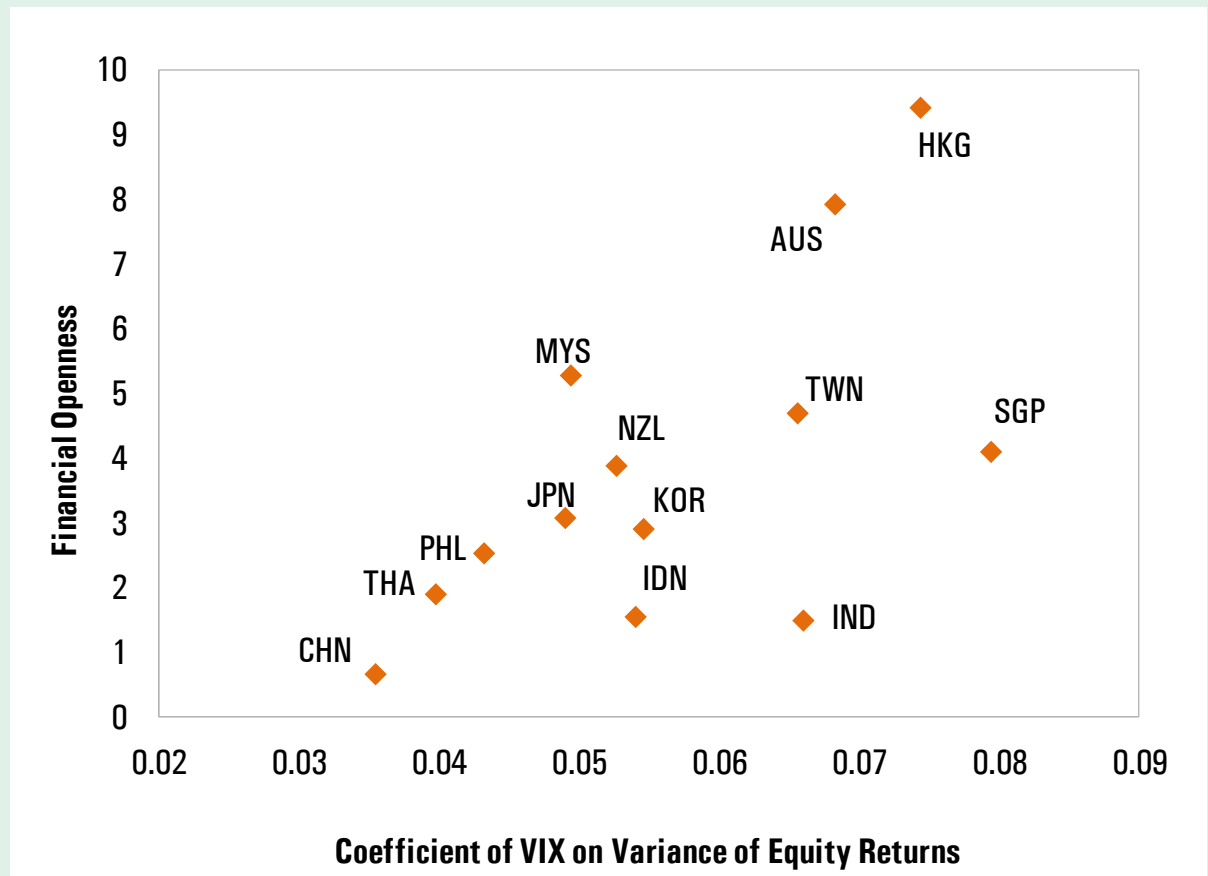
Source: IMF staff estimates.

¹ Emerging Asia includes, China, India, Indonesia, Malaysia, the Philippines, and Thailand.

Figure 1.1.4. The coefficient of the VIX on variance of asset returns¹

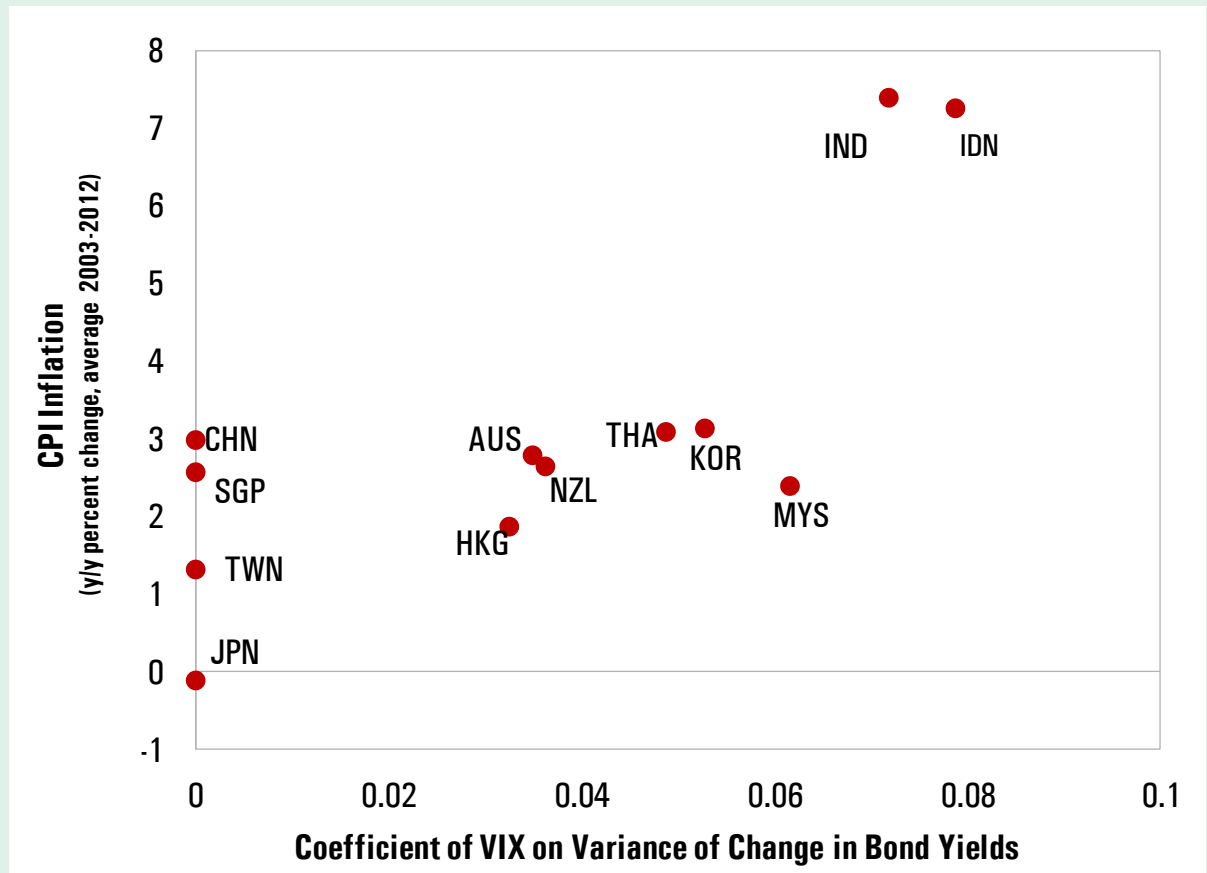
Source: IMF staff estimates.

¹ Emerging Asia includes, China, India, Indonesia, Malaysia, the Philippines, and Thailand.

Figure 1.1.5. Impact of VIX on Equity Volatility vs. Financial Openness¹

Source: IMF staff estimates.

¹Financial openness measured as absolute size of portfolio liabilities to GDP, 2003-12 average.

Figure 1.1.6. Impact of VIX on Bond Volatility vs. Inflation

Source: IMF staff estimates.