Figure 1.26. Impact of QE and QE Tapering Announcements during First Three months on Volatility¹ (In percentage points) Event 1 Event 2 Event 3 10 8 6 2 0 -2 -4 Median **Tapering** Median **Tapering** Median **Tapering** QE impact QE impact QE impact **Equity price volatility** Bond yield volatility **Exchange rate volatility**

Sources: Bloomberg LP; and IMF staff calculations.

¹ QE tapering events 1, 2, 3 corresponds to May 2013, September 2013, and January 2014 (median of weekly changes since the events are shown).