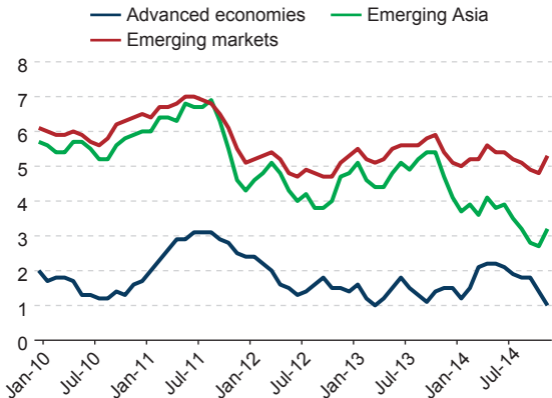


Figure 1.2.1

World: Headline Consumer Price Index Inflation

(Percent, year over year)

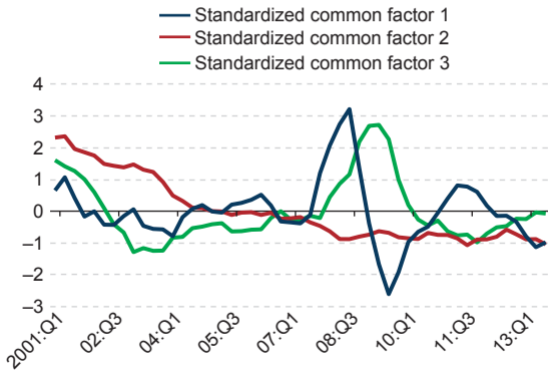


Sources: CEIC Data Co. Ltd.; Haver Analytics; and IMF staff calculations.

Figure 1.2.2

Three Latent Common Factors

(Percent, year-over-year)

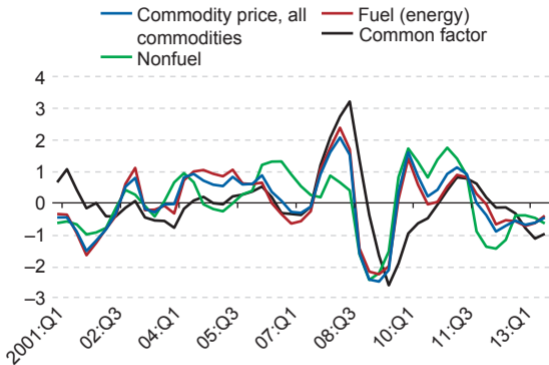


Sources: IMF, World Economic Outlook database; and IMF staff calculations.

Figure 1.2.3

Factor 1 and Commodity Prices

(Percent, year-over-year)



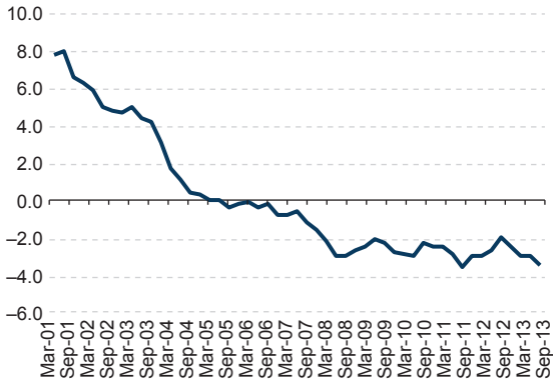
Sources: IMF, World Economic Outlook database; and IMF staff calculations.

Note: All commodity price index, 2005 = 100, includes fuel and nonfuel prices indices; nonfuel price index, 2005 = 100, includes food and beverages and industrial inputs price index; fuel (energy), 2005 = 100, includes crude oil (petroleum), natural gas, and coal price indices.

Figure 1.2.4

Factor 2: Great Inflation Moderation

(Percent, year-over-year)

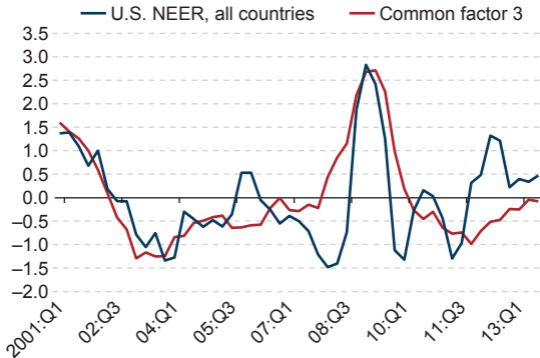


Sources: IMF, World Economic Outlook database; and IM staff calculations.

Figure 1.2.5

Factor 3 and U.S. Nominal Effective Exchange Rate (NEER)

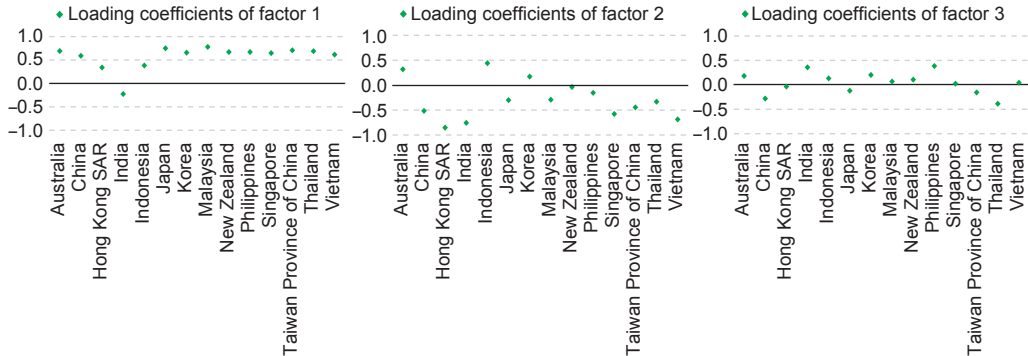
(Percent, year over year)



Sources: IMF, World Economic Outlook database; and IMF staff calculations.

Figure 1.2.6

Loading Coefficients of Factors 1, 2, and 3 in Asia

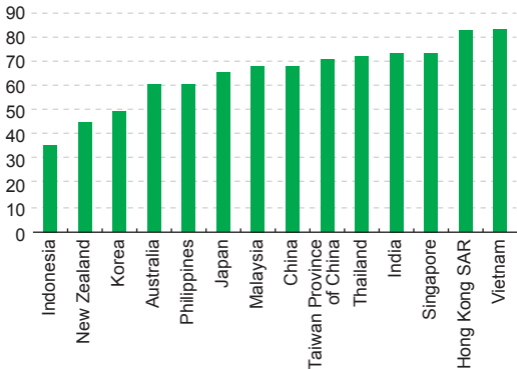


Source: IMF staff estimates.

Figure 1.2.7

Variability of Inflation Explained by the Common Factors

(Percent)



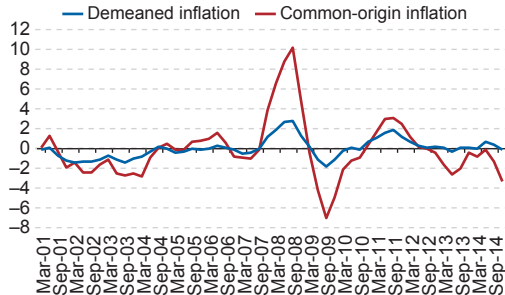
Sources: IMF, World Economic Outlook database; and IMF staff calculations.

Figure 1.2.8

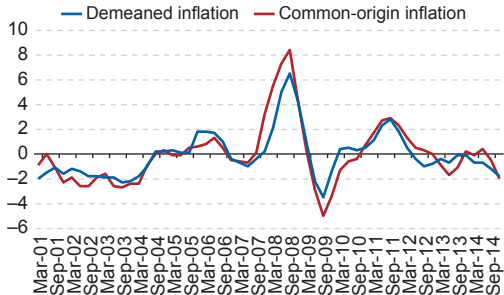
Asia: Actual and Common-Origin Inflation

(Percent)

Advanced Asia¹



Emerging Asia²



Source: IMF staff estimates.

¹ The sample includes Australia, Hong Kong SAR, Japan, Korea, New Zealand, Singapore, and Taiwan Province of China.

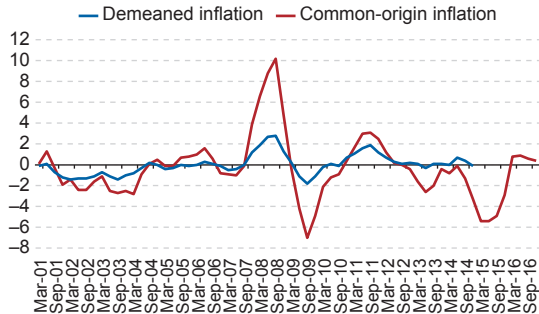
² The sample includes China, India, Indonesia, Malaysia, Philippines, Thailand, and Vietnam.

Figure 1.2.9

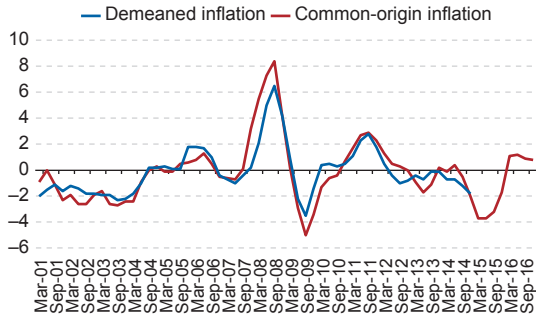
Asia: Actual and Common-Origin Inflation

(Percent)

Advanced Asia¹



Emerging Asia²



Source: IMF staff estimates.

¹ The sample includes Australia, Hong Kong SAR, Japan, Korea, New Zealand, Singapore, and Taiwan Province of China.

² The sample includes China, India, Indonesia, Malaysia, Philippines, Thailand, and Vietnam.