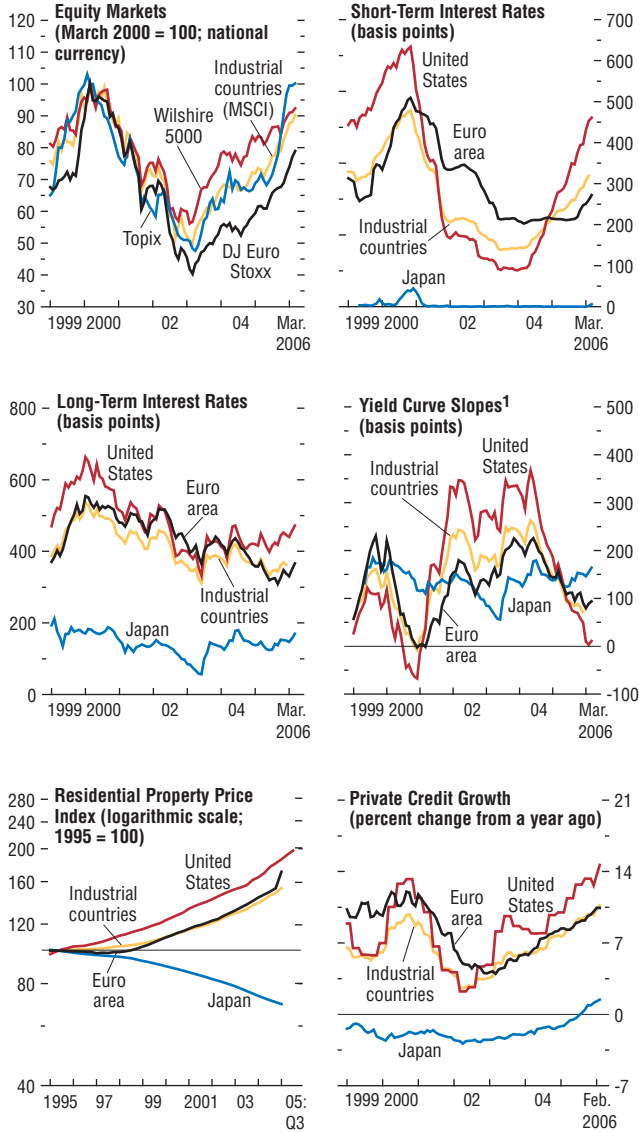


Figure 1.4. Developments in Mature Financial Markets

While short-term interest rates have generally risen, long-run interest rates have increased more modestly, resulting in a marked flattening of the yield curve.



Sources: Bloomberg Financial Markets, LP; OECD; national authorities; and IMF staff calculations.

¹Ten-year government bond minus three-month treasury bill rate.