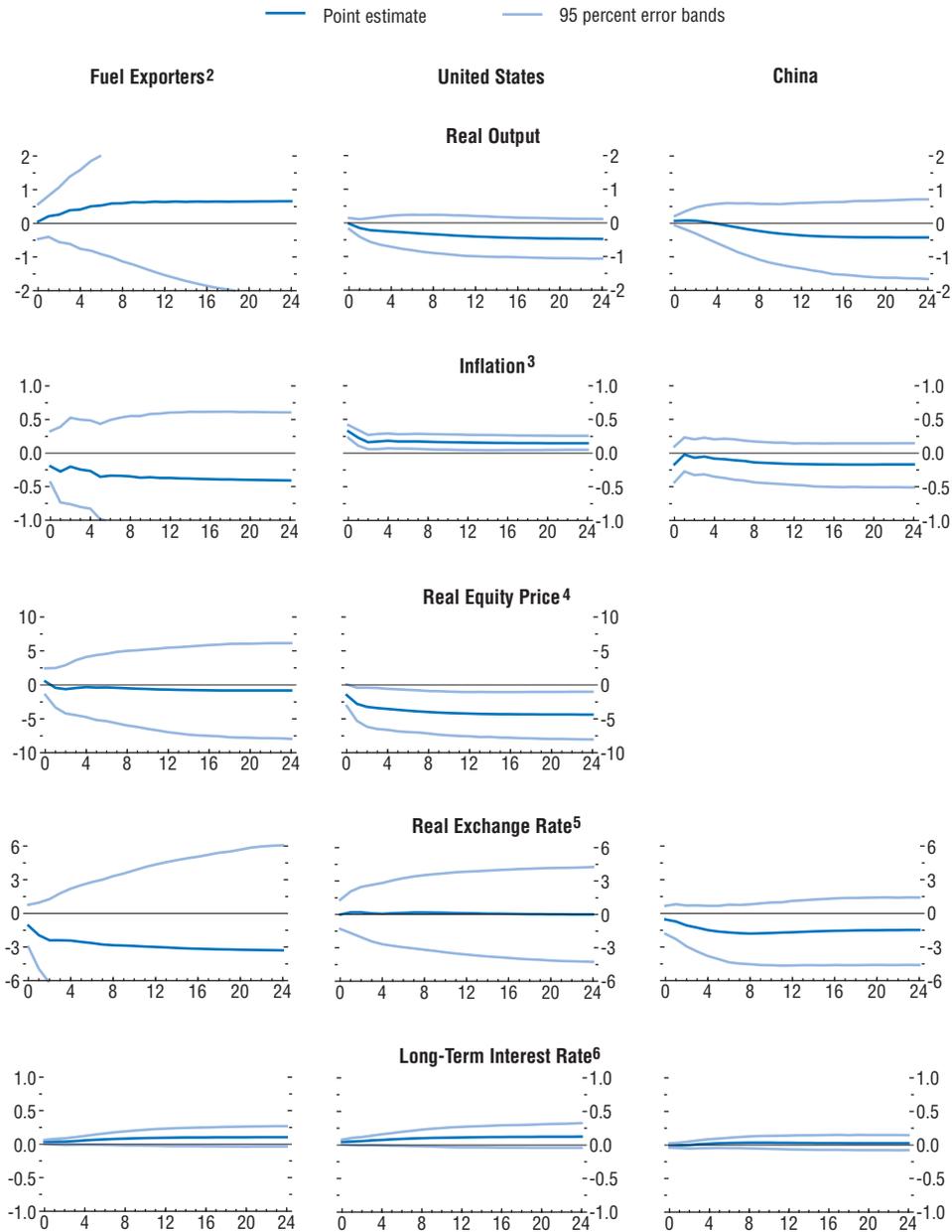


Figure 2.7. Adjustment to Oil Price Shocks, 1979:Q2–2003:Q4¹
(Percent unless otherwise indicated, x-axis in quarters)



Source: IMF staff calculations, based on Dees and others (forthcoming).

¹Response to a permanent \$10 a barrel annual average increase in oil prices (measured in constant 2005 U.S. dollars).

²Groups described in Appendix 2.1.

³Y-axis in percentage points at a quarterly rate. For other developing countries, error bands out of scale.

⁴For fuel exporters, data only available for Canada, Norway, and the United Kingdom. For other developing countries, confidence intervals partially out of scale. For China, insufficient data available.

⁵Error bands partially out of scale. For the United States, real effective exchange rate vis-à-vis other groups shown. For all other groups, CPI-based real bilateral exchange rate vis-à-vis the United States shown.

⁶Y-axis in percentage points at a quarterly rate; multiply by four to annualize. For other developing countries, only Korea and South Africa shown. For China, short-term interest rates shown.