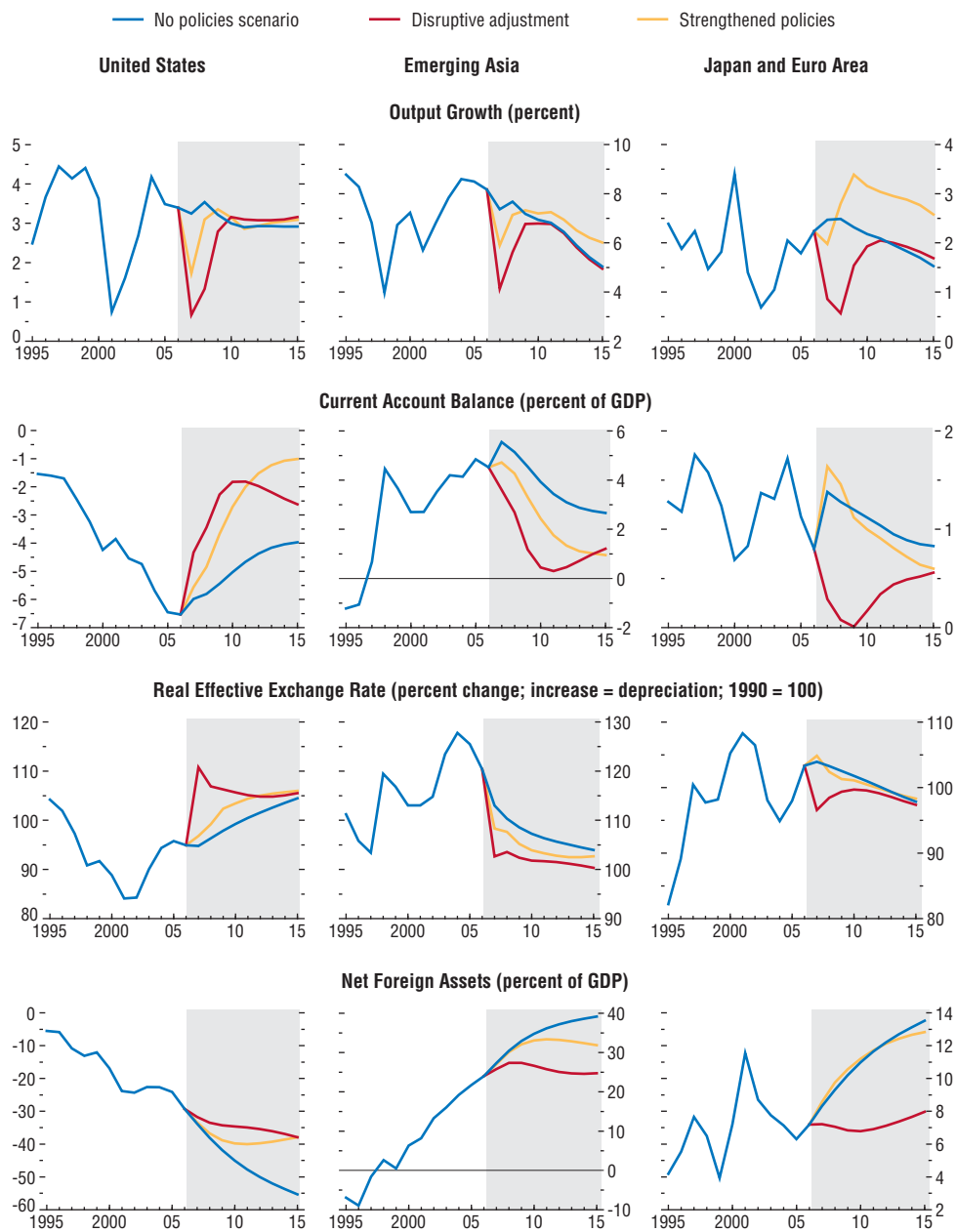


How Will Global Imbalances Adjust?¹



Source: IMF staff estimates.

¹See Appendix 1.2, September 2005 *World Economic Outlook* for a detailed discussion of these projections. Since the no policies baseline includes significant short-term real appreciation in Asia through higher inflation, it may overestimate the adjustment in current accounts in the initial period.