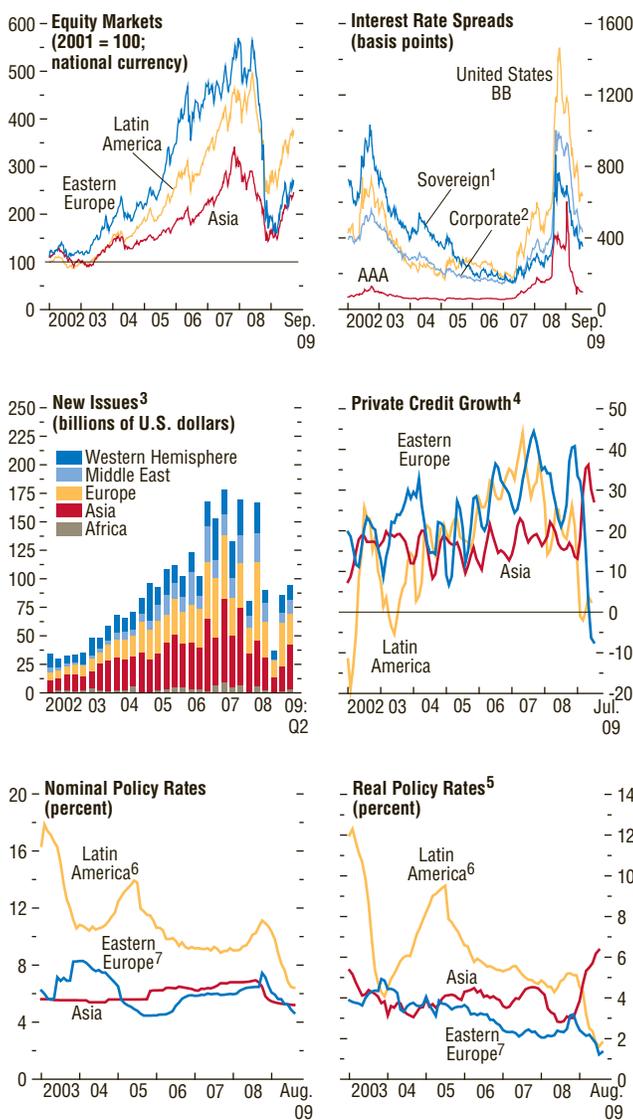


Figure 1.4. Emerging Market Conditions

Capital flows to emerging economies have picked up again, supporting a recovery in equity and bond markets. Lower policy rates have helped ease credit conditions.



Sources: Bloomberg Financial Markets; Capital Data; IMF, *International Financial Statistics*; and IMF staff calculations.

¹JPMorgan EMBI Global Index spread.
²JPMorgan CEMBI Broad Index spread.
³Total of equity, syndicated loans, and international bond issuances.
⁴Annualized percent change of three-month moving average over previous three-month moving average.
⁵Relative to core inflation.
⁶Argentina, Brazil, Chile, Colombia, Mexico, and Peru.
⁷Bulgaria, Estonia, Hungary, Latvia, Lithuania, Poland, and Slovak Republic.