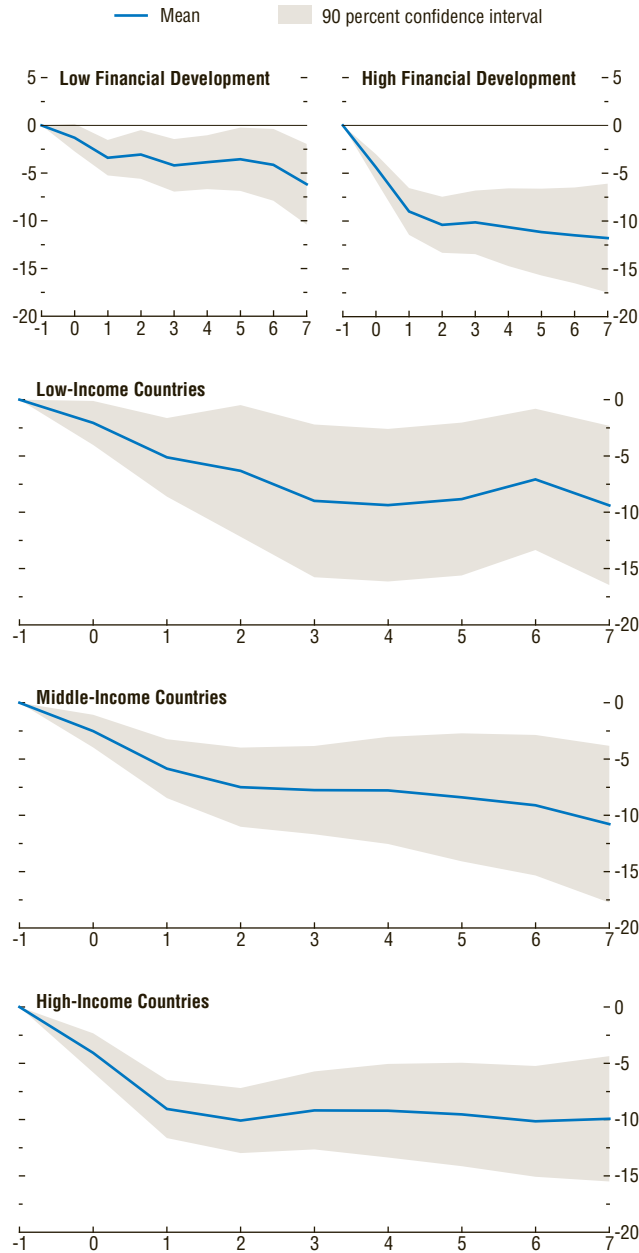


Figure 4.10. Output Evolution versus Financial Development and Income¹

(Output in percent of precrisis trend; mean difference from year = -1; first year of crisis at t = 0; years on x-axis)



Sources: World Bank, *World Development Indicators*; and IMF staff calculations.

¹The figure reports the output evolution for banking crises with financial development below and above the sample median and by income level. Financial development is measured by the credit-to-GDP ratio. Income level is measured by real purchasing-power-parity GDP per capita.