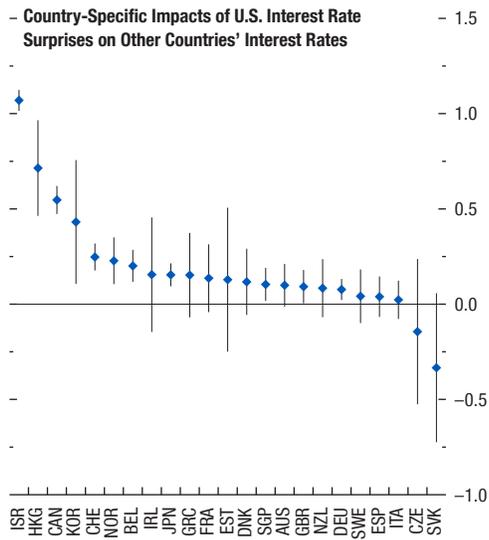


Figure 3.2.2. Monthly Percent Increase on Short-Term Rates



Source: IMF staff calculations.

Note: AUS = Australia; BEL = Belgium; CAN = Canada; CHE = Switzerland; CZE = Czech Republic; DEU = Germany; DNK = Denmark; ESP = Spain; EST = Estonia; FRA = France; GBR = United Kingdom; GRC = Greece; HKG = Hong Kong SAR; IRL = Ireland; ISR = Israel; ITA = Italy; JPN = Japan; KOR = Korea; NOR = Norway; NZL = New Zealand; SGP = Singapore; SVK = Slovak Republic; SWE = Sweden. Changes in short-term interest rates are regressed on changes in the federal funds rate and controls at monthly frequencies. A random coefficient model allows for heterogeneous slopes. Black vertical lines represent 95 percent confidence bands.