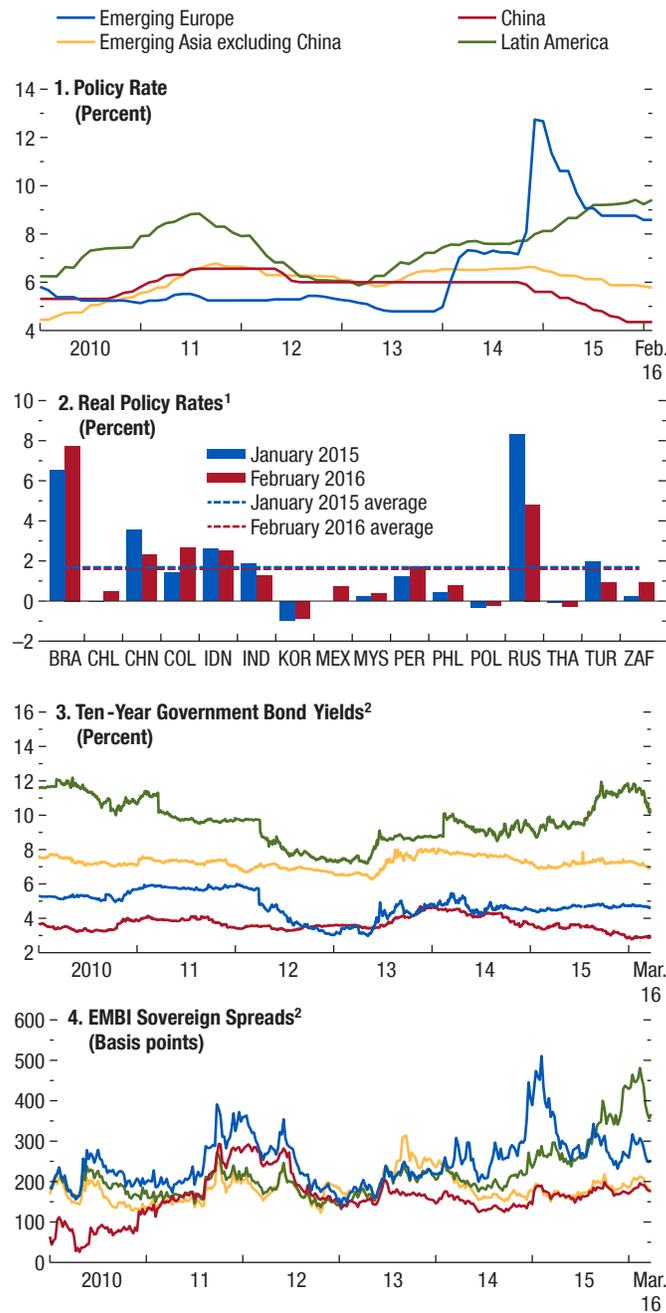


## Figure 1.8. Emerging Market Economies: Interest Rates

Financial conditions in emerging market economies have continued to tighten in the face of these countries' diminished growth prospects, but developments across countries have been quite differentiated. Real policy rates are generally low.



Sources: Bloomberg, L.P.; EPFR Global; Haver Analytics; IMF, *International Financial Statistics*; and IMF staff calculations.

Note: Emerging Asia excluding China comprises India, Indonesia, Malaysia, the Philippines, and Thailand; emerging Europe comprises Poland, Romania (capital inflows only), Russia, and Turkey; Latin America comprises Brazil, Chile, Colombia, Mexico, and Peru. EMBI = J.P. Morgan Emerging Market Bond Index. Data labels in the figure use International Organization for Standardization (ISO) country codes.

<sup>1</sup>Deflated by two-year-ahead *World Economic Outlook* inflation projections.

<sup>2</sup>Data are through March 25, 2016.