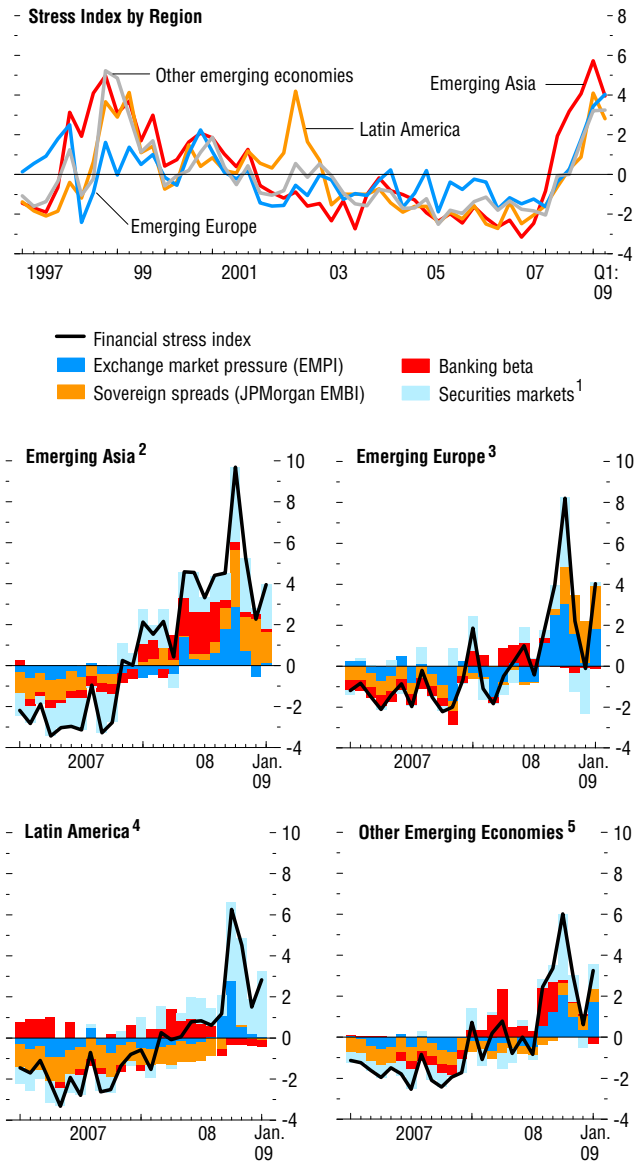


Figure 4.5. Financial Stress Indices in Emerging Economies

(Purchasing-power-parity-weighted average)

Current levels of financial stress are at historical highs. Stress increased in all regions in the third quarter of 2008 and showed strain in all parts of the financial sector.



Source: IMF staff calculations.

¹Includes stock returns and volatility.

²Emerging Asia: China, India, Indonesia, Korea, Malaysia, Pakistan, Philippines, Sri Lanka, and Thailand.

³Emerging Europe: Czech Republic, Hungary, Poland, Romania, Slovak Republic, and Slovenia.

⁴Latin America: Argentina, Brazil, Chile, Colombia, Mexico, and Peru.

⁵Other emerging economies: Egypt, Israel, Morocco, Russia, South Africa, and Turkey.