Figure 1.6. Mature Financial Market Indicators

Interest rates in real terms have risen closer to long-run averages and equity price-earnings ratios are generally below trend, while market volatility has recently increased.






[^0]
[^0]:    Sources: Bloomberg Financial Markets, LP; and IMF staff calculations.
    ${ }^{1}$ Measured as deviations from 1980-2006 average.
    ${ }^{2}$ Twelve-month forward looking price-earnings ratios measured as three-month moving average of deviations from 1990-2006 average.
    ${ }^{3}$ Measured as three-month moving average of deviations from 2000-06 average.
    ${ }^{4} \mathrm{VIX}$ is the Chicago Board Options Exchange volatility index. This index is calculated by taking a weighted average of implied volatility for the eight S\&P 500 calls and puts.

