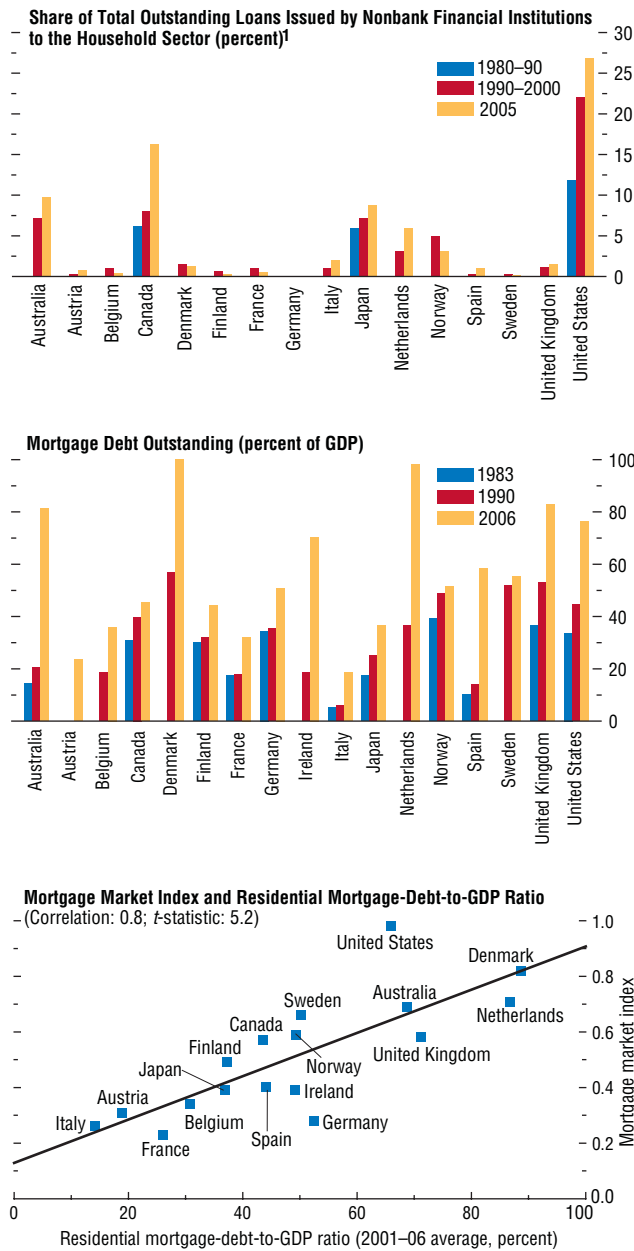


Figure 3.1. Mortgage Debt and Financial Innovation

Countries that experienced faster and deeper innovations in mortgage markets (the United States, the United Kingdom, Canada, Australia, and the Nordic countries) tend to have higher shares of household loans from nonbank financial institutions and a higher stock of mortgage debt as a ratio to GDP.



Sources: National accounts; European Mortgage Federation, Hypostat Statistical Tables; Federal Reserve; OECD Analytical Database; Statistics Canada; and IMF staff calculations.

¹Calculations based on national accounts data. See Chapter 4 of the September 2006 *World Economic Outlook* for an explanation of the methodology used.