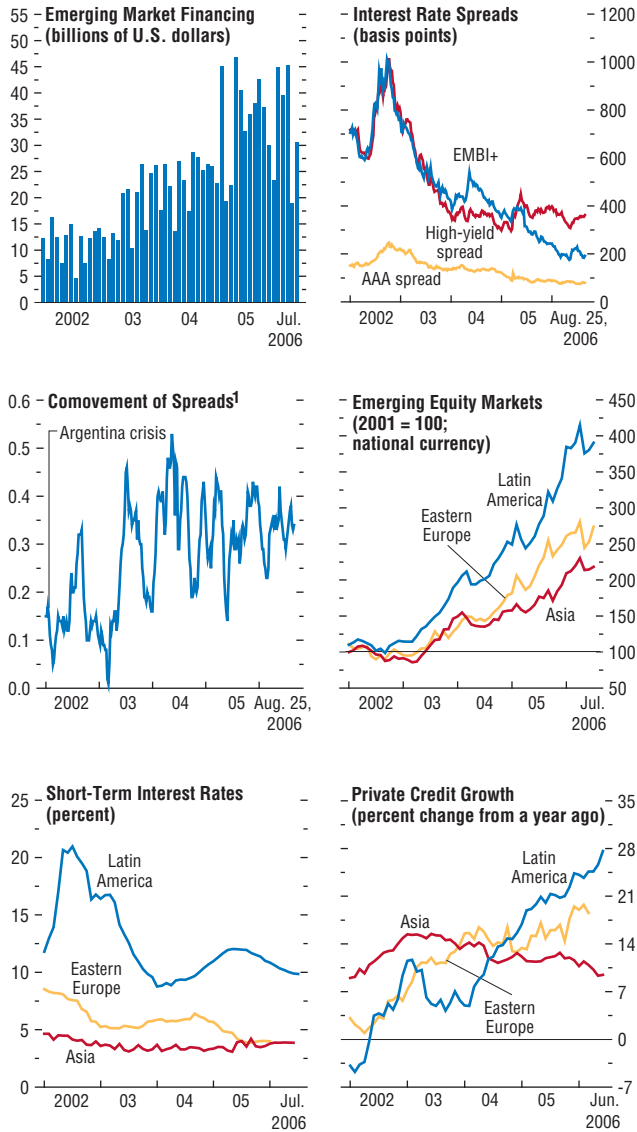


Figure 1.9. Emerging Market Financial Conditions

Notwithstanding some recent corrections, asset prices in most emerging markets remain close to peak levels, while sovereign risk spreads are still close to all-time lows.



Sources: Bloomberg Financial Markets, LP; Capital Data; IMF, *International Financial Statistics*; and IMF staff calculations.

¹Average of 30-day rolling cross-correlation of emerging market debt spreads.