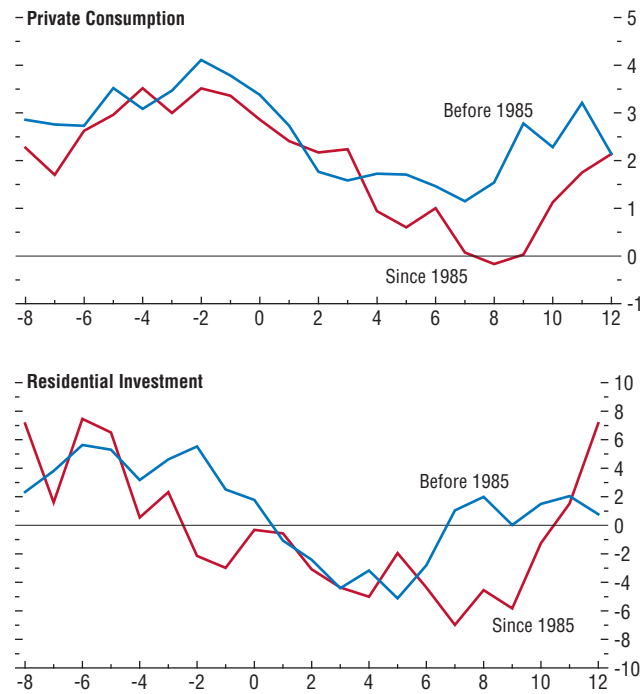


Figure 4.10. Private Consumption and Residential Investment: Response to Housing Busts, 1970–2005¹
(Percent change year-on-year; constant prices; x-axis in quarters)²

Responses of consumption and residential investment to housing busts have become stronger.



Sources: OECD Analytic Database; and IMF staff calculations

¹Countries included are Australia, Canada, Denmark, Italy, the Netherlands, Norway, Sweden, the United Kingdom, and the United States.

²Zero denotes the quarter after which a bust begins.