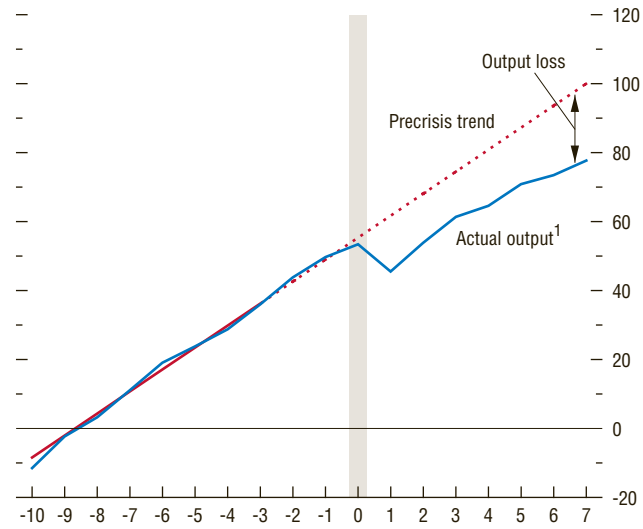


### Figure 4.3. Methodology Example (Korea 1997)

(First year of crisis at  $t = 0$ ; years on x-axis)



Sources: World Bank, *World Development Indicators*; and IMF staff calculations.

Note: The precrisis trend is estimated up to year  $t = -3$ , and is extrapolated linearly thereafter. The dotted line indicates the extrapolation of the trend up to the year  $t = 7$ .

<sup>1</sup>Output = logarithm of real GDP per capita; 100 equals trend in year 7.