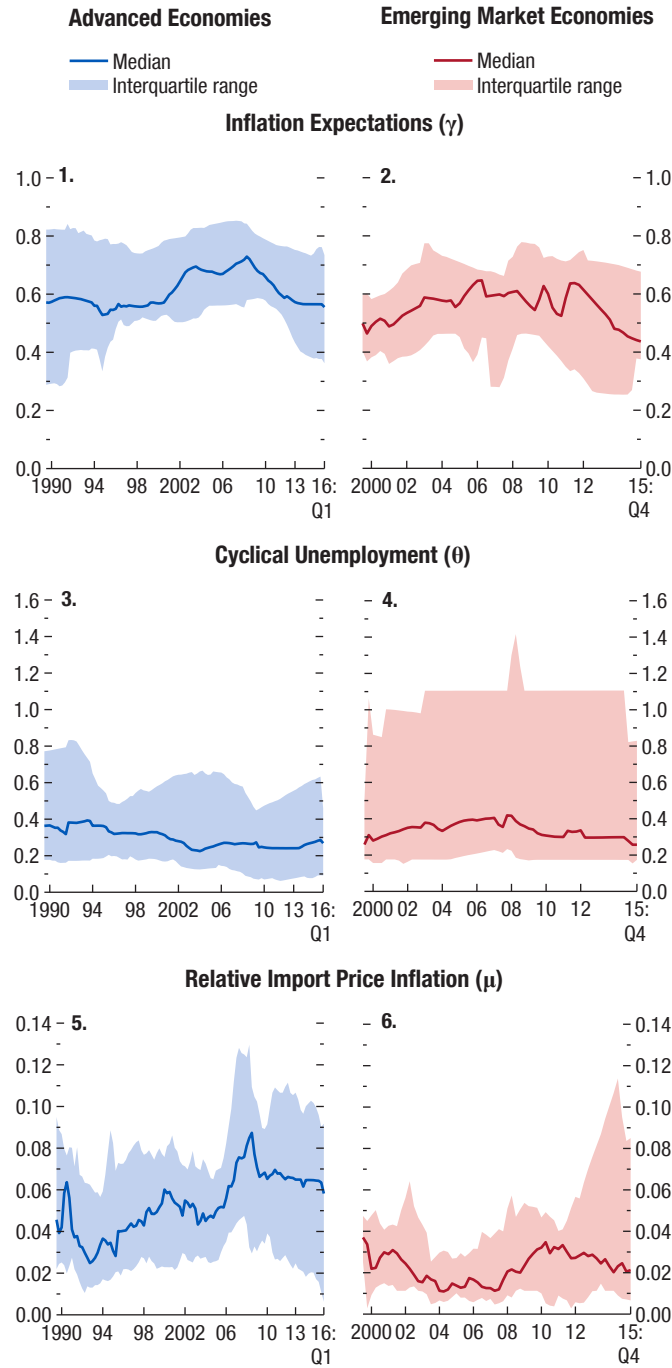


Figure 3.11. Estimated Phillips Curve Parameters

Estimation results suggest that the degree of anchoring of inflation to long-term expectations increased in the 1990s and early 2000s but declined more recently toward the level attained in the early 1990s. Other parameters, including the slope of the Phillips curve, have been broadly stable.



Sources: Consensus Economics; Haver Analytics; Organisation for Economic Co-operation and Development; and IMF staff calculations.

Note: The sample is defined in Annex Table 3.1.1. Venezuela is excluded because of missing data.