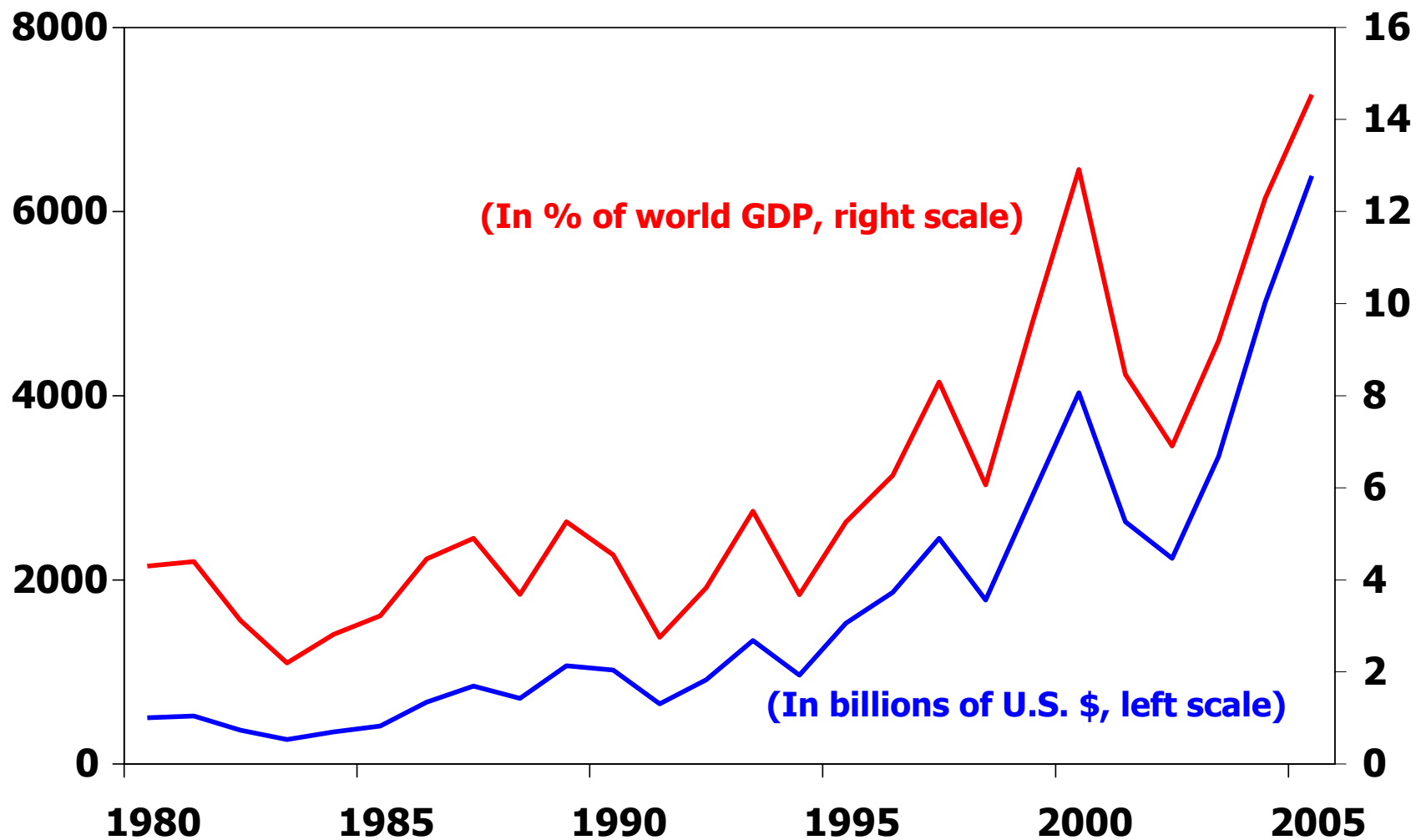


Association of Financial Professionals
Corporate Treasurers' Forum
May 7th 2007

Identifying Risks and Opportunities: A Global View

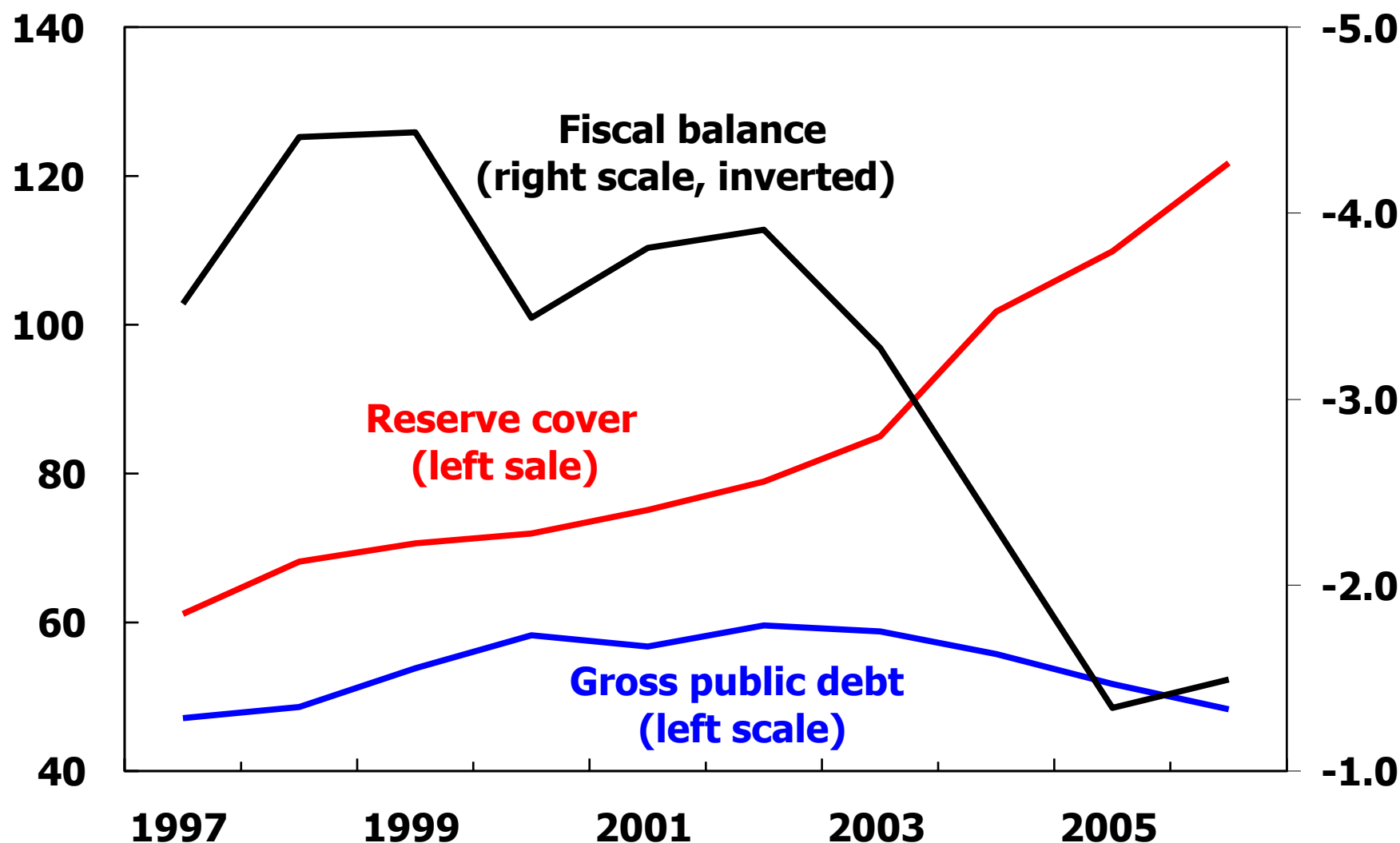
Jaime Caruana, Counsellor and Director,
Monetary and Capital Markets
International Monetary Fund

Global Cross-Border Financial Inflows



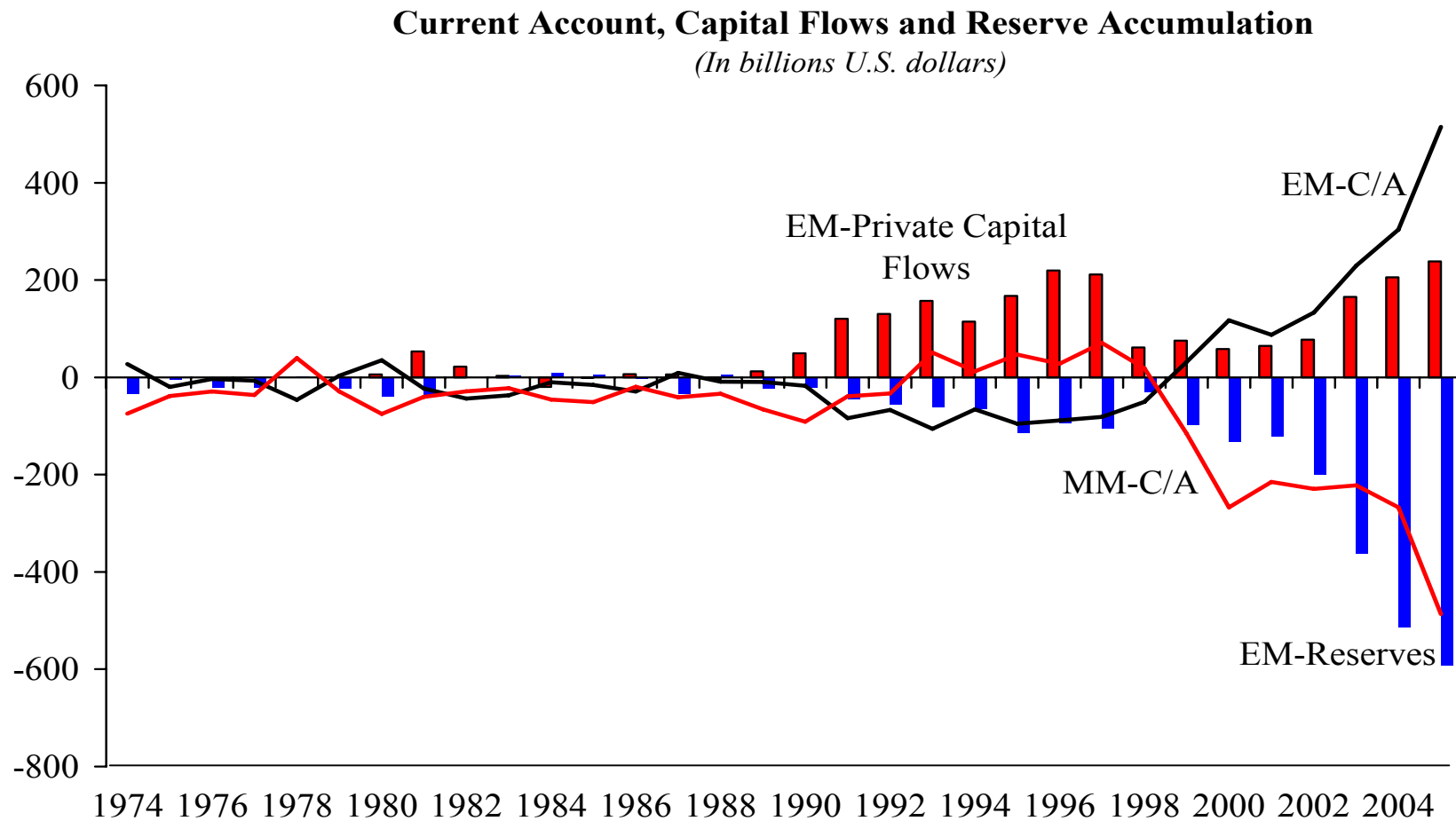
External Vulnerability in Emerging Markets

(In percent of GDP)



Note: Simple unweighted average of data from 49 emerging economies.

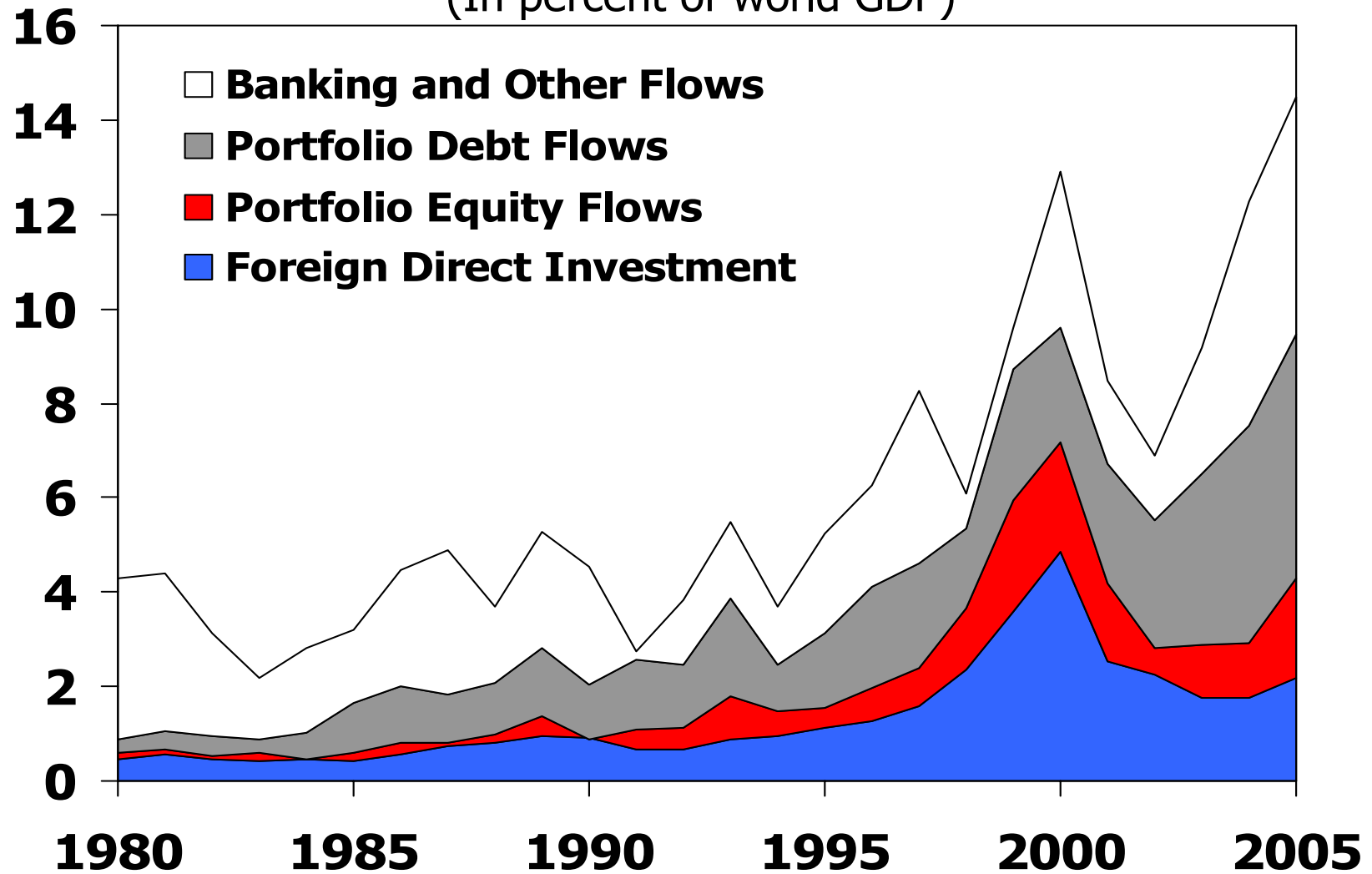
Global Imbalances And Capital Flows



Source: IMF, *WEO*.

Global Cross-Border Financial Inflows by Type

(In percent of world GDP)



Financial Industry Mergers and Acquisitions

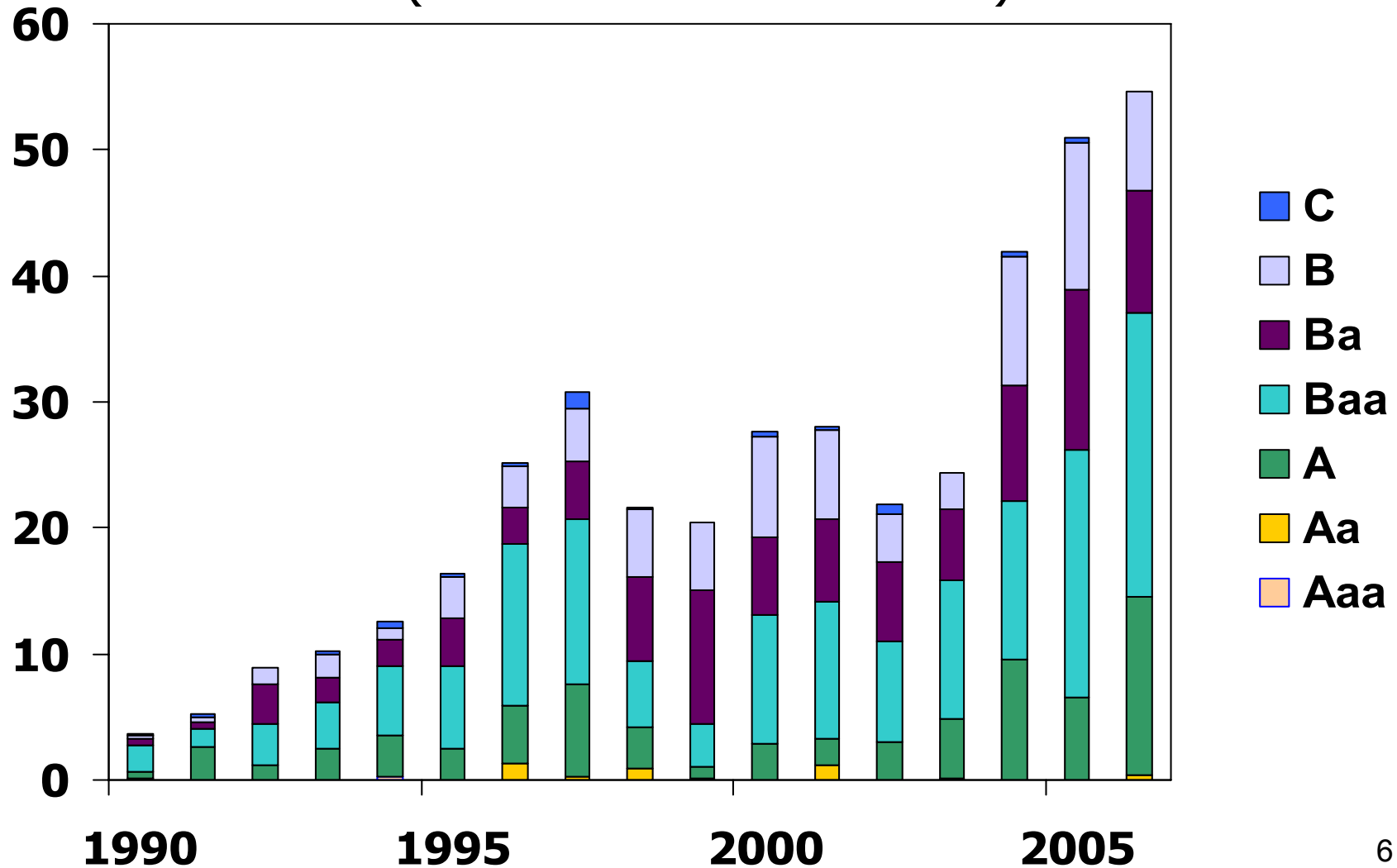
	1996	2001	2006
<i>(In billions of U.S. \$)</i>			
By regions			
Developed Countries ¹	76	306	778
Cross-border	0.3	80	274
Rest of the world	3	70	124
Cross-border	0.0	29	86
Total	79	376	903
Cross-border	0.3	109	359
<i>(In % of total)</i>			
Cross-border M&A			
Developed Countries ¹	0.3	21	30
Rest of the world	0.0	8	9
Total	0.3	29	40

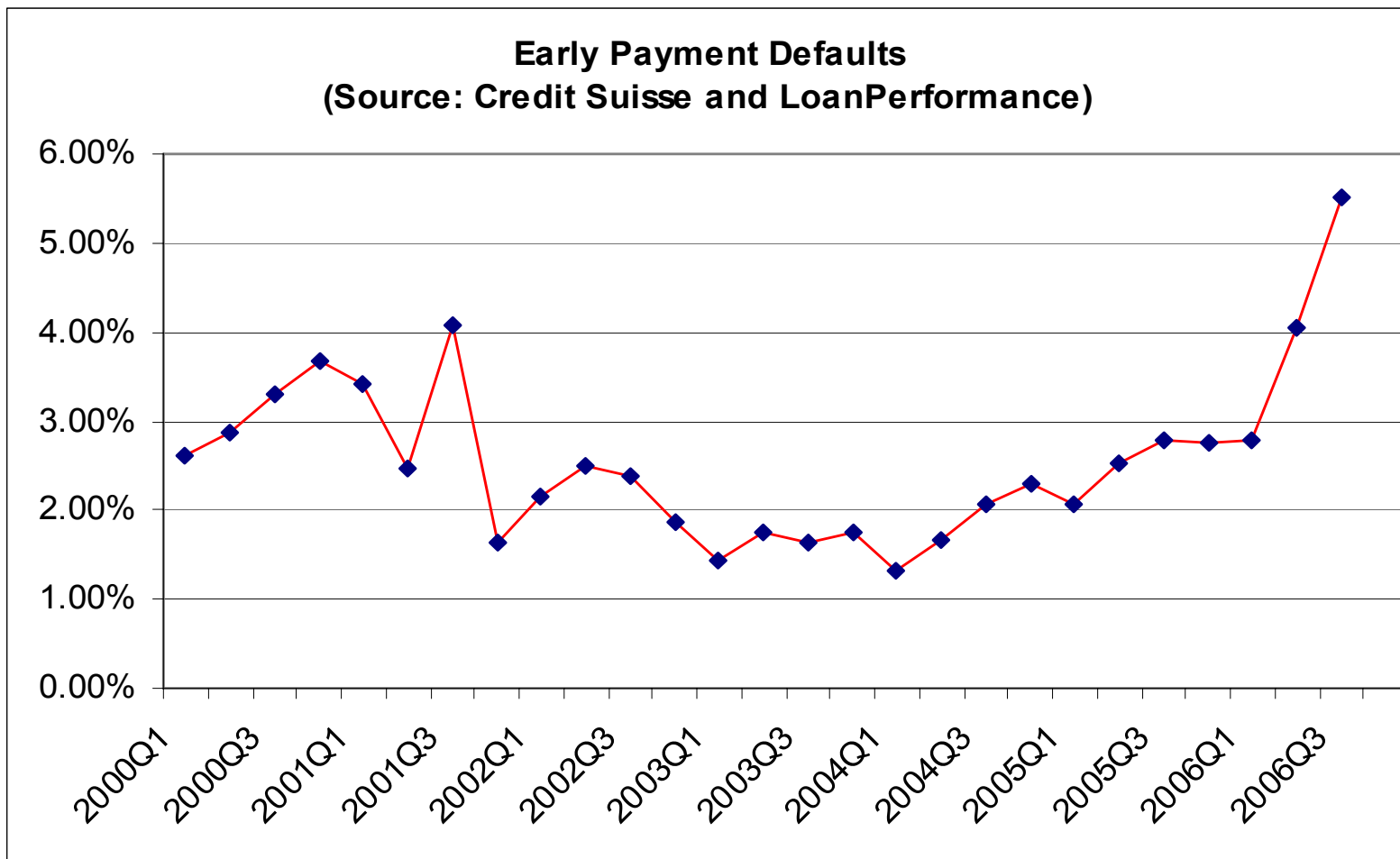
¹Australia, Canada, Japan, New Zealand, the United States, and Western Europe.

Growing issuance at increasingly lower ratings of EM Corporate Issuers

Int'l Corporate Syndicated Loans by Rating

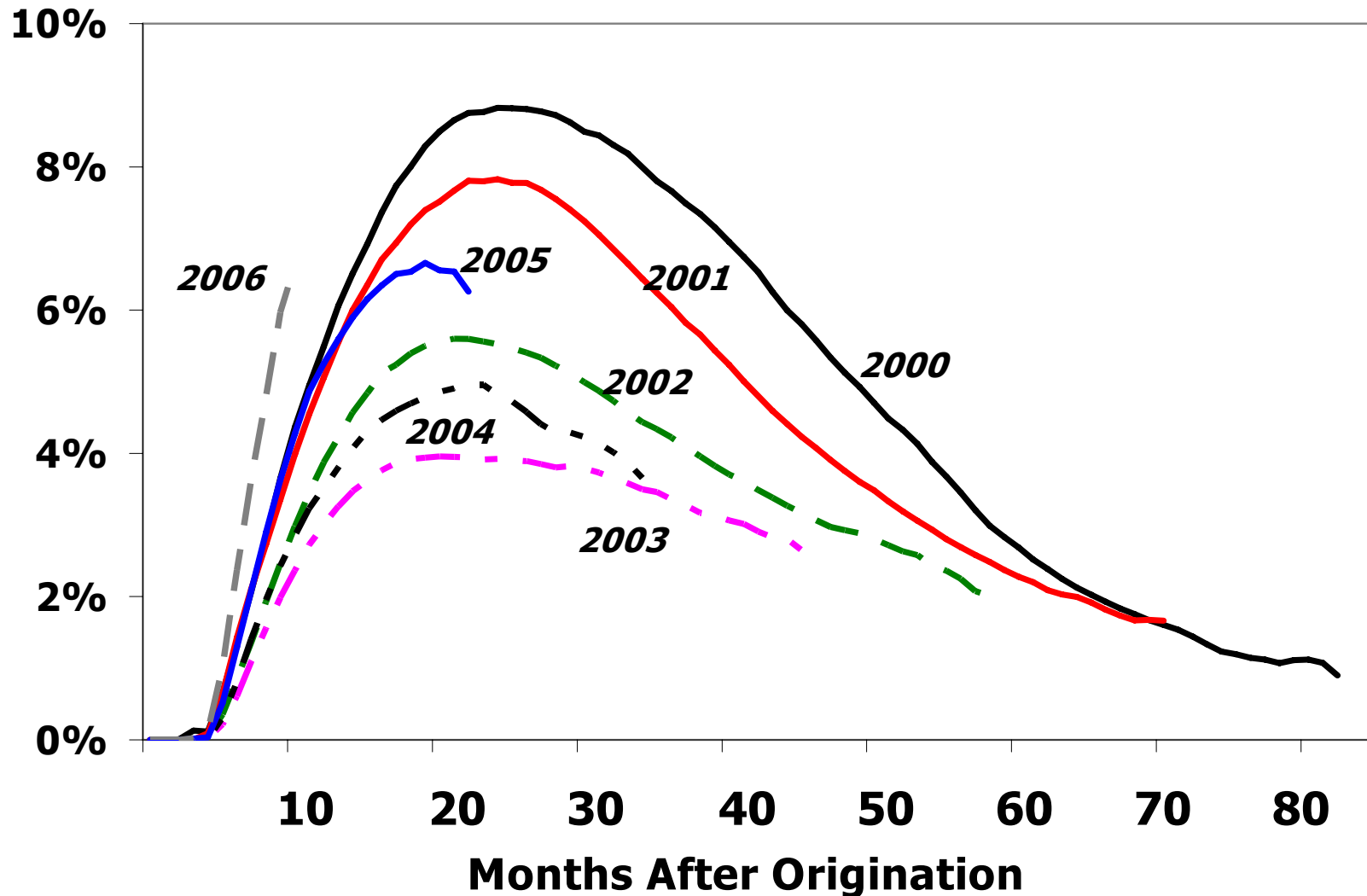
(In billions of U.S. dollars)





Subprime 60-Day Delinquencies by Mortgage Vintage Year

(In percent of payments due)



Private Equity Buyouts and Leveraged Loan Issuance

(In billions of U.S. dollars)

