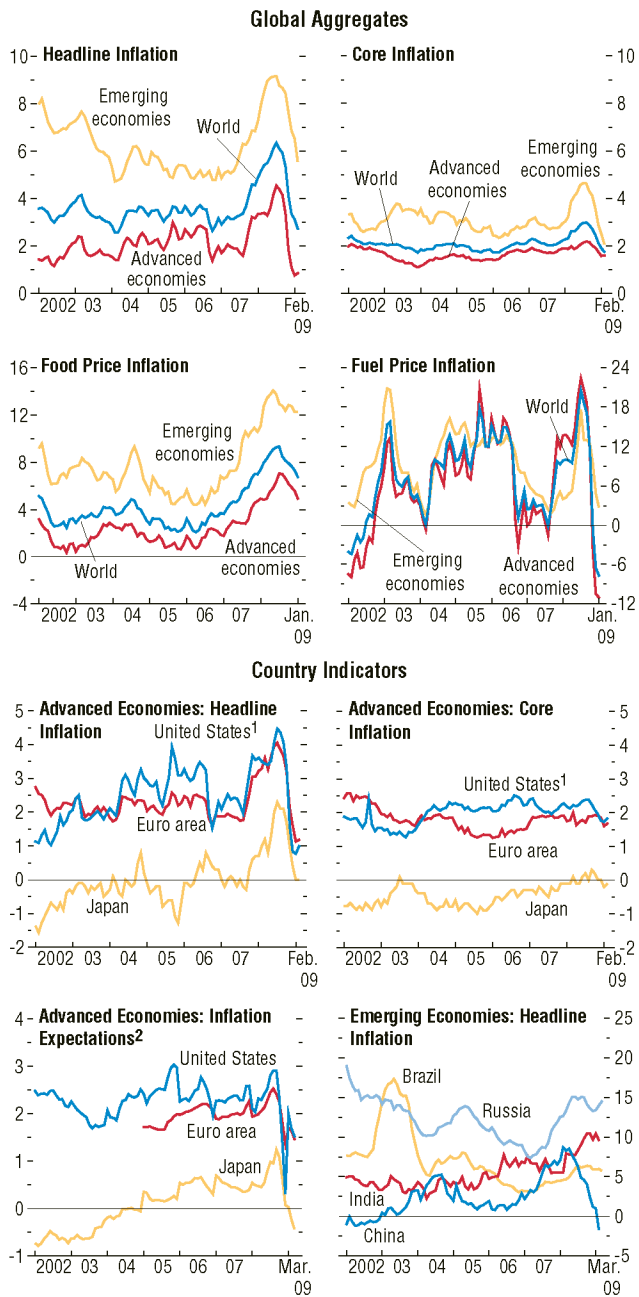


Figure 1.5. Global Inflation

(Twelve-month change in the consumer price index unless otherwise noted)

Inflation pressures have subsided quickly, as output gaps have widened and food and fuel prices have dropped. One-year inflation expectations and core inflation have declined below central bank inflation objectives in major advanced economies.



Sources: Bloomberg Financial Markets; Haver Analytics; and IMF staff calculations.

¹Personal consumption expenditure deflator.

²One-year-ahead consensus forecasts.