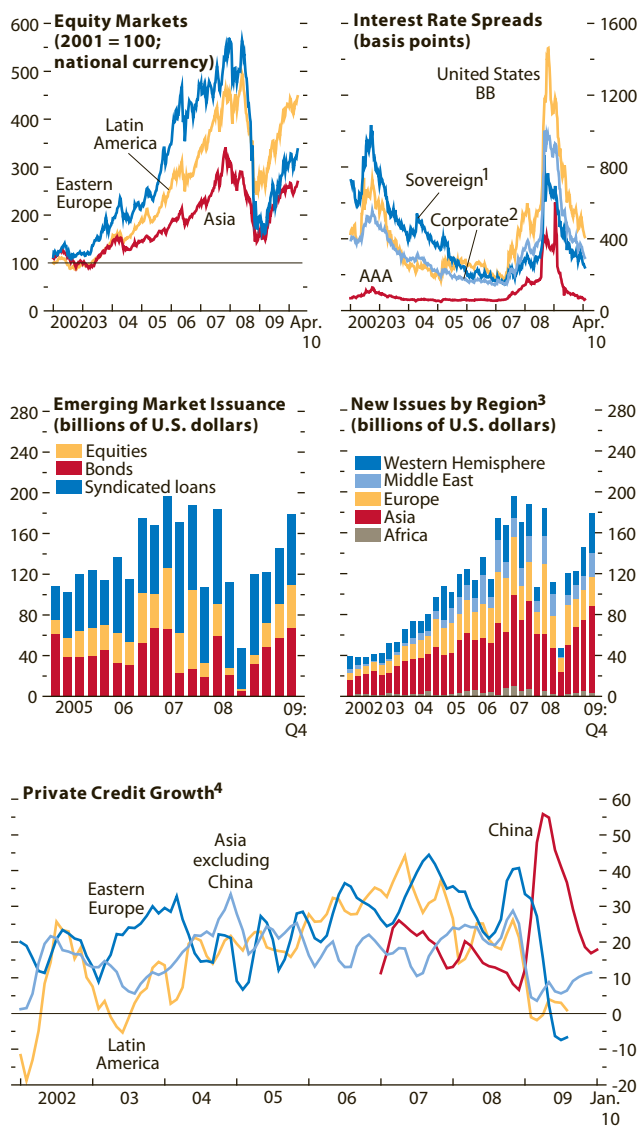


Figure 1.4. Emerging Market Conditions

Financial conditions have improved markedly in many emerging markets. Equity markets have staged a strong rebound, interest rate spreads have come down, and new issues are up. Private credit growth, however, continues to contract or move sideways in Latin America and emerging Europe.



Sources: Bloomberg Financial Markets; Capital Data; IMF, *International Financial Statistics*; and IMF staff calculations.

¹JPMorgan EMBI Global Index spread.

²JPMorgan CEMBI Broad Index spread.

³Total of equity, syndicated loans, and international bond issues.

⁴Annualized percent change of three-month moving average over previous three-month moving average.