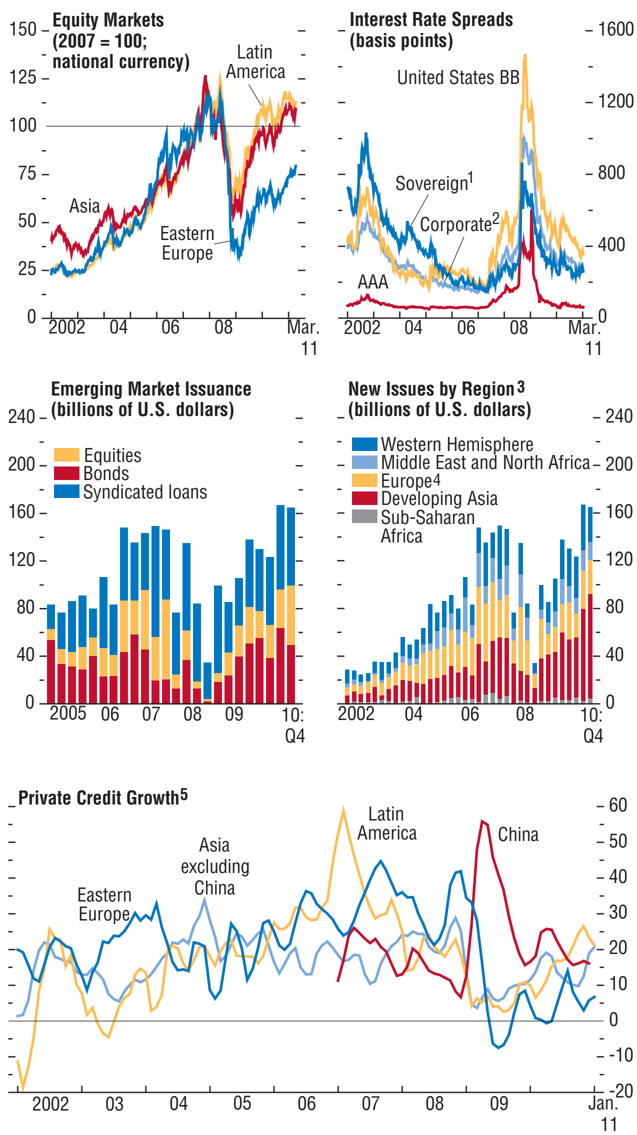
Figure 1.3. Emerging Market Conditions

Equity prices in Asia and Latin America are close to precrisis peaks. In addition, credit spreads have returned to low levels, capital flows have picked up remarkably quickly, and private sector credit growth is reaching high levels again in many emerging market economies.



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

[1] JPMorgan EMBI Global Index spread.

[2] JPMorgan CEMBI Broad Index spread.

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

[4] Central and eastern Europe and Commonwealth of Independent States.

[5] Annualized percent change of three-month moving average over previous three-month moving average.