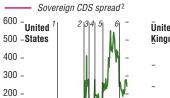
Figure 3.10. Impact of Financial Sector Stabilization Measures on Credit Default Swap (CDS) Spreads

(In basis points)

100 -



Weighted-average CDS spread of banks1

2009

1 - 3/14/2008: Bear Stearns rescue

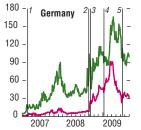
2007

- 2008 2 - 9/14/2008: Lehman Brothers failure

- 3 10/14/2008: TARP capital injection 4 11/23/2008: Citibank package 5 1/16/2009: Bank of America package
- 6 5/7/2009: Bank "stress-test" results released



- 1 2/17/2008: Northern Rock nationalization
- 2 10/8/2008: U.K. response measures 3 - 1/19/2009: Asset protection scheme announced
- 4 2/26/2009: RBS capital injection
- 5 3/7/2009: Lloyd's liability transfer



- 1 8/2/2007: IKB rescue
- 2 9/29/2008: Hypo Real Estate rescue 3 10/7/2008: Coordinated EU response
- 4 1/9/2009: Commerzbank recapitalization
- 5 5/13/2009: German "bad bank" scheme



- 1 9/20/2008: Increased deposit guarantees
- 2 9/30/2008: Blanket guarantee 3 10/7/2008: Coordinated EU response 4 12/21/2008: Recapitalization of three
- 5 1/15/2009: Anglo Irish Bank nationalized

Sources: Datastream; and national sources.

²Five-year sovereign CDS spreads.

¹The asset-weighted average of CDS spreads of the top banks.