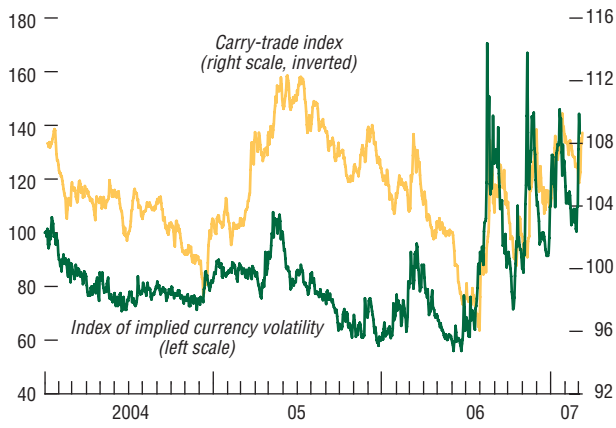


Figure 1.27. Carry-Trade Index and Currency Volatility



Sources: Bloomberg L.P.; and IMF staff estimates.
Note: Implied currency volatility obtained from 1-month U.S. dollar–Japanese yen options.