1. EM Corporate Debt and Market Capitalization (Billions of U.S. dollars)

2. EM Corporate Debt (Percent of GDP)

3. Change in Corporate Debt: 2007–14 (Percent of GDP)

Sources: Ayala, Nedeljkovic, and Saborowski 2015; Bank for International Settlements; Dealogic; IMF; International Financial Statistics database; national authorities; and IMF staff calculations.

Note: EM = emerging market economy; figure depicts major EMs. Debt includes bank credit and bond financing. Credit by nonbanks is excluded, possibly leading to a significant underestimation of corporate debt in countries with large nonbanking sectors such as China. At the same time, in China, the bulk of fiscal borrowing occurs off budget through local government financing vehicles and is recorded as private credit, although most of it is fiscal (see Arslanalp and others, forthcoming).