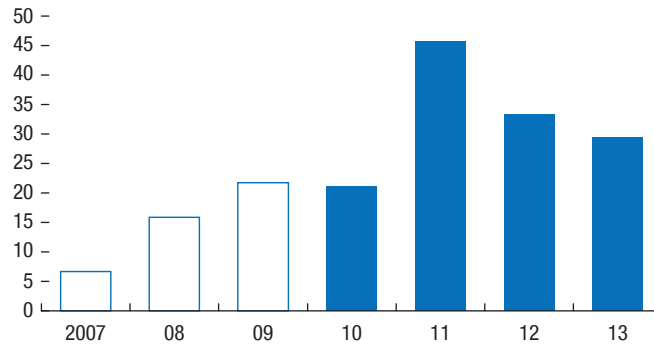


**Figure 3.9. Key Determinants of Emerging Market Economies' Corporate Leverage**

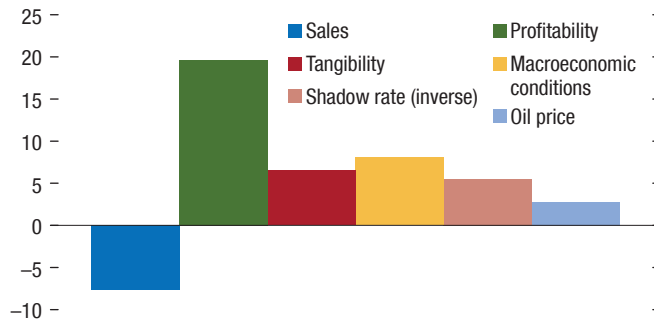
**1. Determinants of Leverage Growth**

Baseline Determinants	Expected Sign
Firm Level	
Sales	+/-
Profitability	+
Tangibility	+
Country Level	
Macroeconomic Conditions	+
Global	
Shadow Rate (inverse)	+
Oil Prices	+

**2. The Changing Relationship between Leverage and Global Factors (Percentage points)**



**3. Specific Determinants of Leverage Growth (Percentage points)**



Sources: Orbis; and IMF staff calculations.

Note: Sample period: 2004–13. An empty bar (panel 2) denotes that the time dummy is not statistically significant at the 10 percent level. The standardized coefficients (panel 3) are statistically significant at the 1 percent level. Firm-level variables are lagged; sales and tangibility are changes. See Annex 3.1 for further details.