Corporate governance has generally improved across emerging market economies, sectors, and firms, based on a new firm-level governance index for emerging market economies.

Sources: Thomson Reuters Datastream; and IMF staff calculations.

Note: A higher value of the firm-level governance index denotes better governance. Panels 1, 2, and 3 are based on the median firm-level governance index in countries with more than 15 firms.

1Latin America includes Brazil, Chile, and Mexico. Emerging Asia includes China, India, Indonesia, Korea, Malaysia, and Thailand. Other emerging market economies include Poland, Russia, South Africa, and Turkey.