Figure 1.6. Selected Countries: Exchange Rate and Interest Rate Developments
(Movement since February 2002; percent)

The fall of the U.S. dollar since its peak in February 2002 has been matched by appreciation in the euro area, Canada, and some smaller industrial countries; in most of the last group, the contractionary impact has been partly or fully offset by monetary easing. Emerging market currencies have generally depreciated.

Sources: Bloomberg Financial Markets, LP; and Global Insight.
1Australia and New Zealand.
2Denmark, Norway, and Sweden.
3Hong Kong SAR, Korea, Singapore, and Taiwan Province of China.
4Chile, Colombia, Peru, and Venezuela.
5Indonesia, Malaysia, the Philippines, and Thailand.
6Czech Republic, Hungary, and Poland.