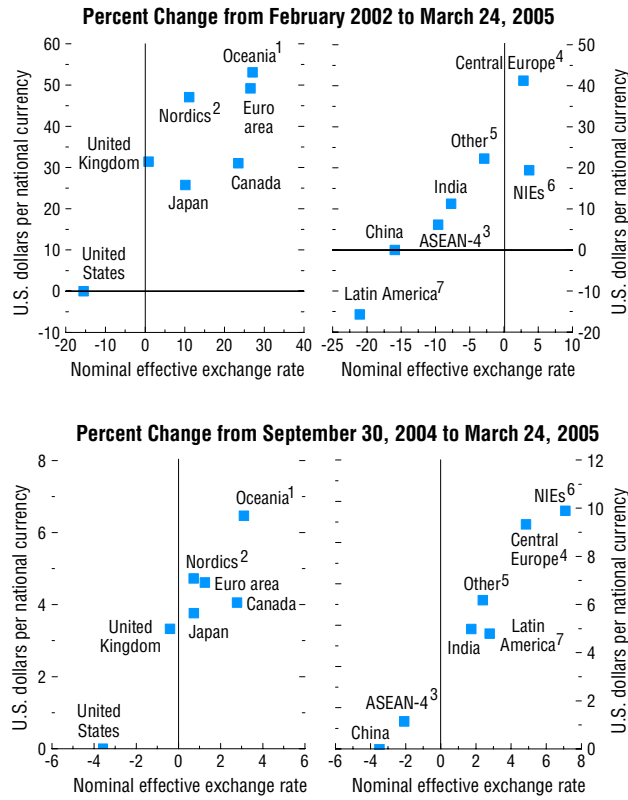


Figure 1.3. Global Exchange Rate Developments

The U.S. dollar has depreciated since September 2004, accompanied by moderate appreciation of most industrial and emerging market currencies.



Sources: Bloomberg Financial Markets, LP; and IMF staff calculations.

¹ Australia and New Zealand.

² Denmark, Norway, and Sweden.

³ Indonesia, Malaysia, the Philippines, and Thailand.

⁴ Czech Republic, Hungary, and Poland.

⁵ Russia, South Africa, and Turkey.

⁶ Hong Kong SAR, Korea, Singapore, and Taiwan Province of China.

⁷ Argentina, Brazil, Chile, Colombia, Mexico, Peru, and Venezuela.