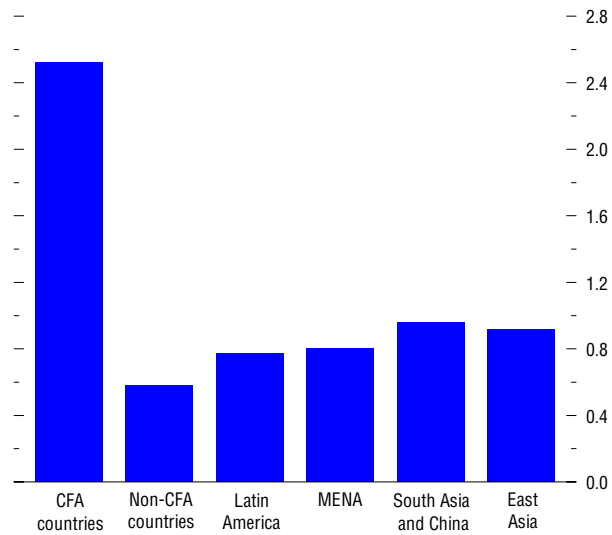


Figure 2.12. Response of the Volatility of Output Growth to a One-Standard-Deviation Increase in Terms of Trade Volatility
(Percent)

In part because of the inflexibility of their exchange rate regime, terms of trade shocks over the 1970–2003 period had the largest impact on output volatility in CFA franc zone countries.



Source: IMF staff calculations.