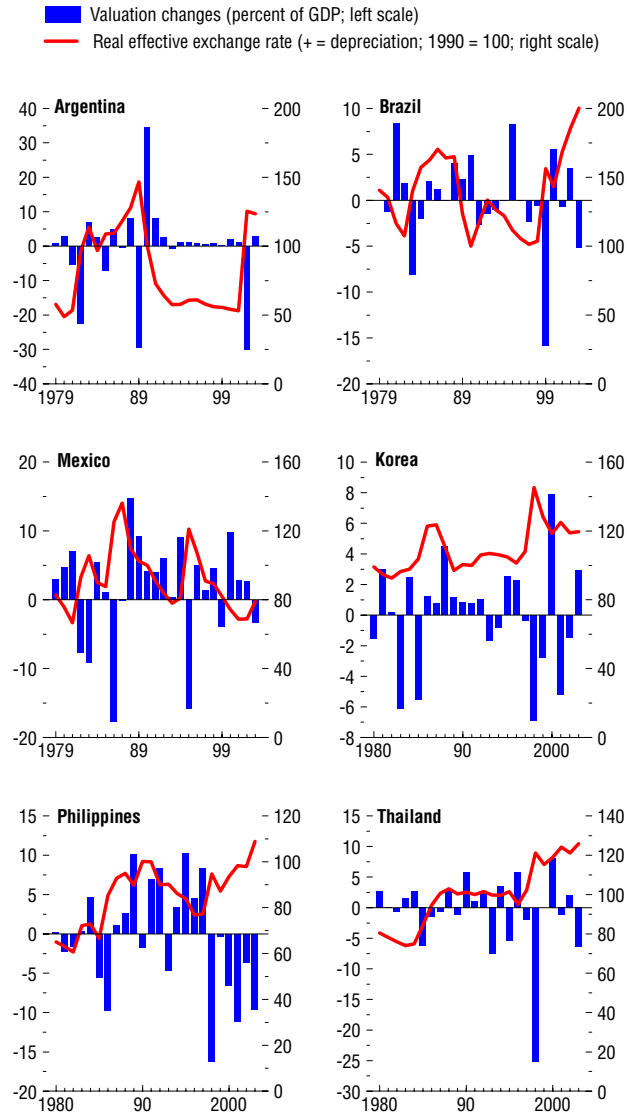


**Figure 3.8. Selected Emerging Market Countries:
Valuation Changes and Real Effective Exchange Rates**

Exchange rate depreciations tend to have adverse valuation effects in emerging market countries.



Sources: IMF, *Balance of Payments Statistics*; Lane and Milesi-Ferretti (2005b); and IMF staff calculations.