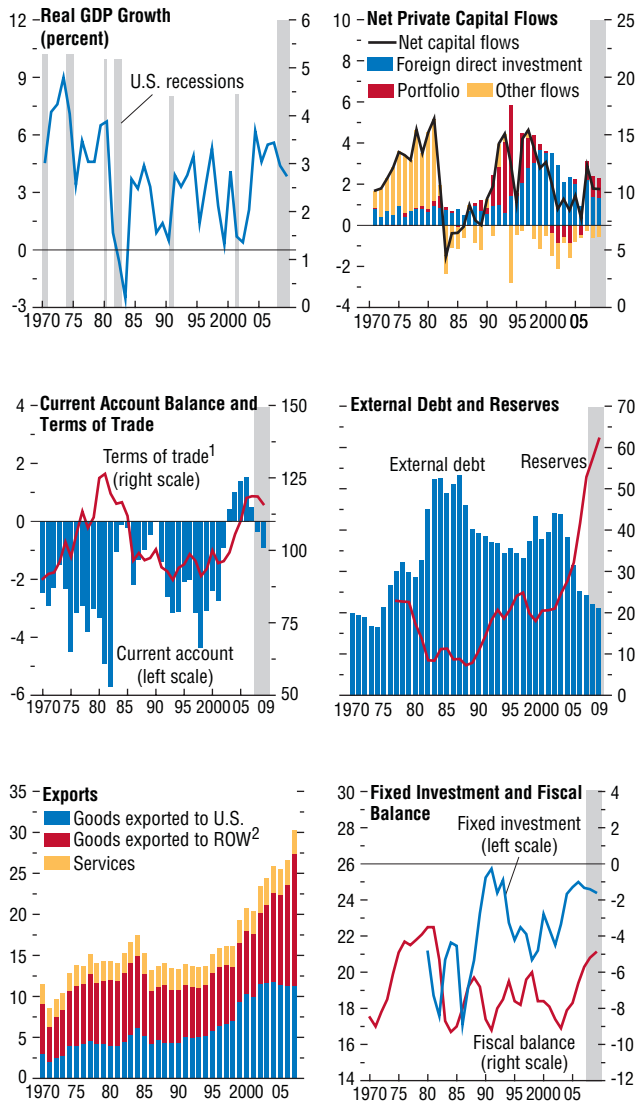


Figure 2.5. Latin America: Long Road to Stronger Performance

(Percent of GDP unless otherwise stated)

Latin America's economy grew steadily in recent years in contrast to the volatility in the region beginning in the 1970s. More disciplined macroeconomic policies— together with improved terms of trade—have helped reduce external vulnerabilities and foster rising investment and improving performance.



Sources: Haver Analytics; and IMF staff estimates.

¹Index, 2000 = 100.

²ROW = rest of world.