Figure 4.10. Output Evolution versus Financial Development and Income\(^1\)

(Output in percent of precrisis trend; mean difference from year \(t = -1\); first year of crisis at \(t = 0\); years on x-axis)

Sources: World Bank, World Development Indicators; and IMF staff calculations.

\(^1\)The figure reports the output evolution for banking crises with financial development below and above the sample median and by income level. Financial development is measured by the credit-to-GDP ratio. Income level is measured by real purchasing-power-parity GDP per capita.