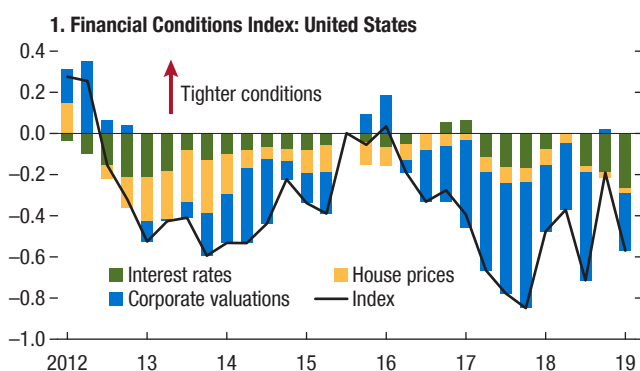
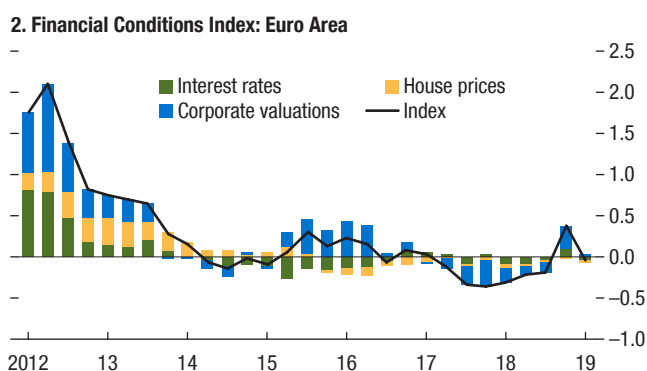


Figure 1.2. Global Financial Conditions
(Z-scores, 1996–2019)

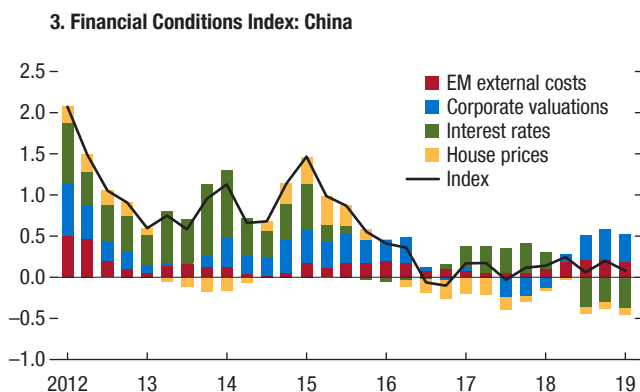
US financial conditions have tightened, on net, but remain accommodative.



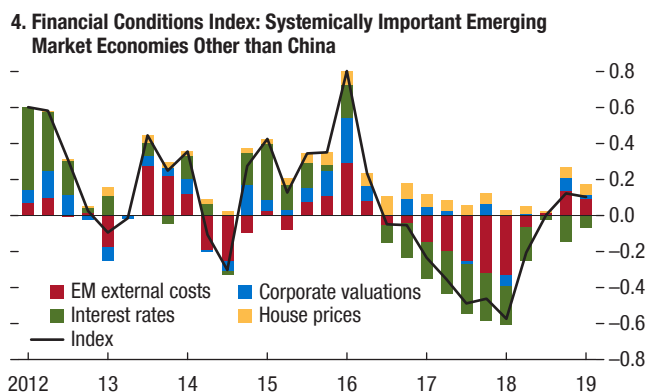
The early-2019 rebound in markets helped attenuate the tightening in financial conditions in the euro area.



In China, financial conditions remain broadly stable as market pressures have been offset by policy easing.



Financial conditions in other emerging markets have been stable in early 2019, after tightening significantly in 2018 due to higher external borrowing costs.



Sources: Bank for International Settlements; Bloomberg Finance L.P.; Haver Analytics; IMF, International Financial Statistics database; and IMF staff calculations. Note: The z-score indicates an observation's distance from the population mean in units of standard deviation. EM = emerging market.