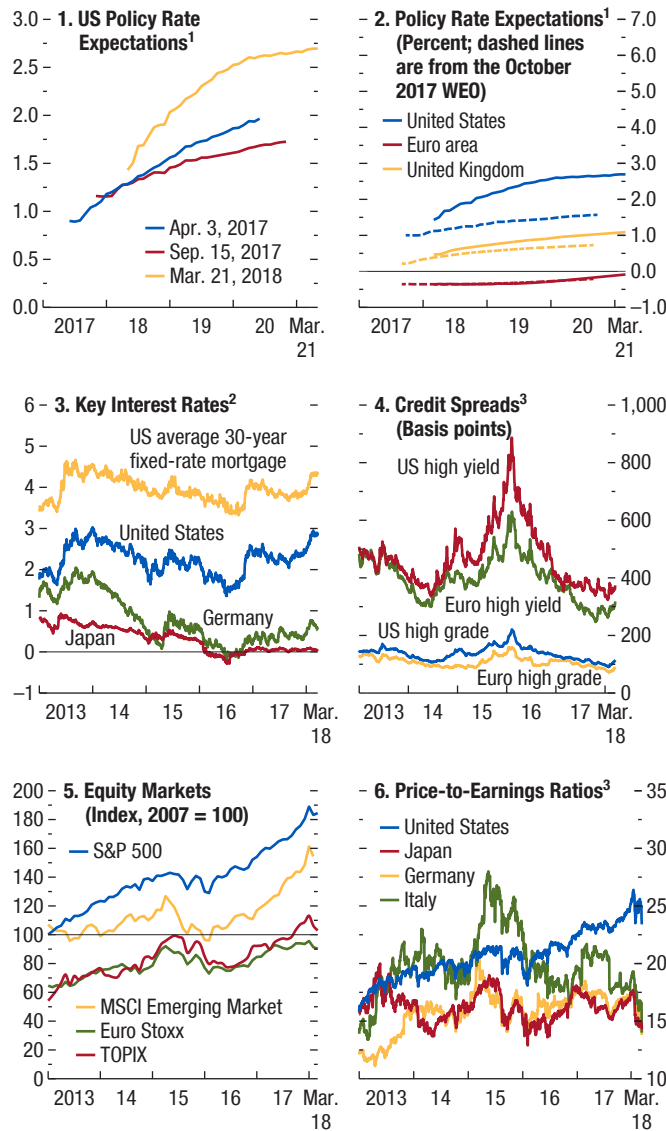


**Figure 1.7. Advanced Economies: Monetary and Financial Market Conditions**  
*(Percent, unless noted otherwise)*

With stronger domestic demand, a steeper path of expected policy rates has lifted US long-term yields since the fall. Yields have risen to a lesser extent among other advanced economies.



Sources: Bloomberg Finance L.P.; Thomson Reuters Datastream; and IMF staff calculations.

Note: MSCI = Morgan Stanley Capital International; S&P = Standard & Poor's; TOPIX = Tokyo Stock Price Index.

<sup>1</sup>Expectations are based on the federal funds rate futures for the United States, the sterling overnight interbank average rate for the United Kingdom, and the euro interbank offered forward rate for the euro area; updated March 21, 2018.

<sup>2</sup>Interest rates are 10-year government bond yields, unless noted otherwise. Data are through March 23, 2018.

<sup>3</sup>Data are through March 23, 2018.