



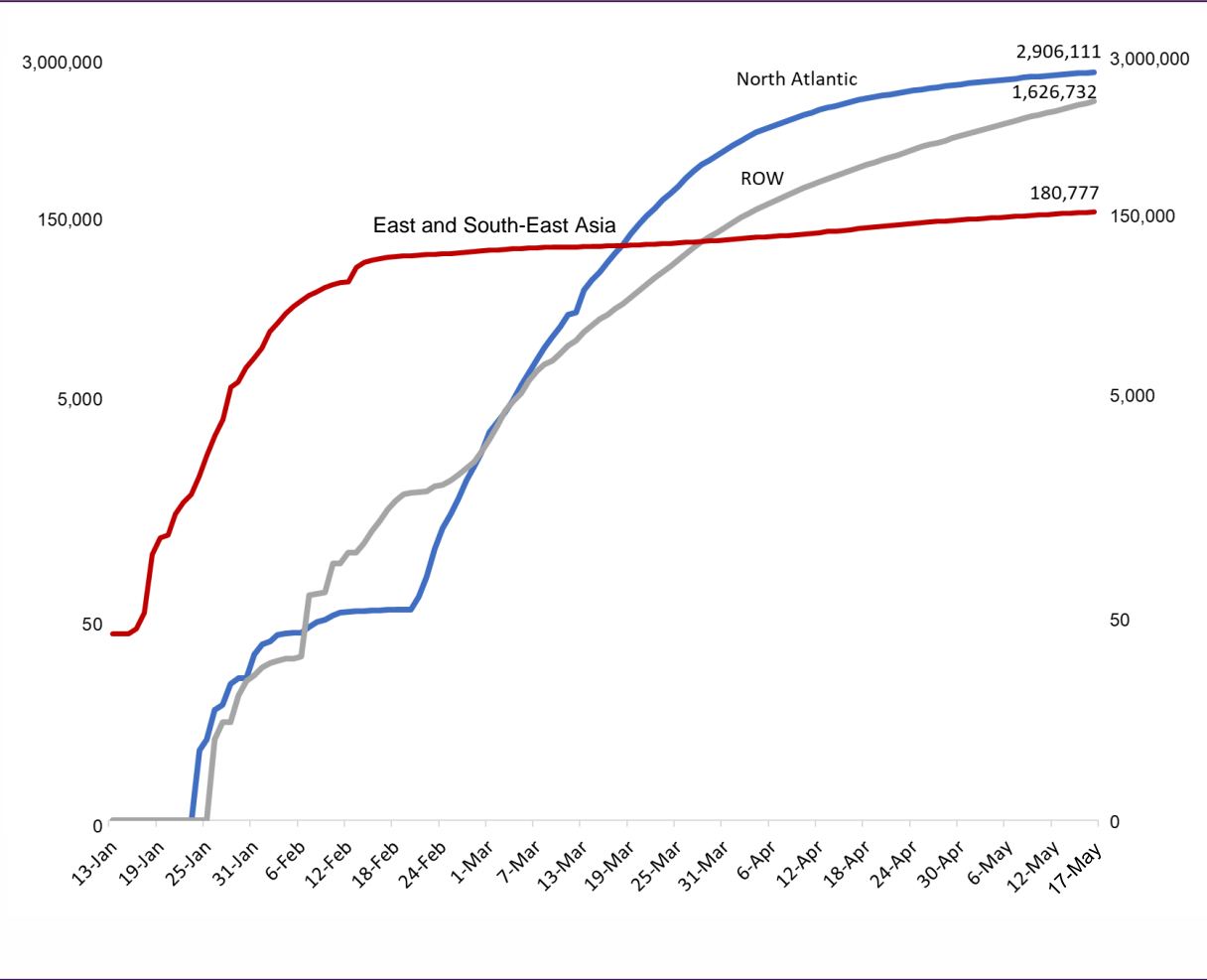
FISCAL AFFAIRS

INTERNATIONAL OUTLOOK AND FISCAL POLICY

MAY 19, 2020

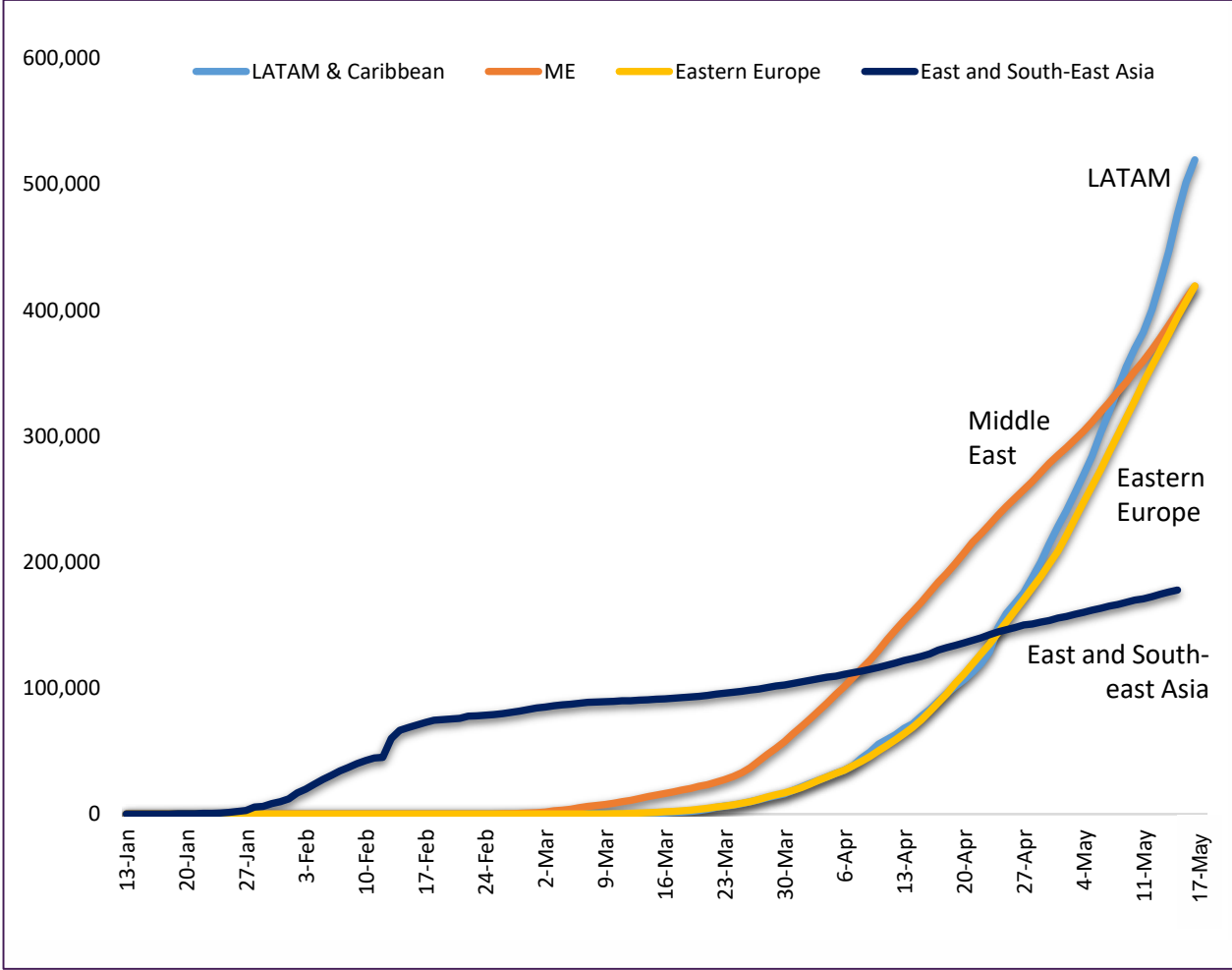
Vitor Gaspar
Director
Fiscal Affairs Department

Confirmed Cases



Note: data presented in log scale.

Sources: Johns Hopkins University and IMF staff.

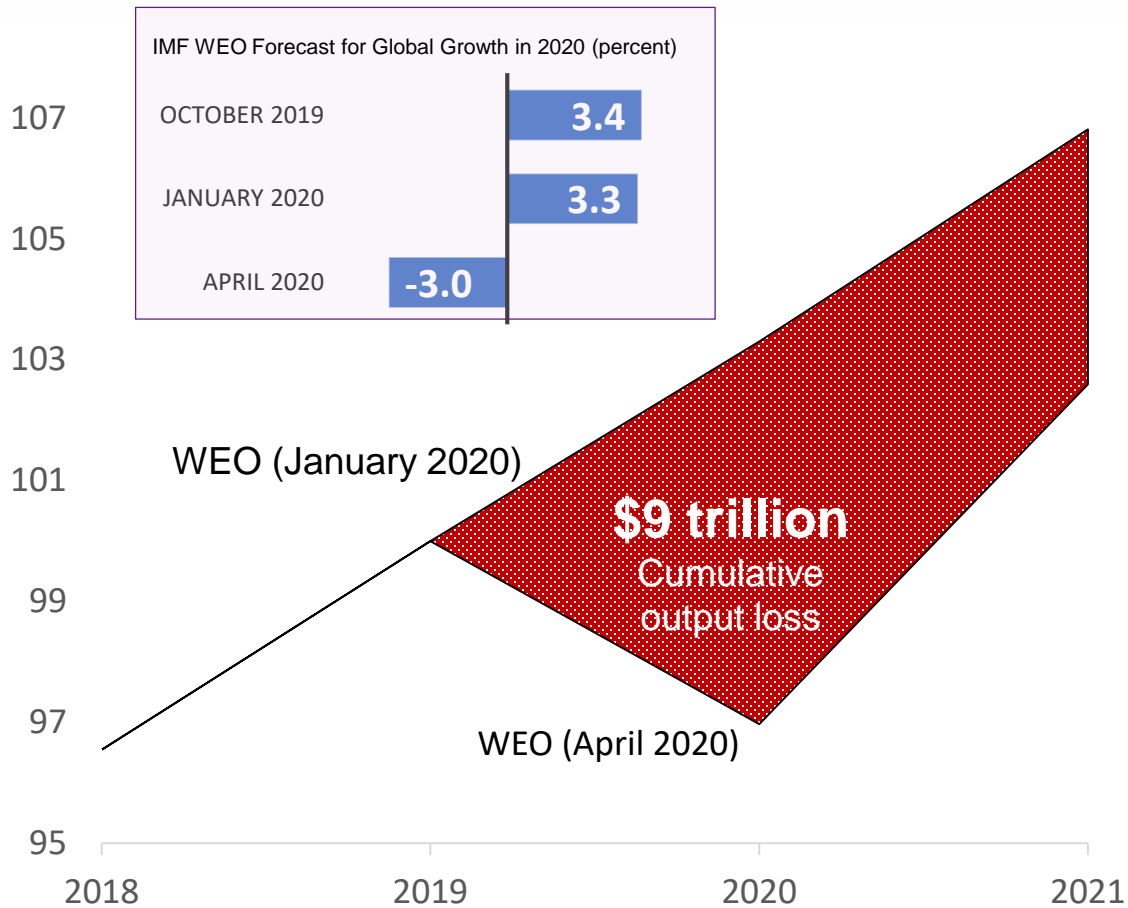


Note: Middle east includes Turkey.

Sources: Johns Hopkins University and IMF staff.

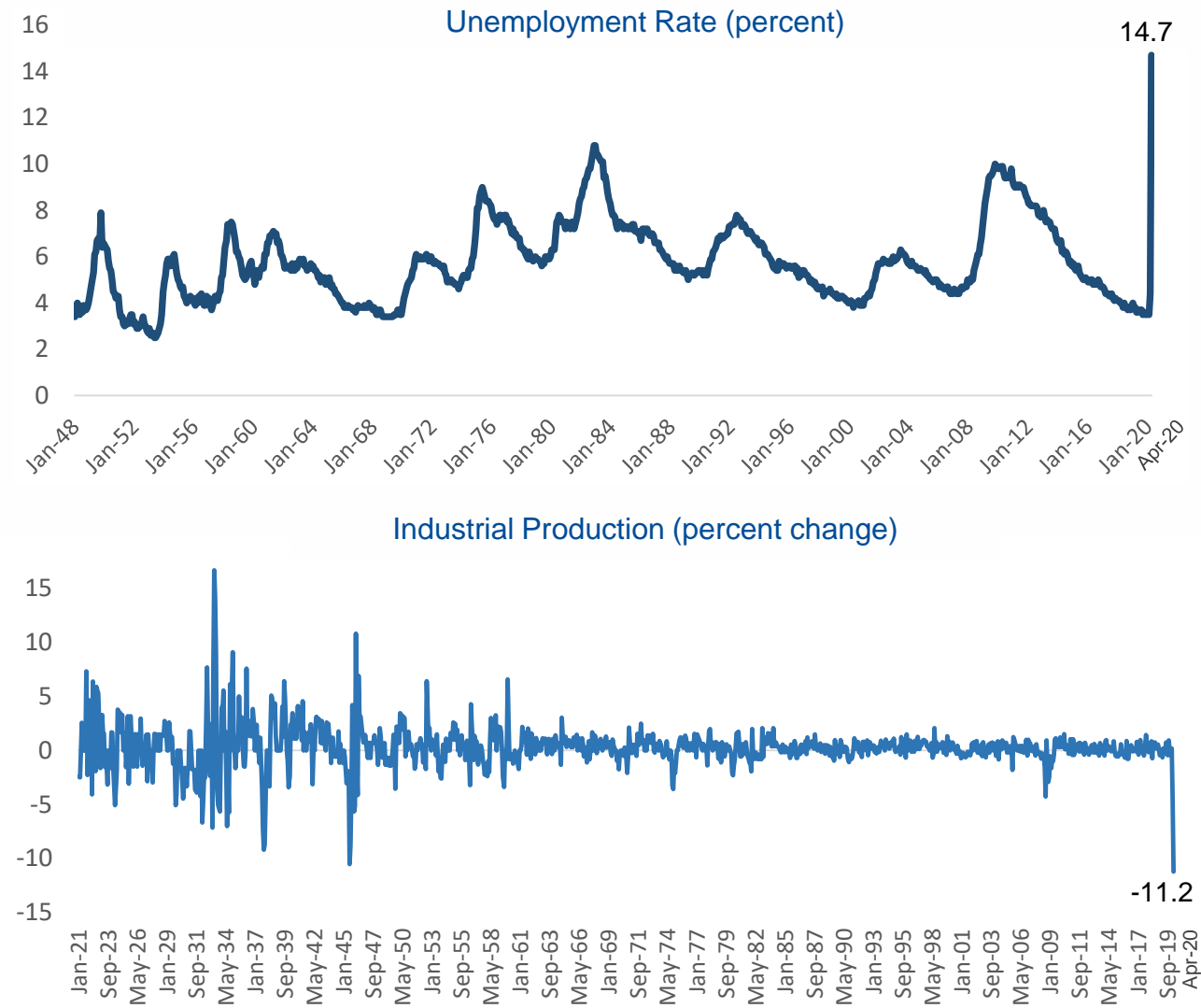
The Great Lockdown: Sharp Fall and Radical Uncertainty

Global Growth (percent change)



Source: IMF World Economic Outlook (April 2020)

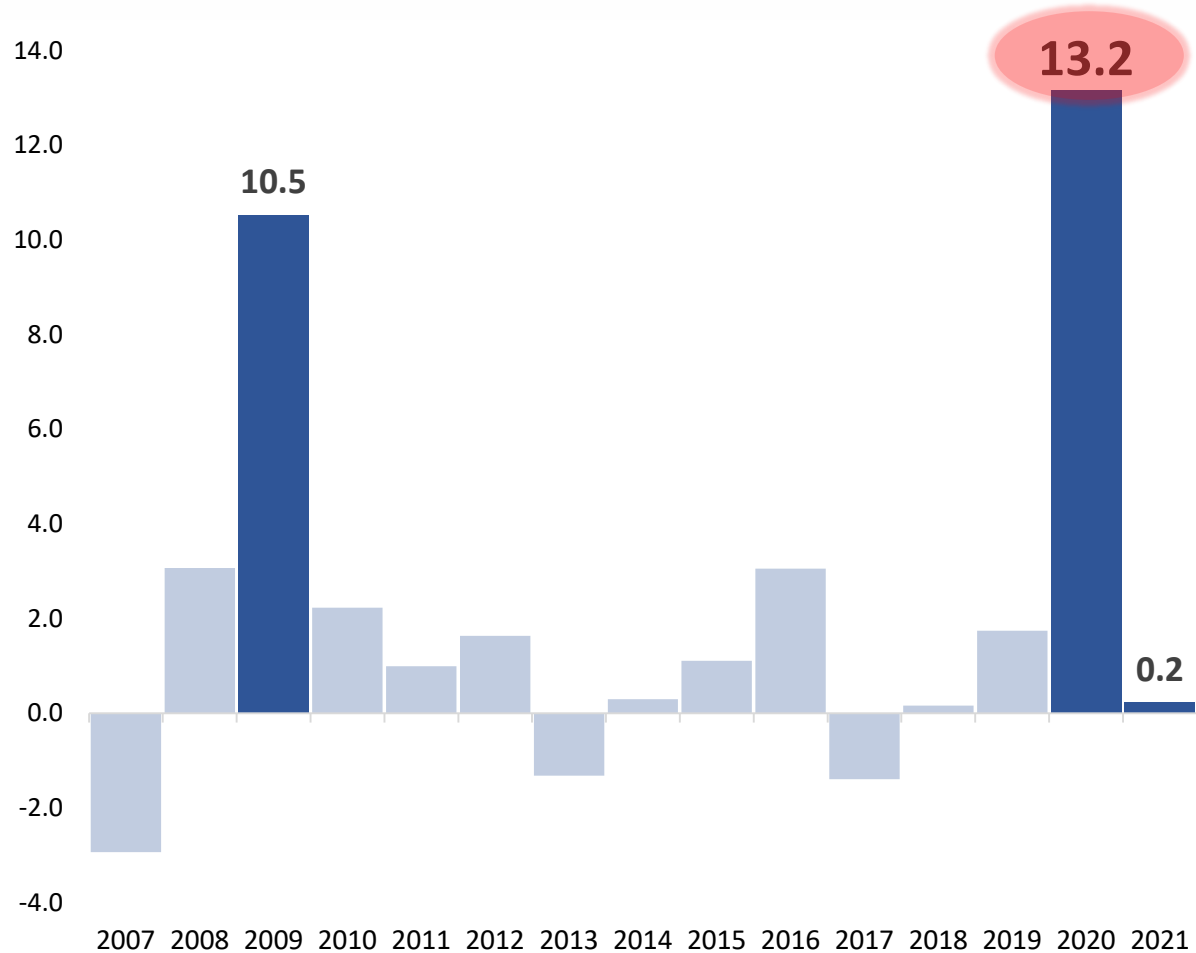
United States: Recent Developments



Sources: US Bureau of Labor Statistics; and Haver analytics.

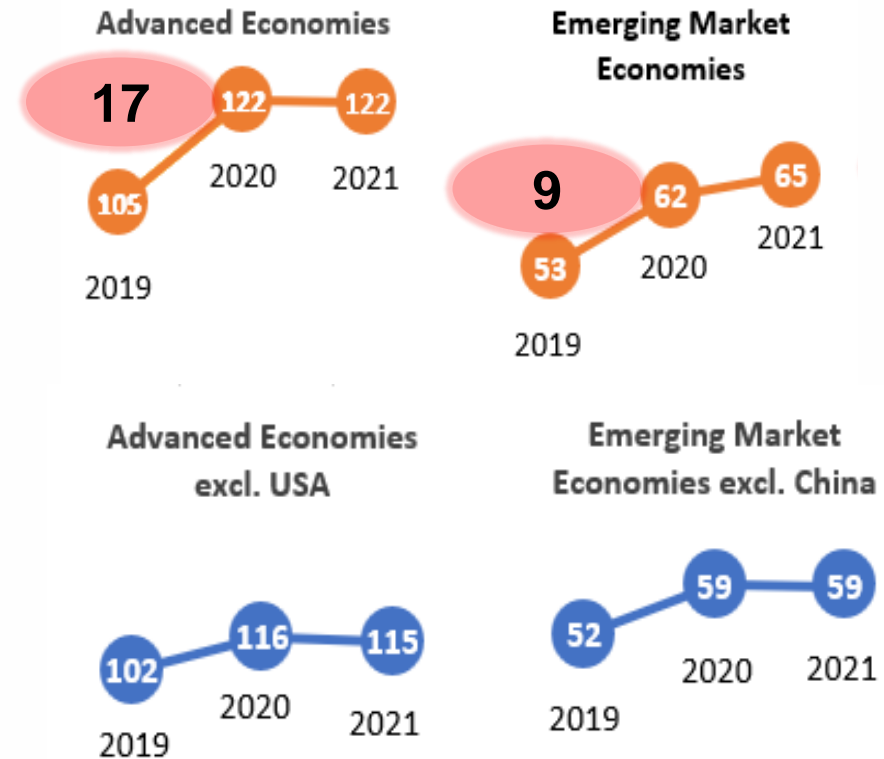
Debt and Deficits under the Baseline Scenario

World: Public Debt Changes, 2007-21
(Percentage points of GDP)



Sources: IMF World Economic Outlook and IMF staff calculations.

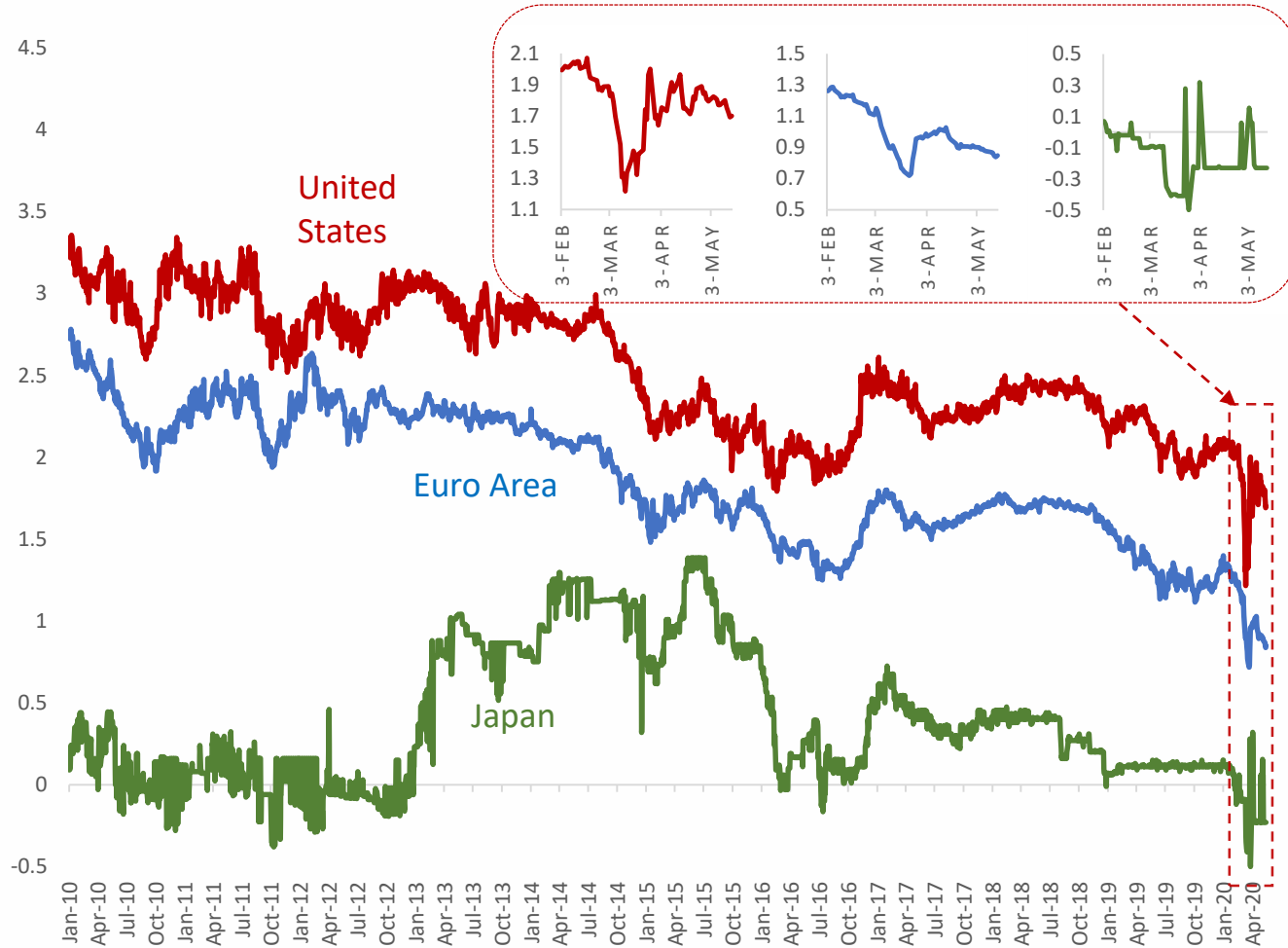
Public Debt, 2019-21
(Percent of GDP)



Sources: IMF World Economic Outlook and IMF staff calculations.

Inflation and Inflation Expectations

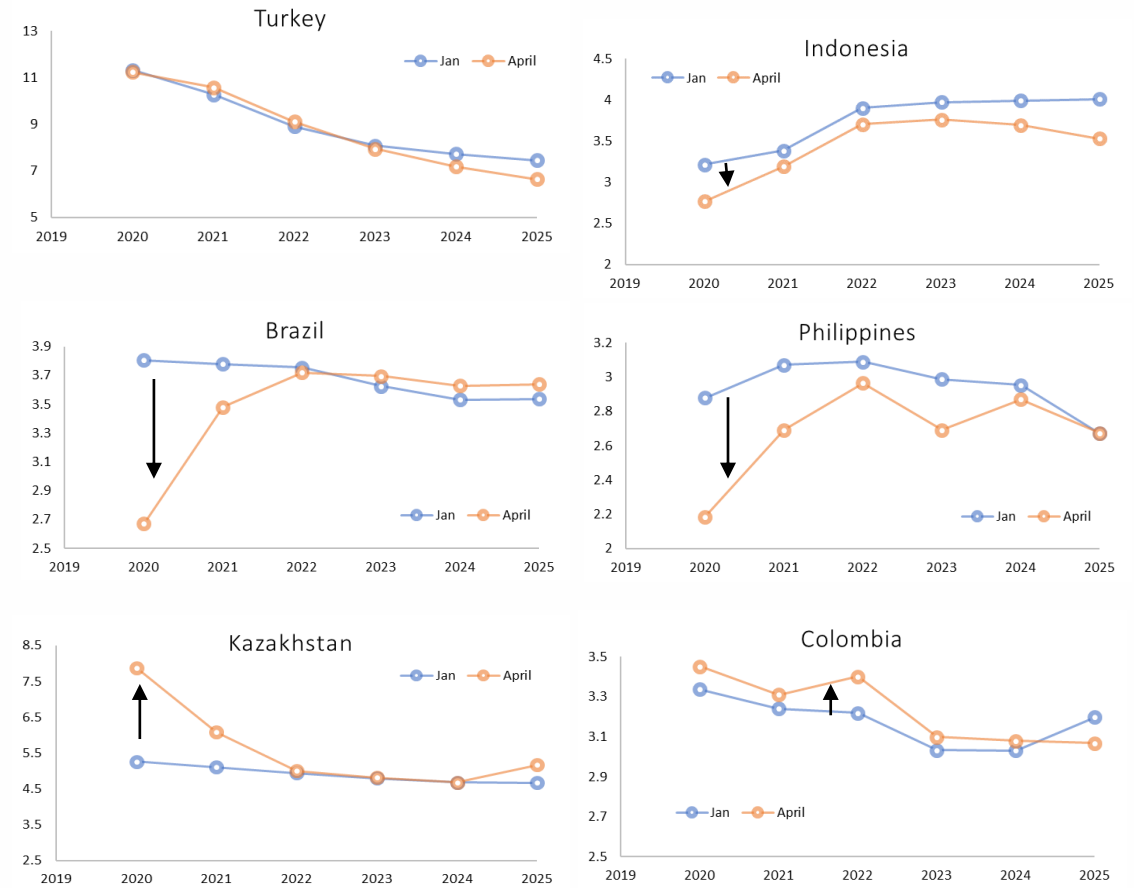
5y/5y Inflation Swap Forward (Percent)



Note: updated as of May 15, 2020.

Source: Bloomberg.

Inflation Expectations in Selected Emerging Market Economies (Percent)

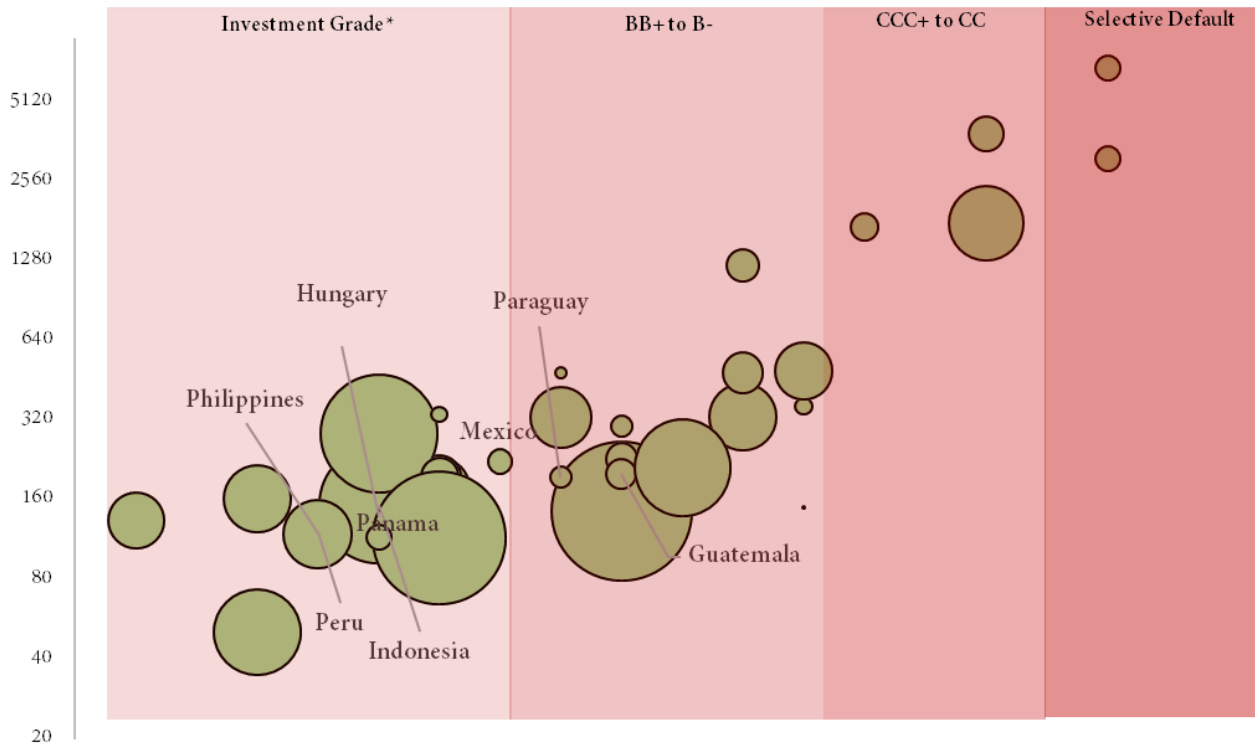


Note: survey-based inflation expectations.

Source: Consensus Forecasts.

Bond Markets in EMEs

Changes in Sovereign Bond Spreads in EMEs in March 2020 (basis points)

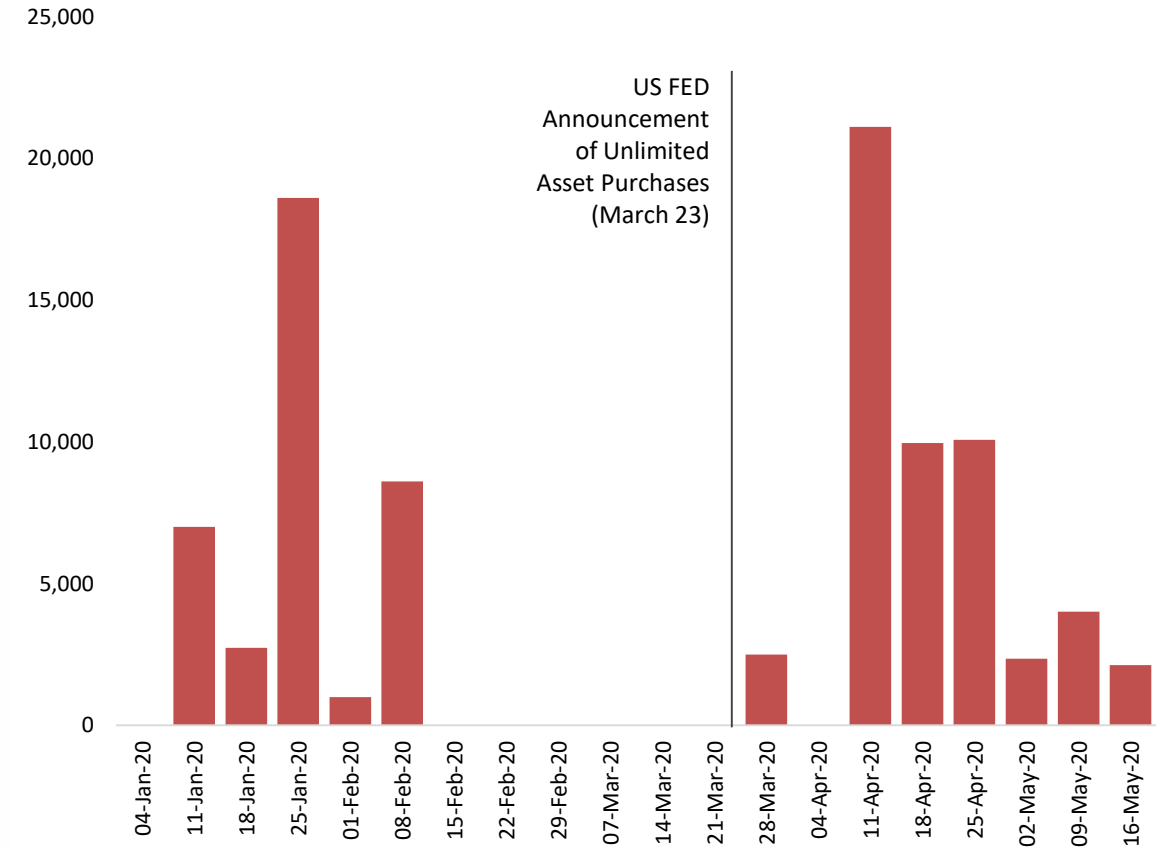


Note: The chart depicts 42 EMEs (including Nigeria). Logarithmic scale is used on the vertical axis, representing changes in EMBI Global Sovereign Spreads during the month of March 2020. Bubble size represents the country's gross domestic product, in USD, current prices.

* Considered Investment grade when the sovereign is issued a credit rating of BBB- and above.

Sources: Bloomberg, S&P Sovereign Credit Ratings and IMF World Economic Outlook.

Weekly Sovereign Bond Issuances in 2020 (US\$ Millions)



Note: countries that issued in March-April 2020: Panama, Guatemala, Hungary, Indonesia, Mexico, Paraguay, Peru, Philippines, Qatar, Saudi Arabia, UAE.

Sources: Bondradar and IMF staff calculations.