

Diagram 1: Yankee Go Home!

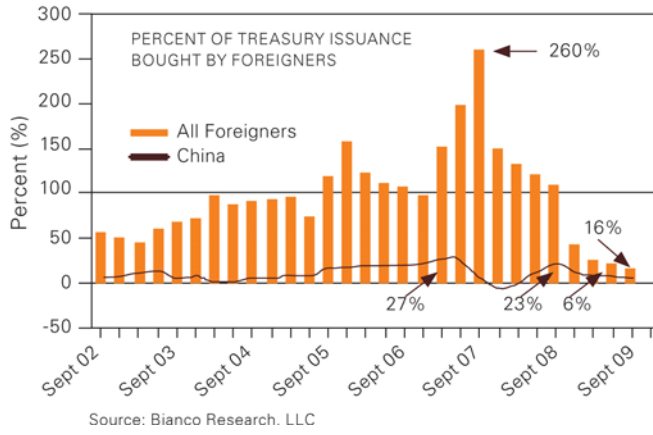


Diagram 2

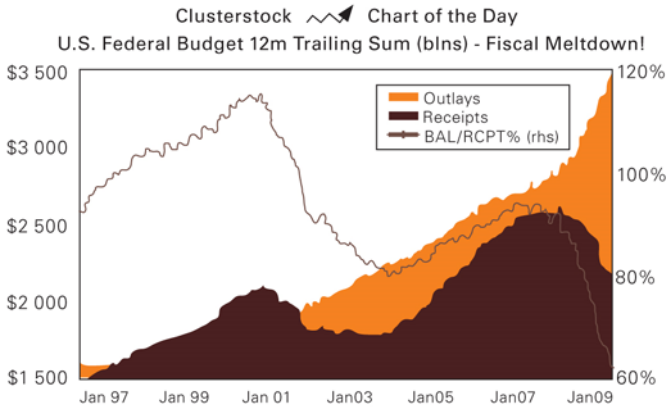


Diagram 3

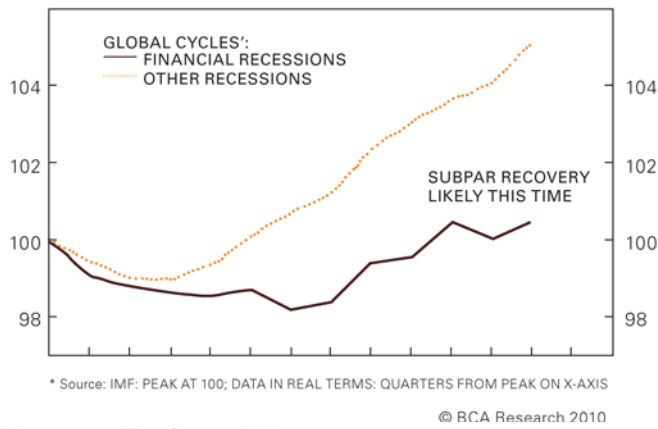


Diagram 4: The Second Wave

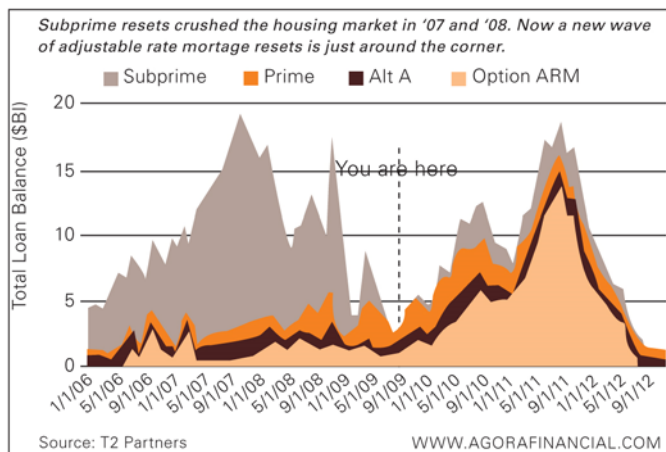


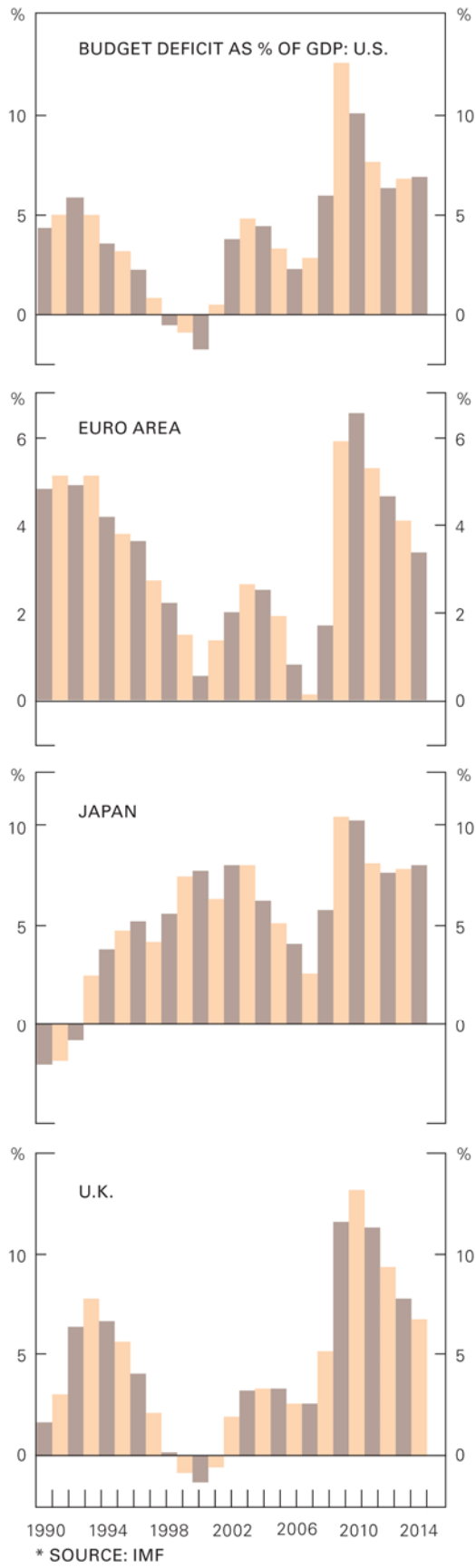
Diagram 5: Investors go to Germany!

Fiscal Deficits and Public Debt and Expected Changes								
	Fiscal Deficits (% of GDP)				Public Debt (% of GDP)			
	07	09	10e	14e	07	09	10e	14e
Australia	1.5	-4.3	-5.3	-1.1	10	17	23	28
China	0.9	-3.9	-3.9	-0.8	20	20	22	20
France	-2.7	-8.3	-8.6	-5.2	64	78	85	96
Germany	-0.5	-4.2	-4.6	0.0	63	79	85	89
India	-4.4	-10.4	-10.0	-5.7	81	85	86	79
Italy	-1.5	-5.6	-5.6	-5.3	104	116	120	129
Japan	-2.5	-10.5	-10.2	-8.0	188	219	227	246
UK	-2.6	-11.6	-13.2	-6.8	44	69	82	98
US	-2.8	-12.5	10.0	-6.7	62	85	94	108
G-20	-1.0	-7.9	-6.9	-3.7	62	75	80	86
Advanced	-1.9	-9.7	-8.7	-5.3	78	99	107	118
Emerging	0.3	-5.1	-4.1	-1.3	37	39	40	36

Source: BofA Merrill Lynch Global Research, IMF

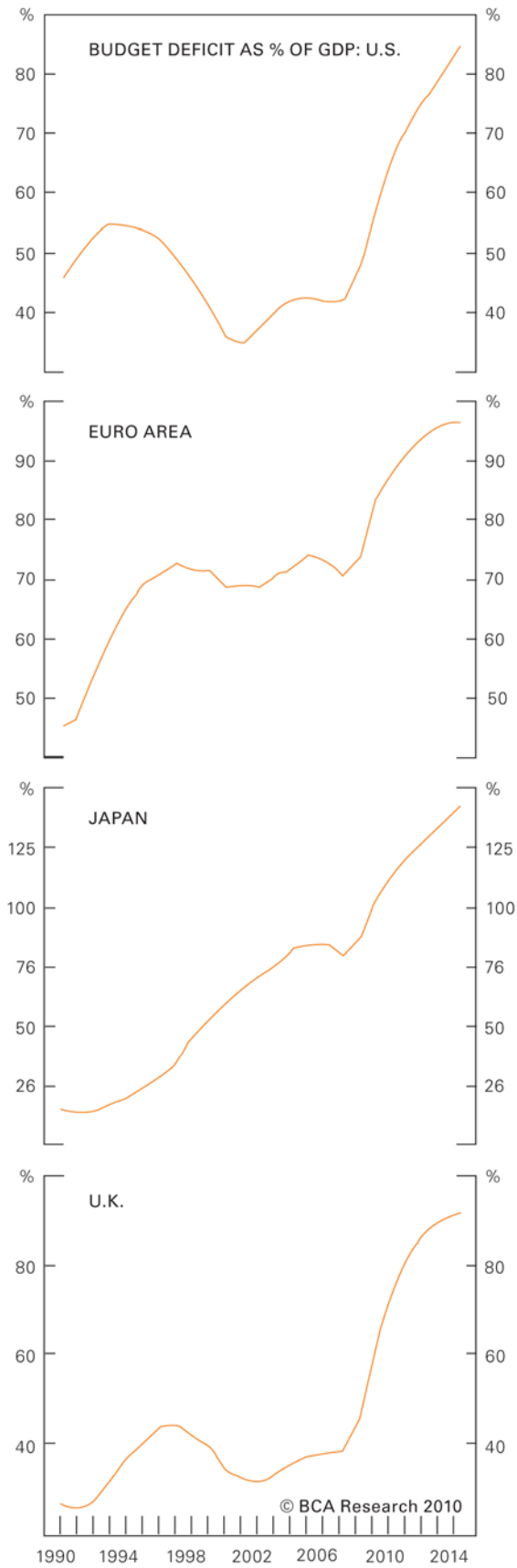
Diagram 6

Fiscal Trends Run Amok



* SOURCE: IMF

Diagram 7



* SOURCE: IMF