



OBSTACLES TO FINANCIAL STABILITY

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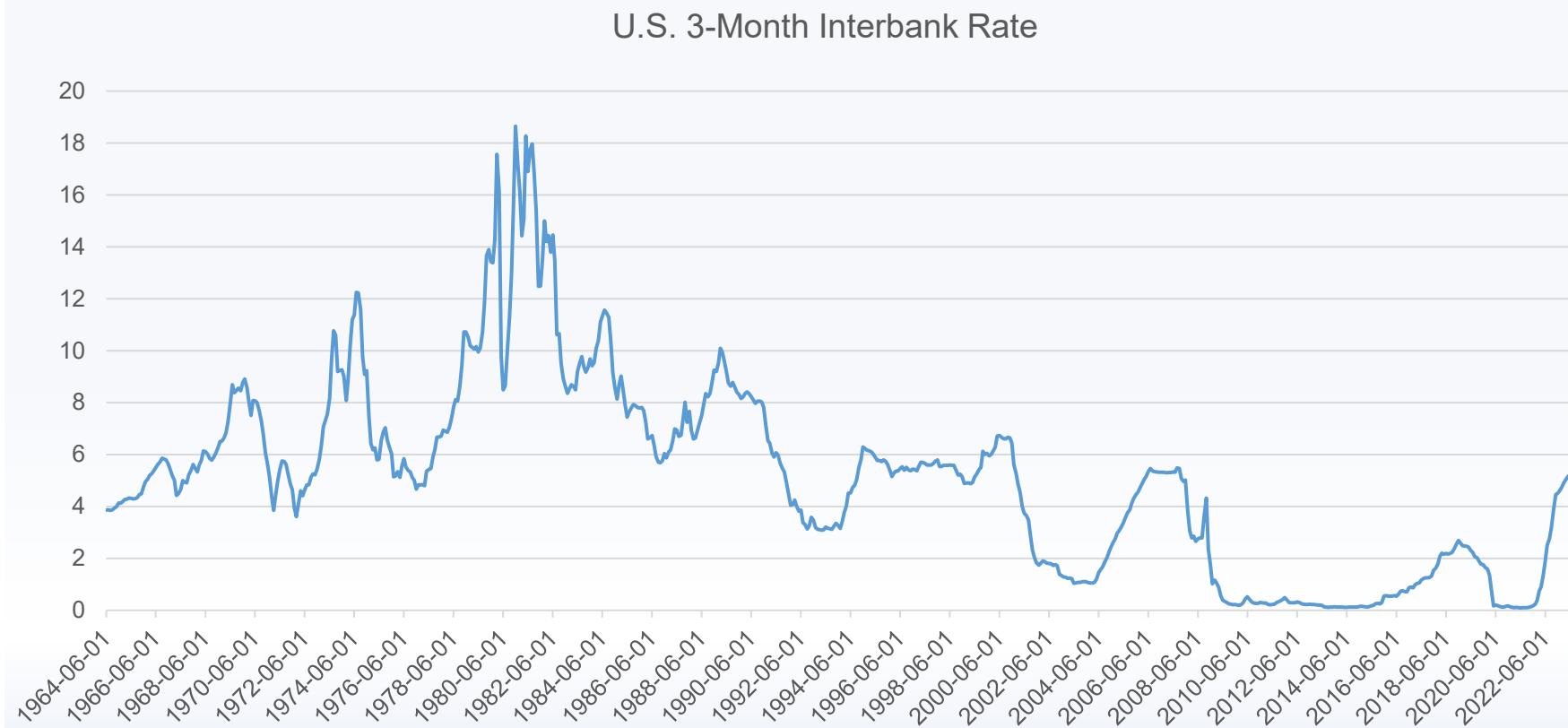
FLUCTUATIONS IN THE VALUE OF THE U.S. DOLLAR OVER THE PAST 50 YEARS

Trade Weighted US Dollar Index



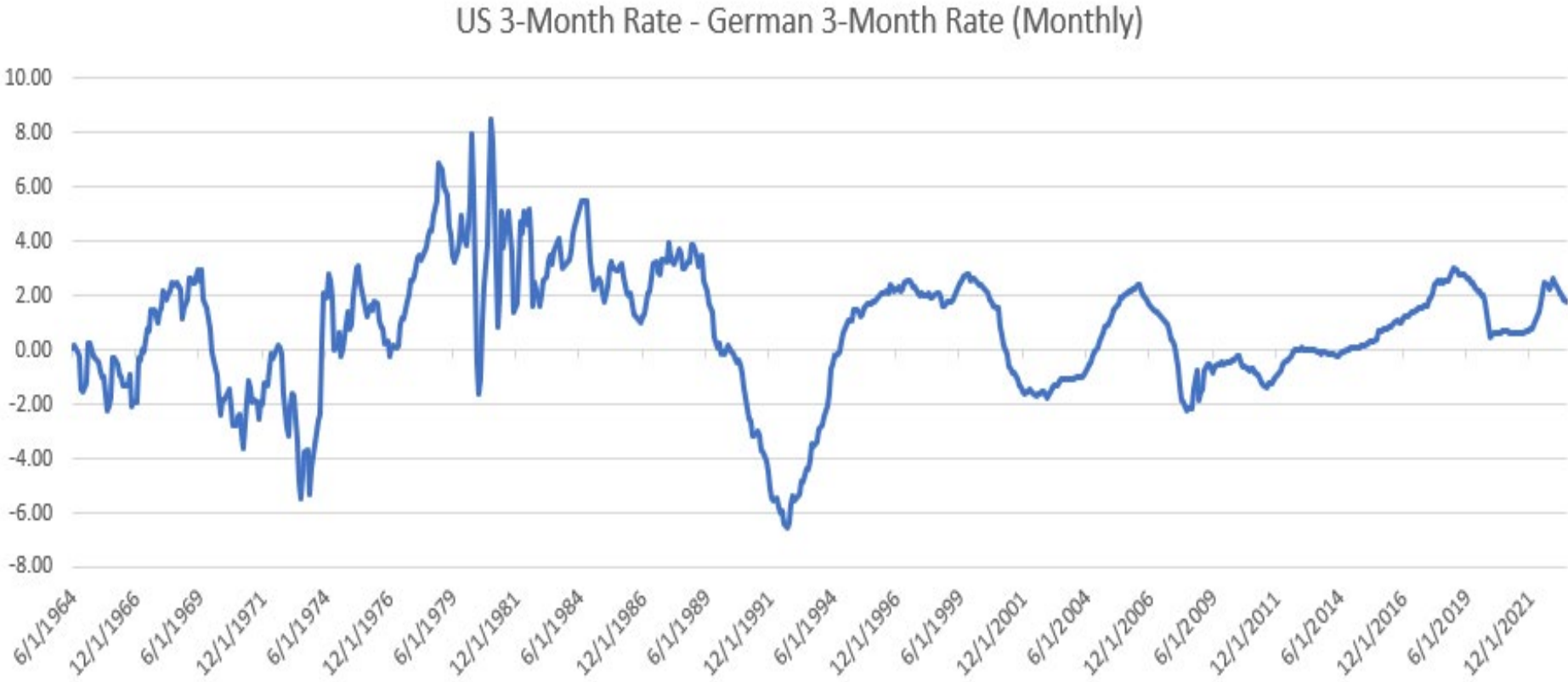
Source: Federal Reserve Bank of St. Louis

U.S. INTEREST RATE FLUCTUATIONS SINCE THE MID-1960S



Source: Federal Reserve Bank of St. Louis

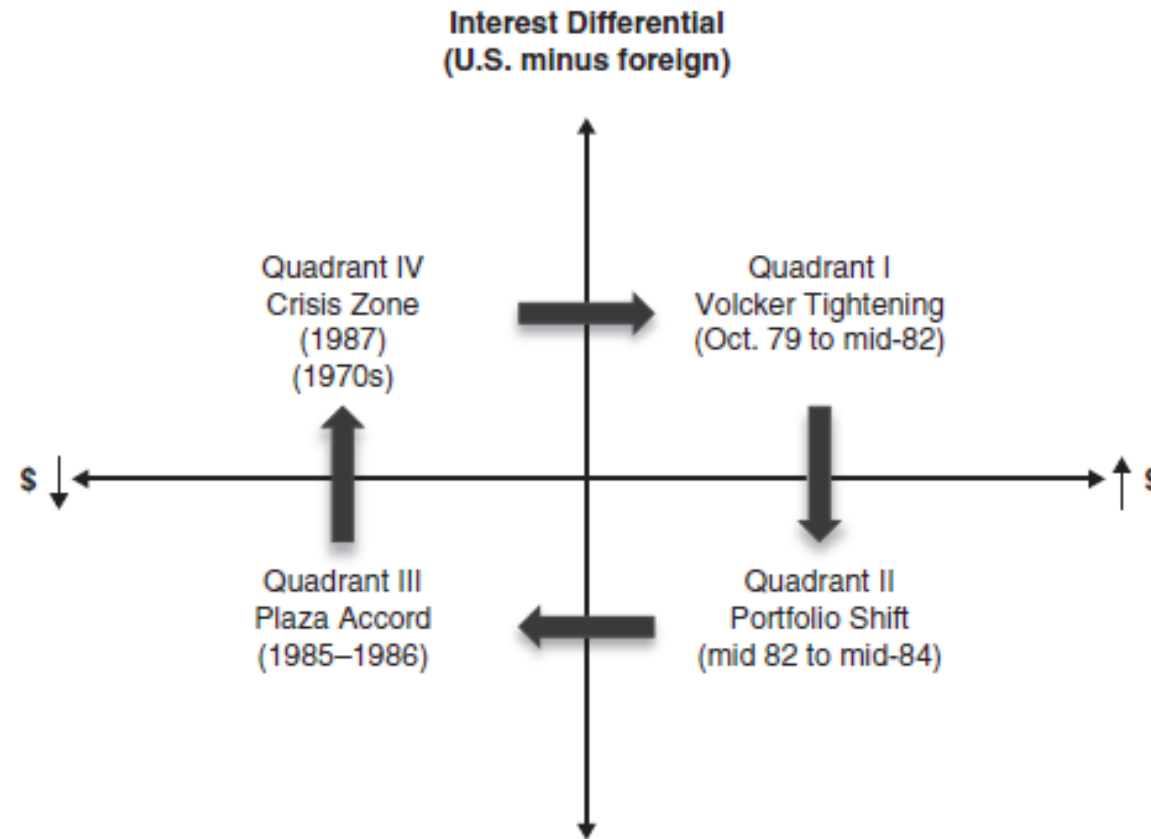
SHORT-TERM INTEREST RATE DIFFERENTIAL: U.S. VERSUS GERMANY



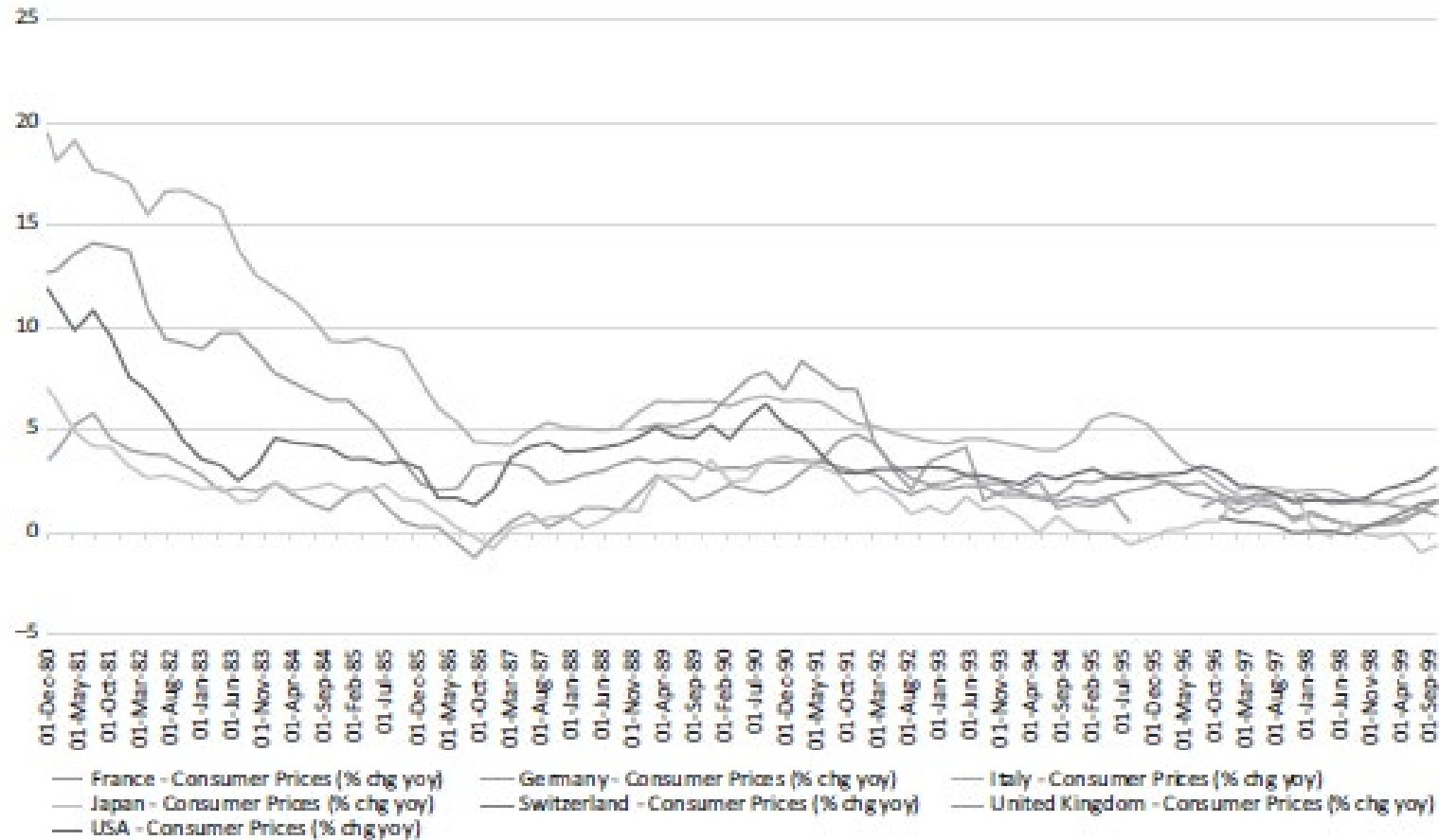
Source: Federal Reserve Bank of St. Louis

EXCHANGE RATE CHANGES AND INTEREST RATE DIFFERENTIALS, 1970-1980S

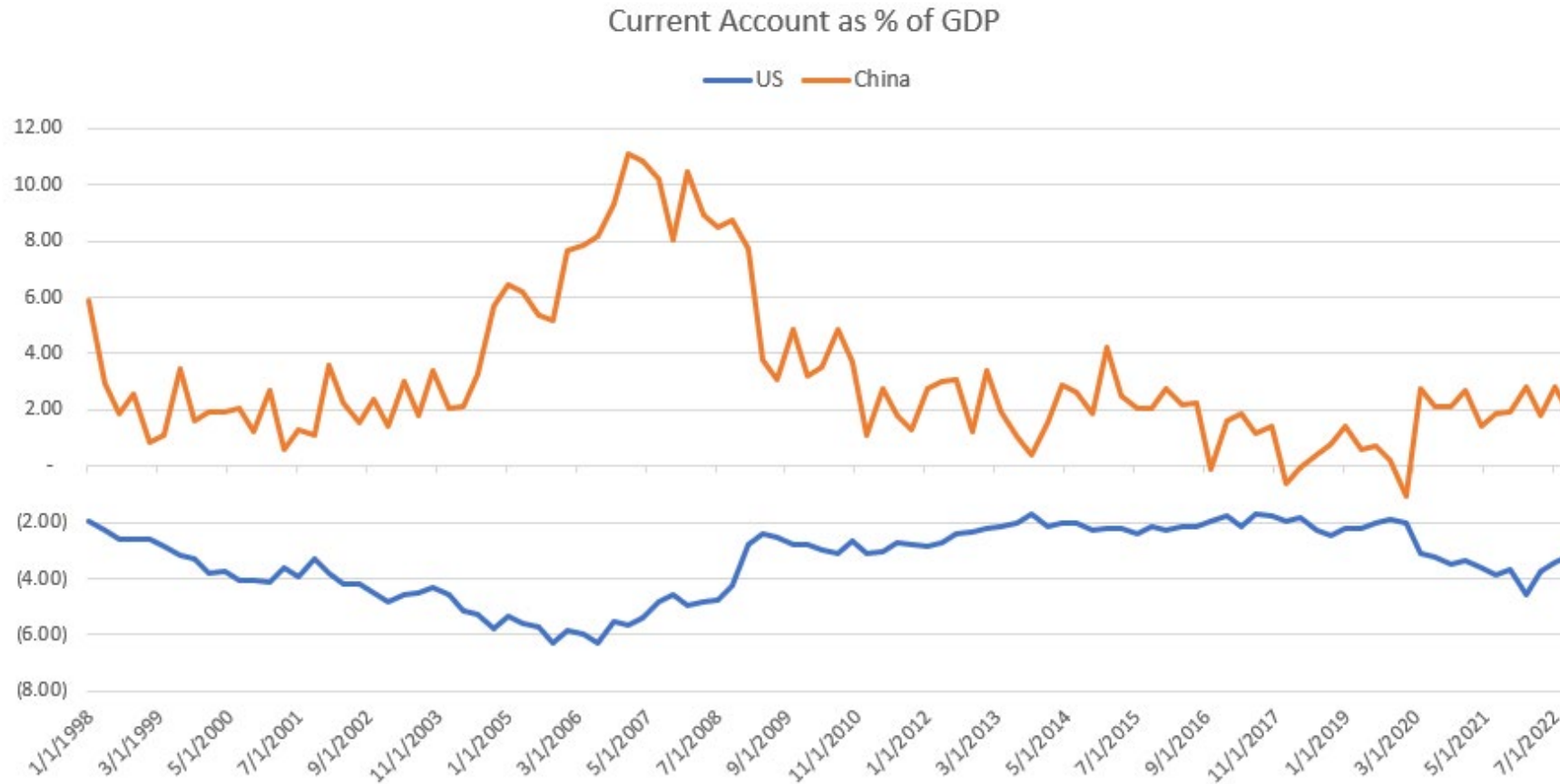
1 Overview: A Framework for Investing During Currency Crises ...



CONVERGE OF G-7 INFLATION RATES BY THE 1990S



CURRENT ACCOUNT IMBALANCES FOR THE US AND CHINA (PERCENT OF GDP)



Source: Federal Reserve Bank of St. Louis