

1. Record Nr.	UNINA9910155012803321
Titolo	Brazil : : Selected Issues
Pubbl/distr/stampa	Washington, D.C. : , : International Monetary Fund, , 2016
ISBN	9781475553239 1475553234 9781475553291 1475553293
Descrizione fisica	1 online resource (159 p.)
Collana	IMF Staff Country Reports
Soggetti	Foreign Exchange Investments: Futures Macroeconomics Money and Monetary Policy Public Finance Social Security and Public Pensions Pension Funds Non-bank Financial Institutions Financial Instruments Institutional Investors Macroeconomics: Consumption Saving Wealth Price Level Inflation Deflation Pensions Currency Foreign exchange Public finance & taxation Finance Pension spending Futures Exchange rates Aging Expenditure Financial institutions Prices

Population and demographics
Derivative securities
Expenditures, Public
Consumption
Economics
Business cycles
Brazil

Lingua di pubblicazione

Inglese

Formato

Materiale a stampa

Livello bibliografico

Monografia

Sommario/riassunto

This paper assesses the importance of financial market developments for the business cycle in Brazil. The results underscore the importance of macro-financial linkages and highlight risks to the recovery going forward. Although some of the rise in credit growth in Brazil can be attributed to financial deepening and rising income levels, it may have implications for economic activity going forward. Cross-country evidence suggests that periods of easy financial conditions can amplify economic fluctuations and possibly lead to adverse economic outcomes. To explore the nexus between the financial cycle and business cycle, cycles are estimated using a variety of commonly-used statistical methods and with a small, semi-structural model of the Brazilian economy. An advantage of using the model-based approach is that financial and business cycles can be jointly estimated, allowing information from all key economic relationships to be used in a consistent way. Financial sector developments are found to be an important source of macroeconomic fluctuations. Financial accelerator models highlight the role of credit and asset prices in shaping the business cycle.
