



**BORSA
İSTANBUL**

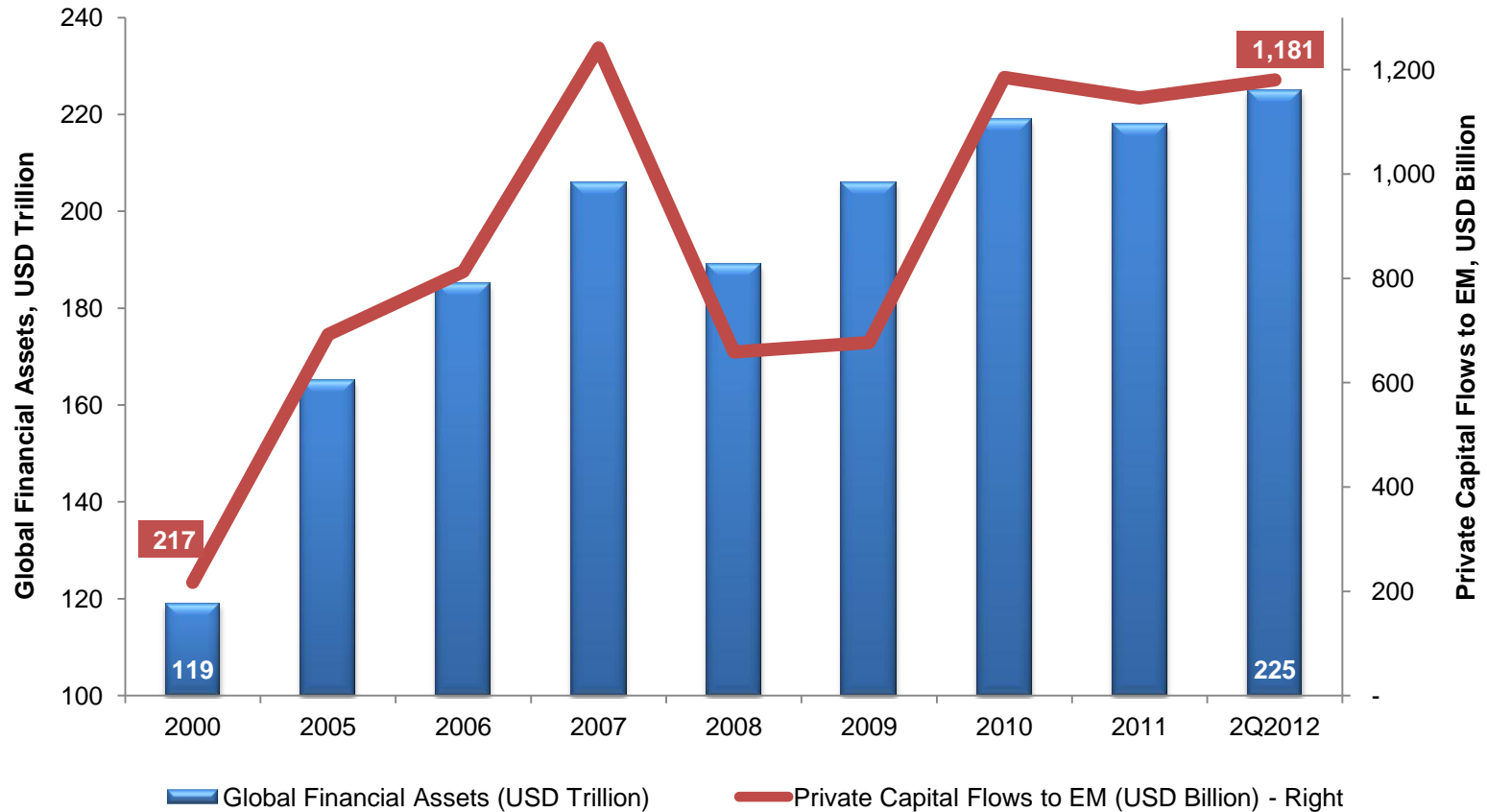
Benchmark for Investment



Emerging Markets: At the Crossroads

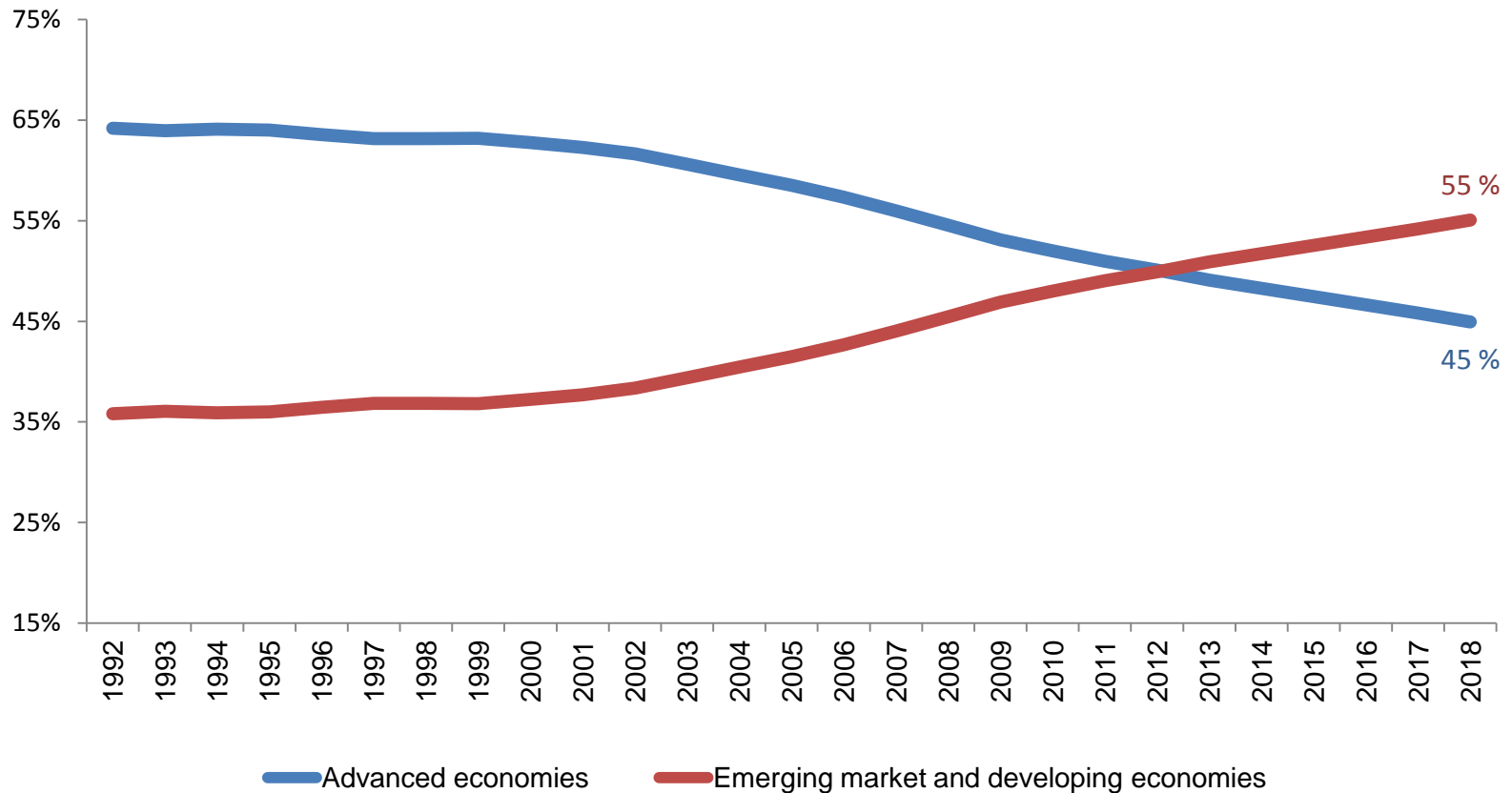
*İbrahim M. Turhan, Ph.D.
Chairman & CEO,
Borsa İstanbul
September 30, 2013*

The Outlook of Global Financial Assets and Capital Flows to EMs



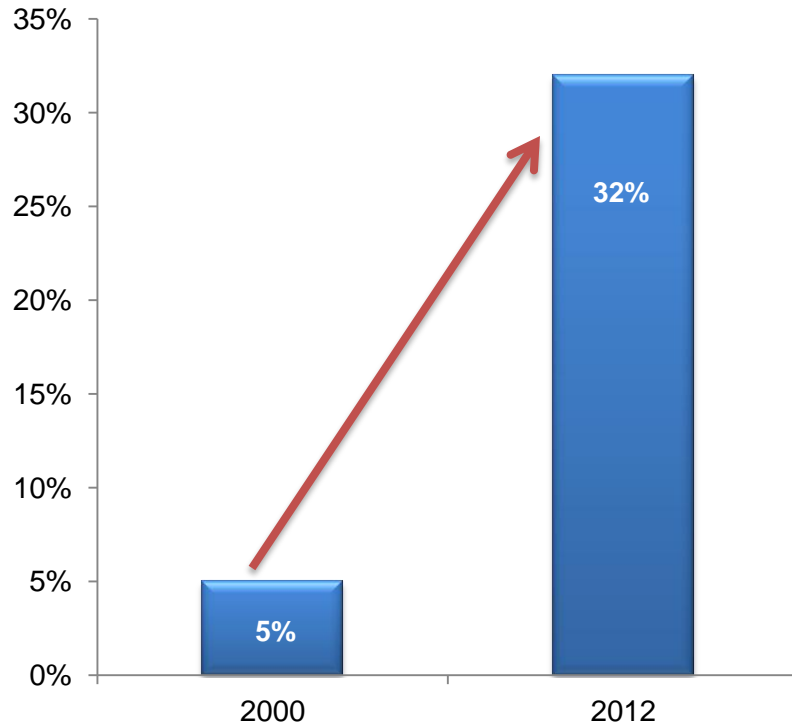
The Share of EMs in Global Output

Breakdown of Global Output by Country Groups

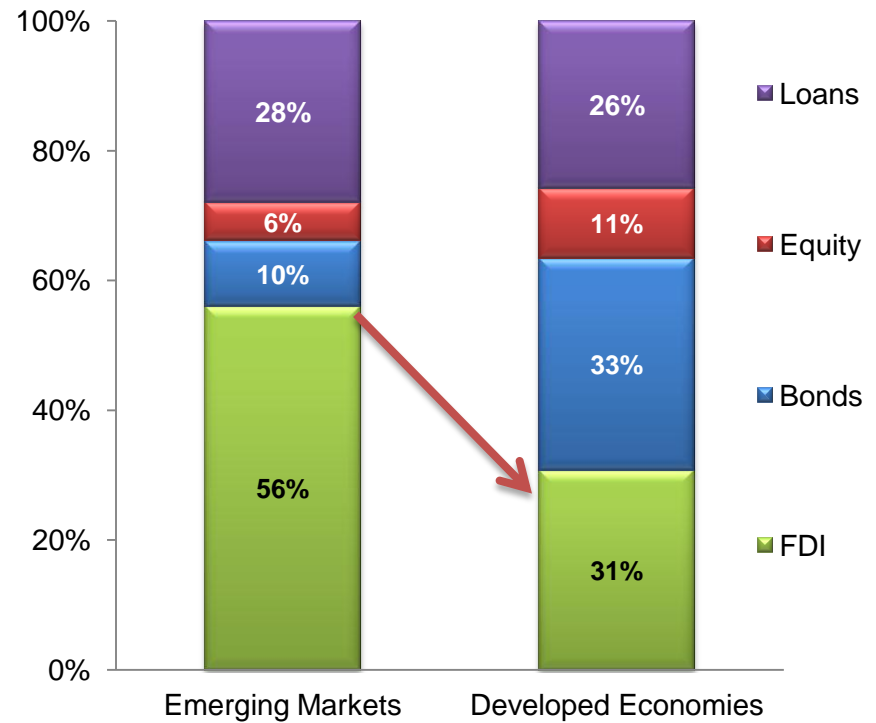


Capital Inflows to EMs: Higher Levels, Better Quality

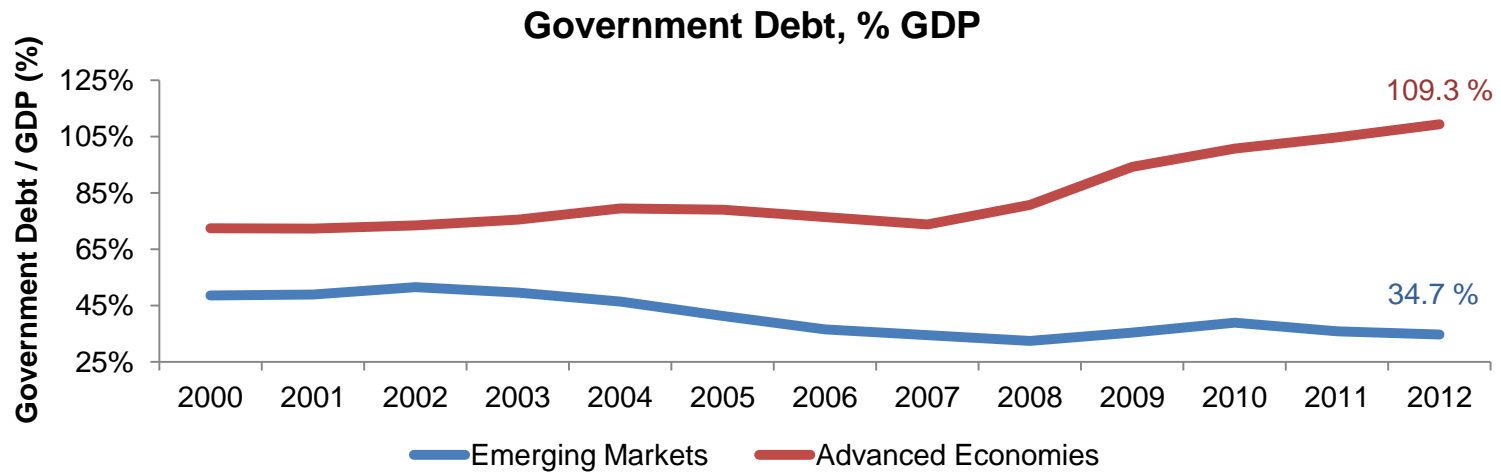
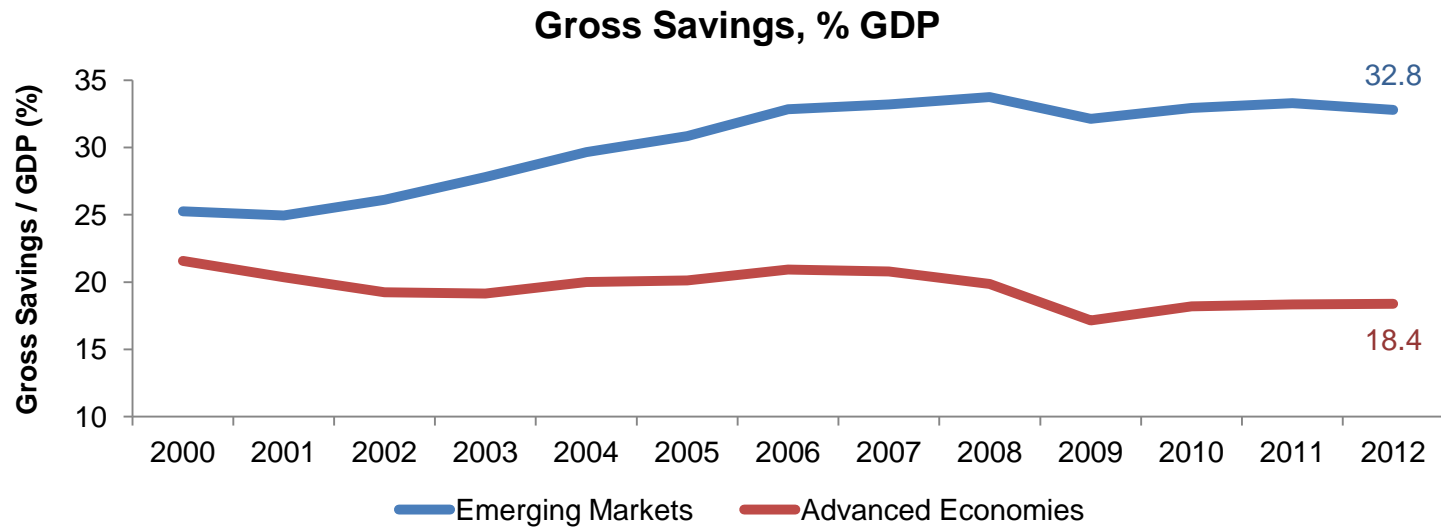
Share of EMs in Global Capital Flows



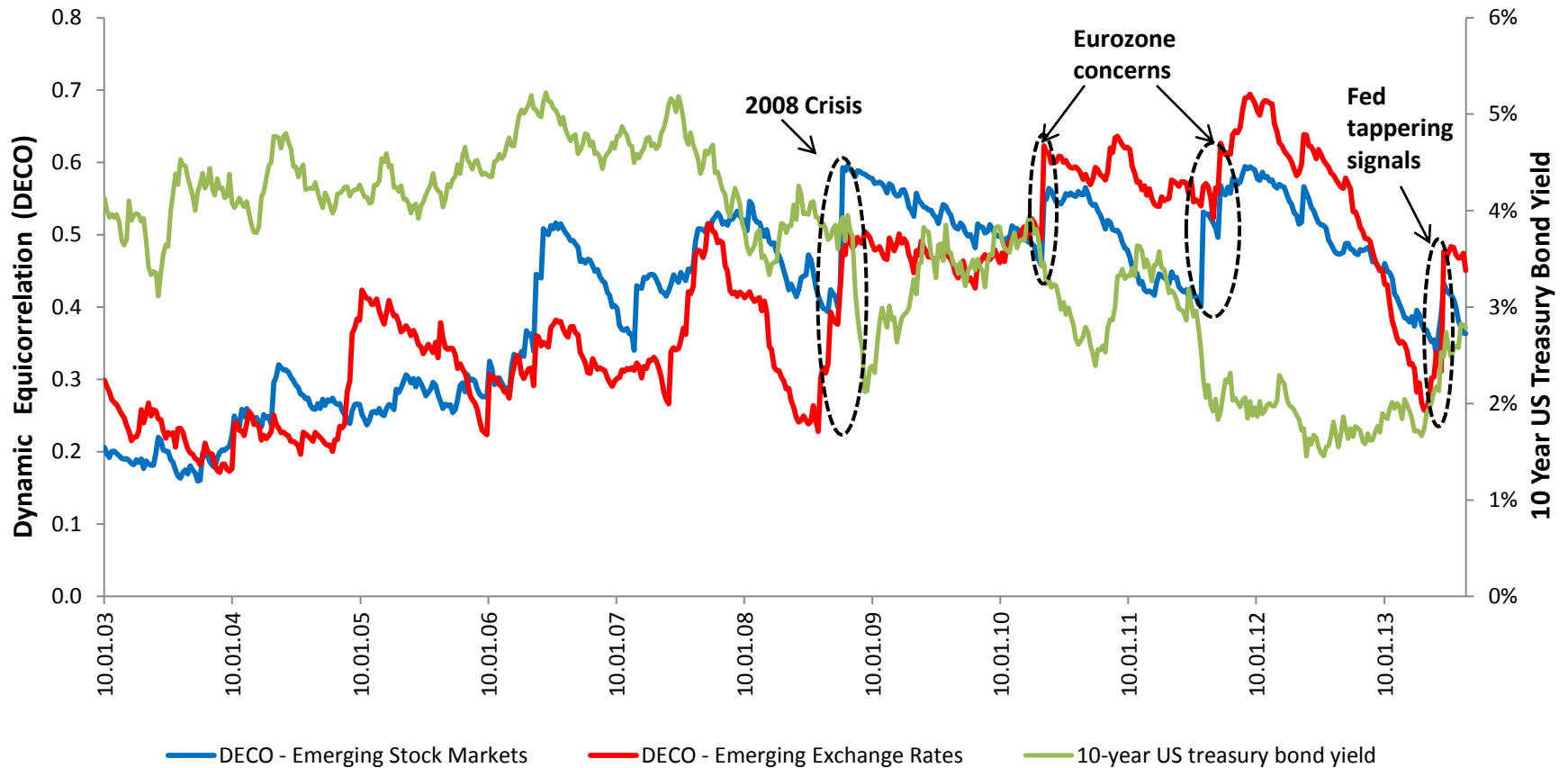
Breakdown of Capital Inflows 2007-2012



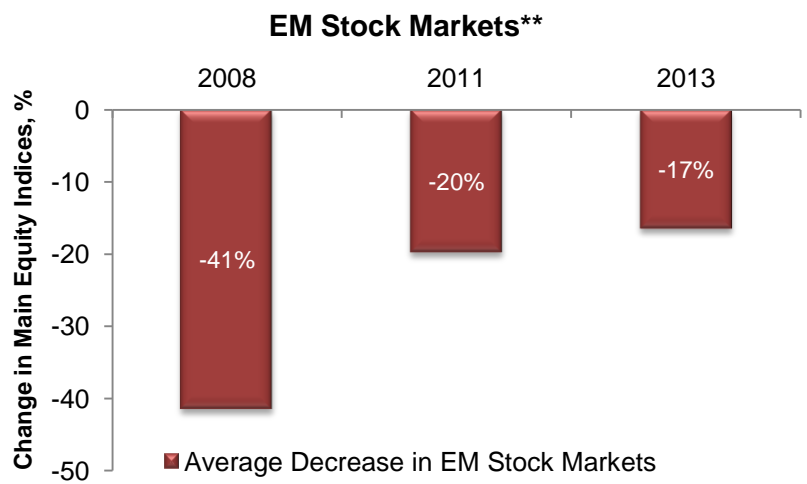
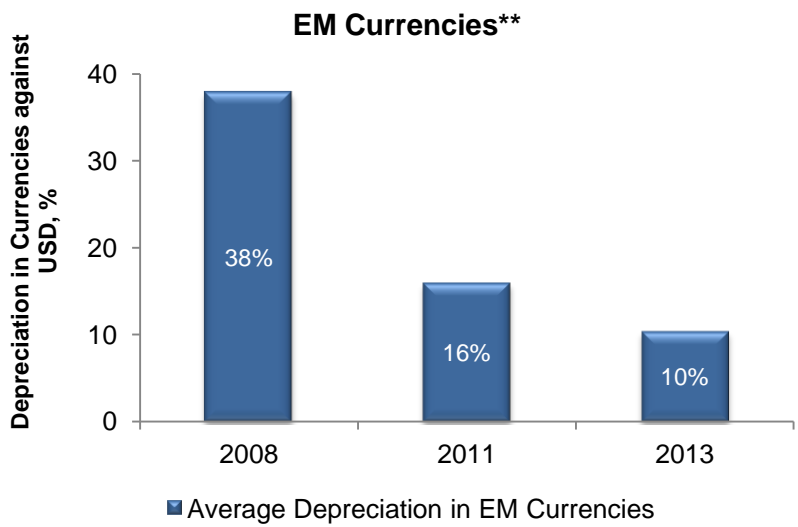
EMs Save More and Deleverage More



Extended Financial Integration: Higher Correlations



EMs are Vulnerable to Shocks from Developed Economies



*: Source: Bloomberg, Borsa İstanbul calculations

** : Charts show the average of highest 10 drop in stock markets and depreciation in currencies for the covered period
2008 covers the period between 08.08.2008 - 17.02.2009
2011 covers the period between 14.06.2011 - 28.12.2011
2013 covers the period between 10.04.2013 - 05.09.2013





Emerging Markets: At the Crossroads

*Ibrahim M. Turhan, Ph.D.
Chairman & CEO,
Borsa İstanbul
September 30, 2013*



**BORSA
İSTANBUL**

Benchmark for Investment