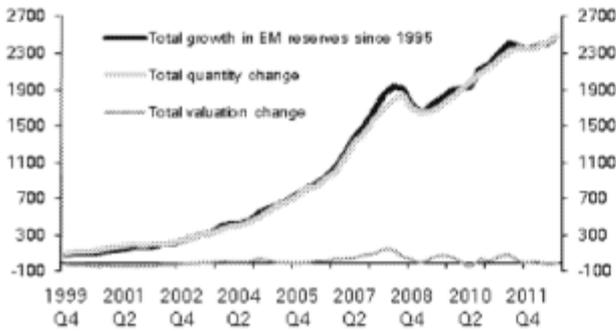
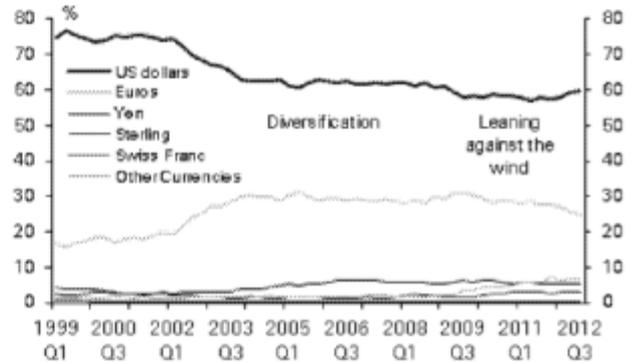


**Figure 13: In EM, the main driver of reserve growth has been intervention (in USD bn)**



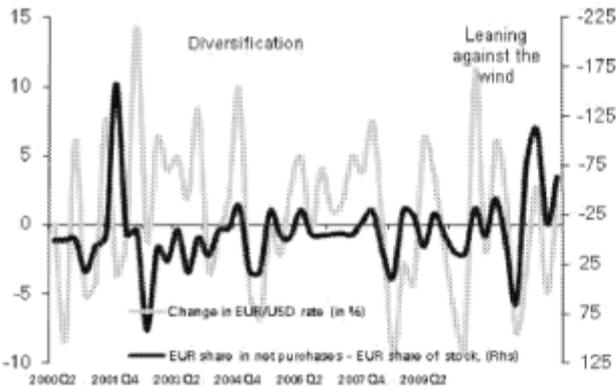
Source: DB FX Research

**Figure 14: In EM, the dollar share fell steadily during 2002-04 then stabilized**



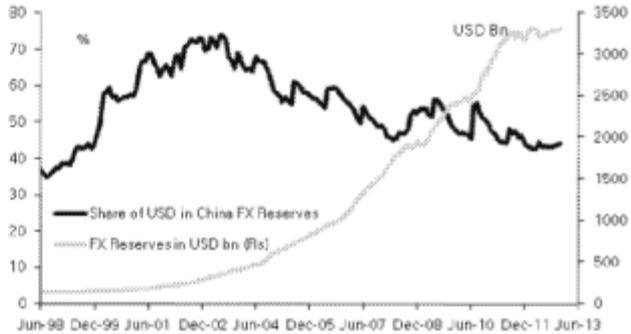
Source: COFER, IMF, DB FX Research

**Figure 15: First active diversification, then leaning against the wind**



Source: COFER, IMF, DB FX Research

**Figure 16: China has steadily diversified away from USD since 2004 (our estimates)**



Source: US TIC data DB FX Research