

# Maintaining Price Stability: The Bank of Israel's Sixth Decade



Dr. Karnit Flug

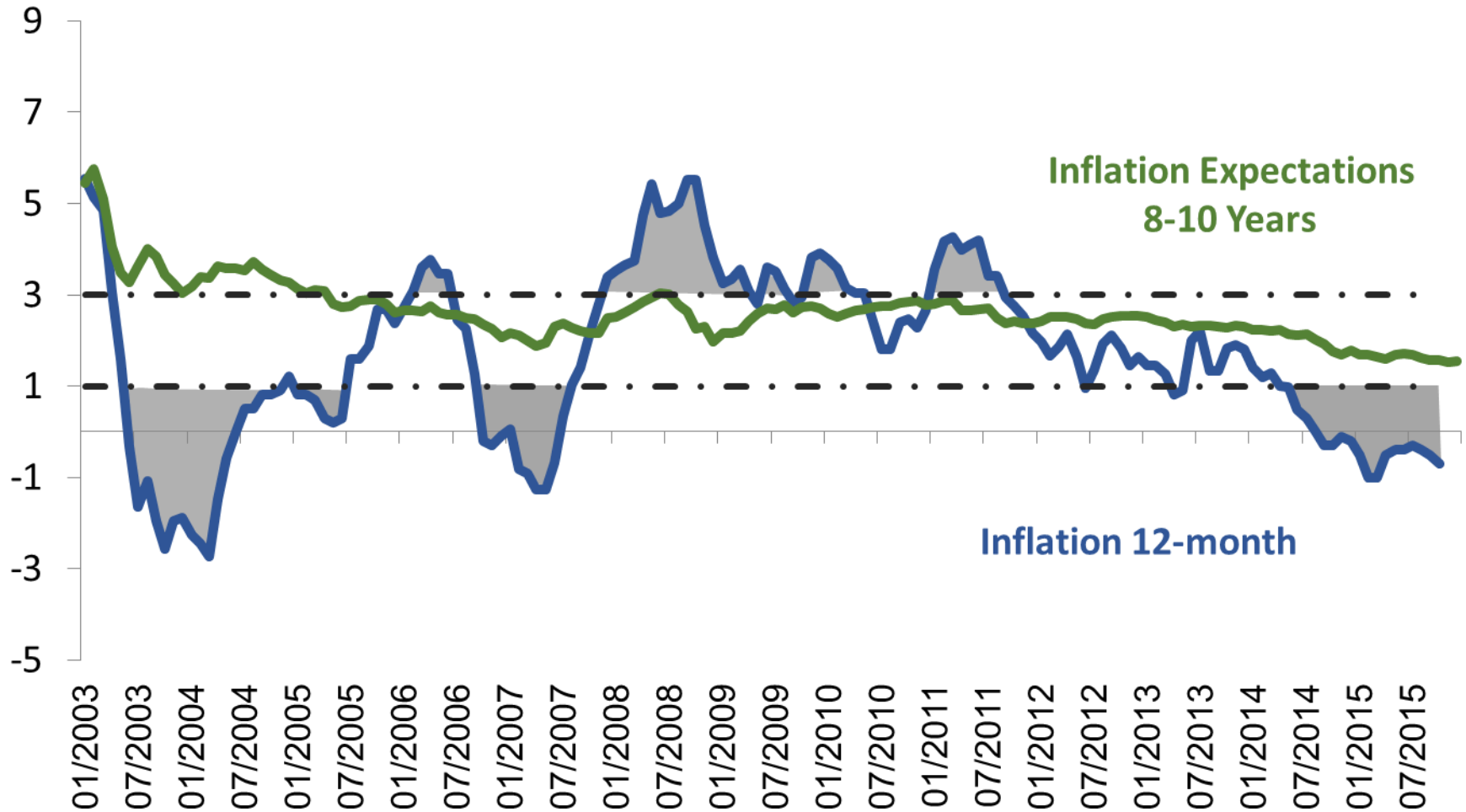
Governor of the Bank of Israel

December 14, 2015

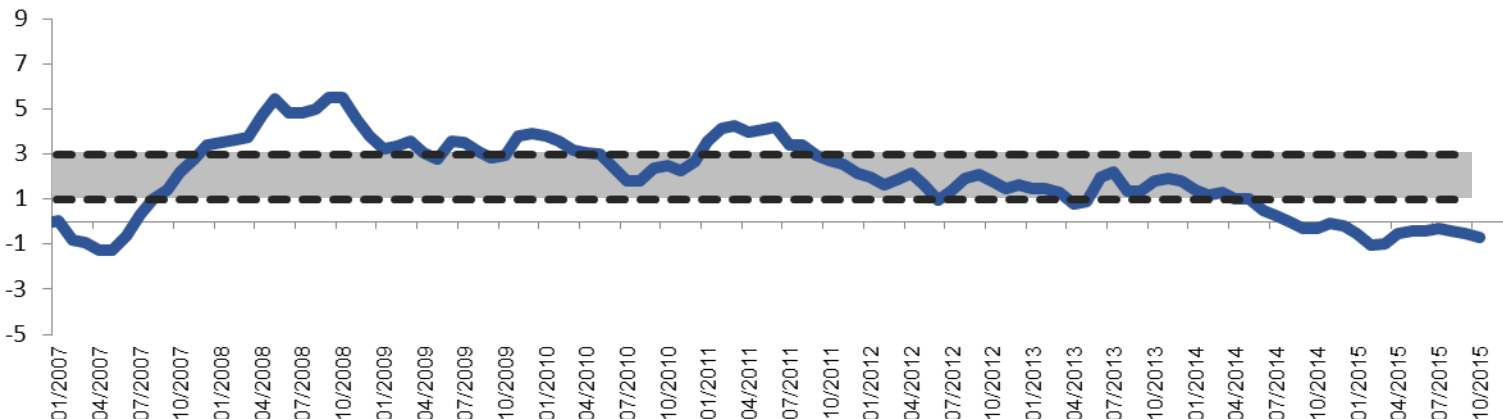


# Actual Inflation and Inflation Expectations

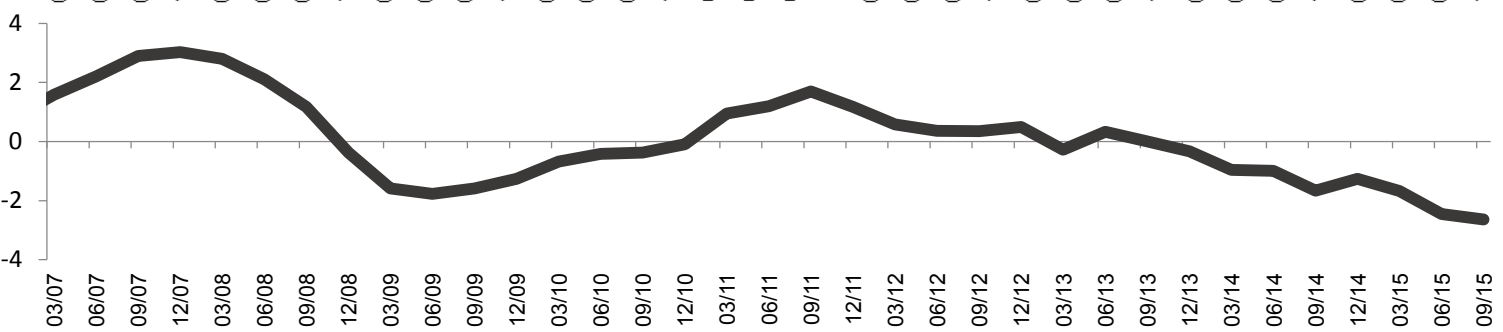
2003-2015



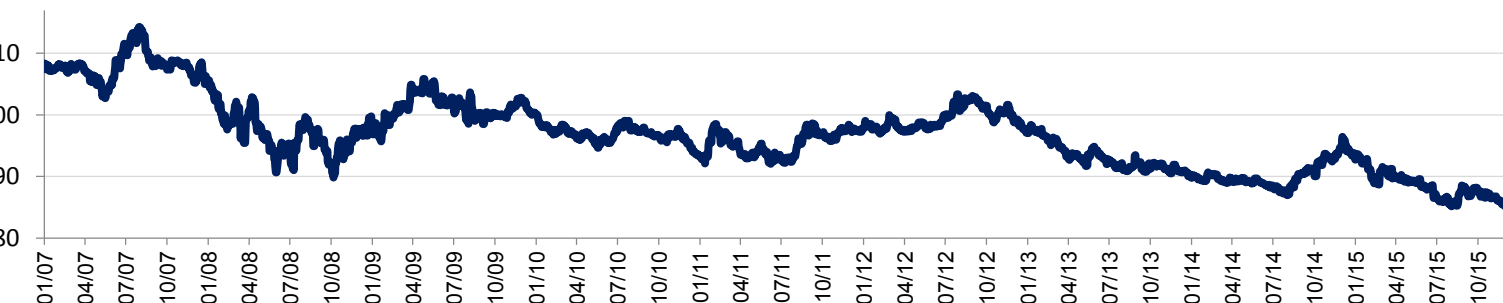
# Developments in the Background of Policy 2007-2015



**Inflation and  
Target Range**

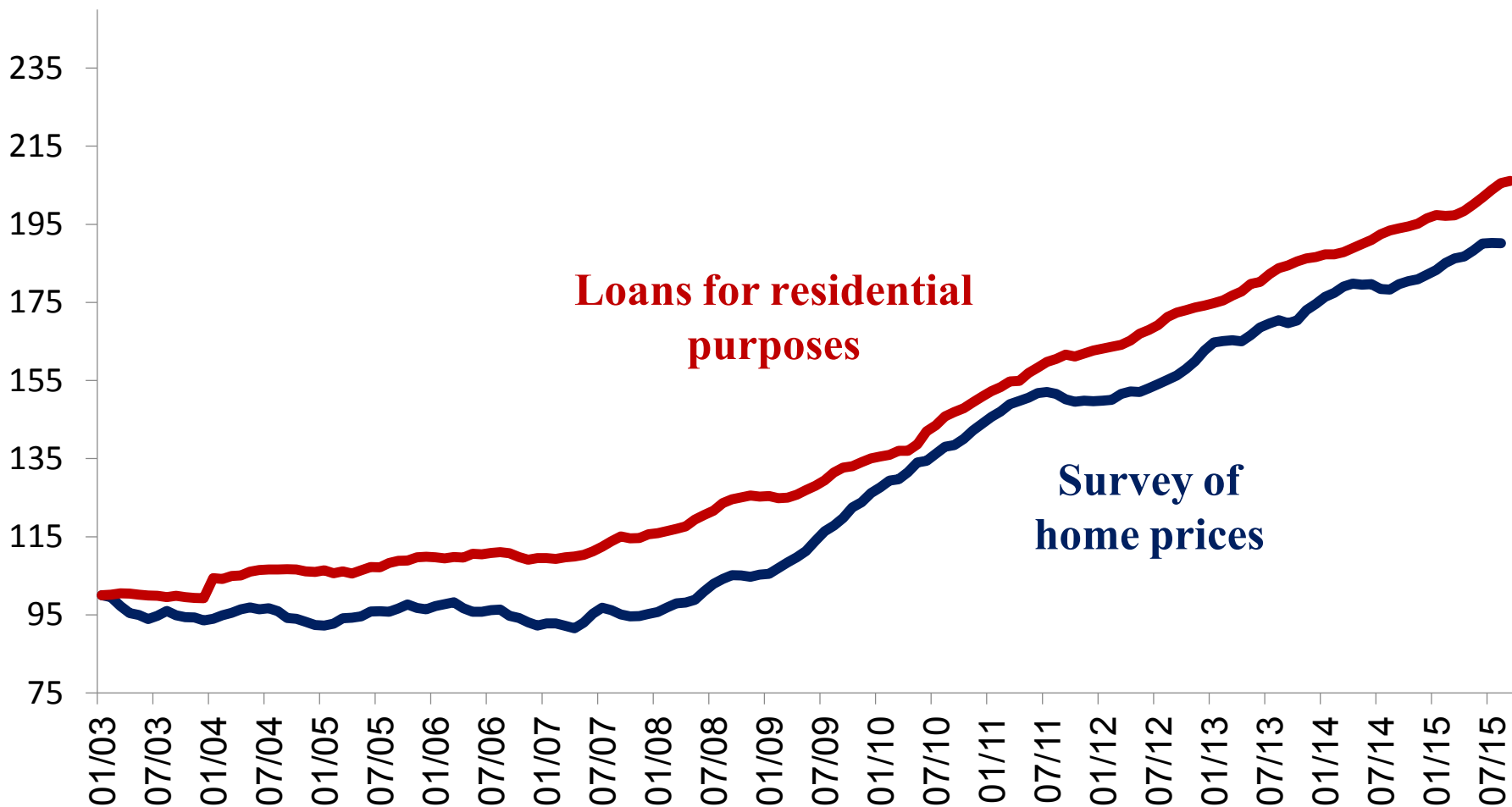


**Output  
Gap**



**Nominal Effective  
Exchange Rate**

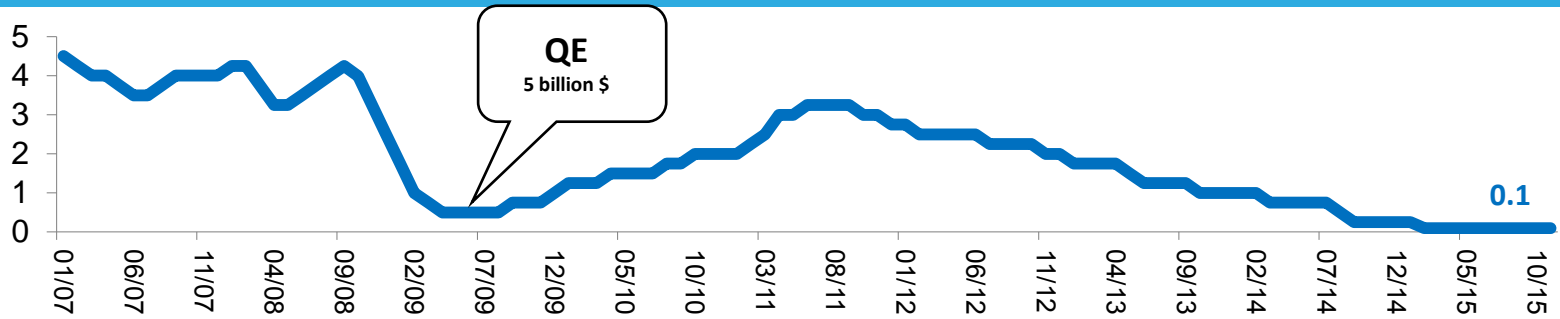
index



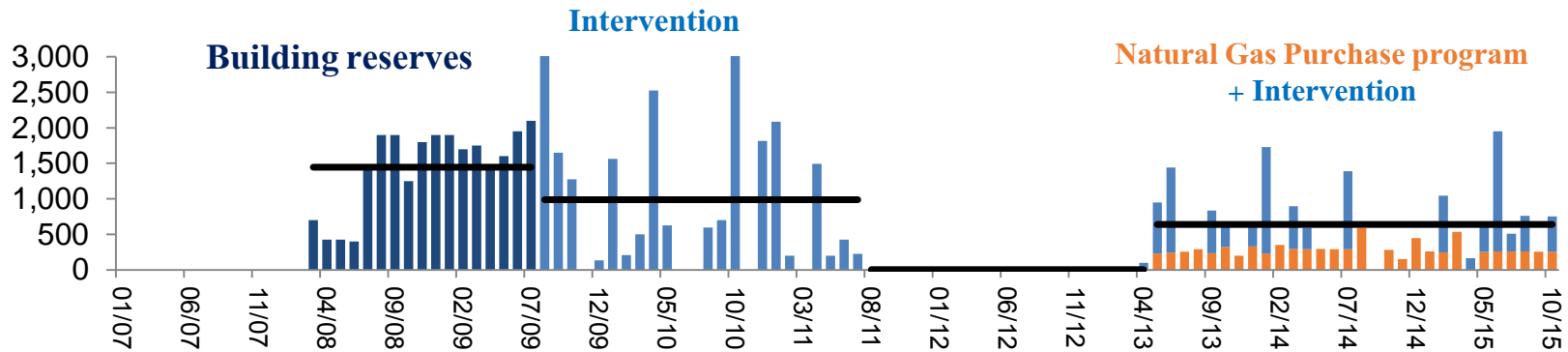
# Bank of Israel policy tools

2007-2015

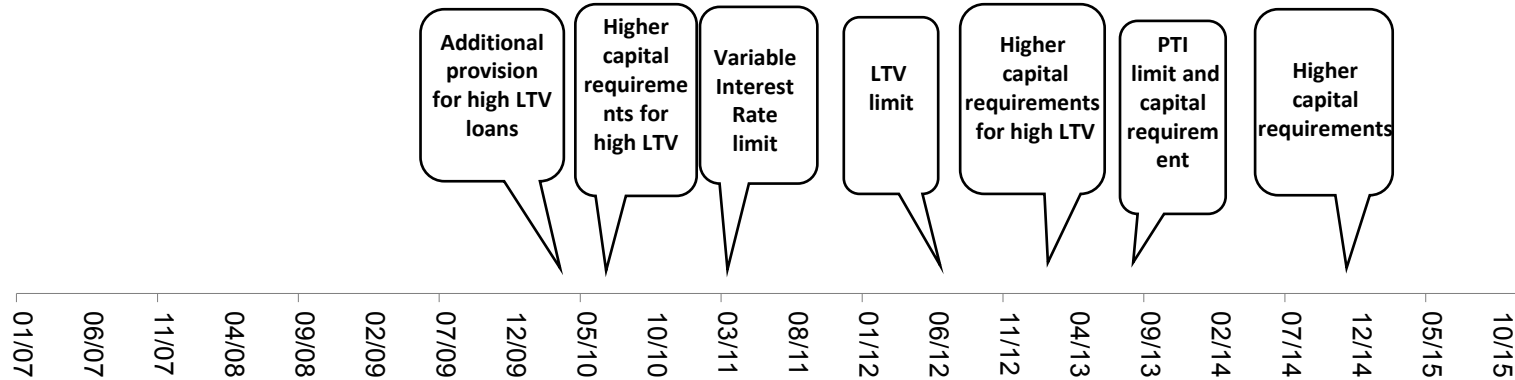
Interest Rate (%)



FX Intervention (US\$)



Macroprudential Measures



**Thank you**