

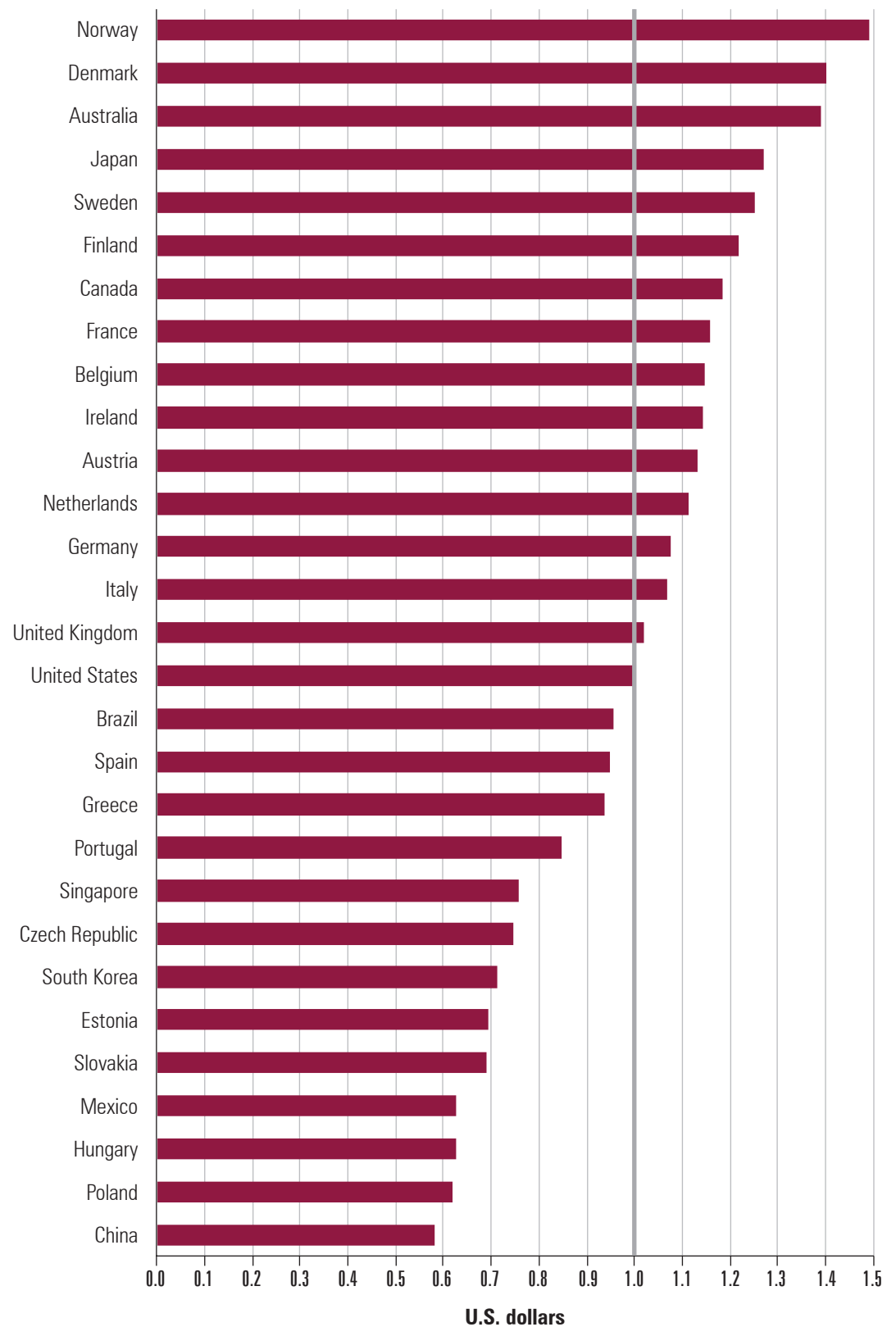
CHART 4.4

Low prices relative to the United States were found in Southern and Eastern Europe, Latin America, and East Asia. The cheapest basket of goods was in China.

- The price of foreign goods and services compared with their price in the United States is known as the relative price. Values less (higher) than 1 indicate that prices in that country are relatively low (high), compared with the United States.

- Countries with high relative prices included those in Northern Europe and Western Europe, as well as Australia, Japan, and Canada.

Price of a basket of goods that costs one dollar in the United States, selected countries, 2010



SOURCES: International Monetary Fund, U.S. Federal Reserve, Organisation for Economic Co-operation and Development, and The World Bank.