

## **Appendix**

### **World Bank Classification of Developing Economies**

The classification of economies used throughout the paper are from the World Bank (1993c), Vol. 1, and are as follows:

#### **A. Classification by Income Per Capita:**

Low-income economies are those with a GNP per capita of US \$675 or less in 1992.

Middle-income economies are those with a GNP per capita of more than US \$675 but less than US \$8,359 in 1991.

#### **B. Classification by Region:**

See Table A1.

#### **C. Classification by Analytical Group:**

Severely indebted middle-income countries (SIMICs) are the group of 19 middle-income countries that are deemed to have encountered severe debt-servicing difficulties and are defined as those which, averaged over the 1989-91 period, had either of two key ratios above critical levels. First, present value of debt to GNP is above 80%. Second, present value of debt exceeds 200% of the value of exports of goods and services. See Table A1.

Severely indebted lower-income countries (SILICs) are the group of 29 low-income countries and defined as above. See Table A1.