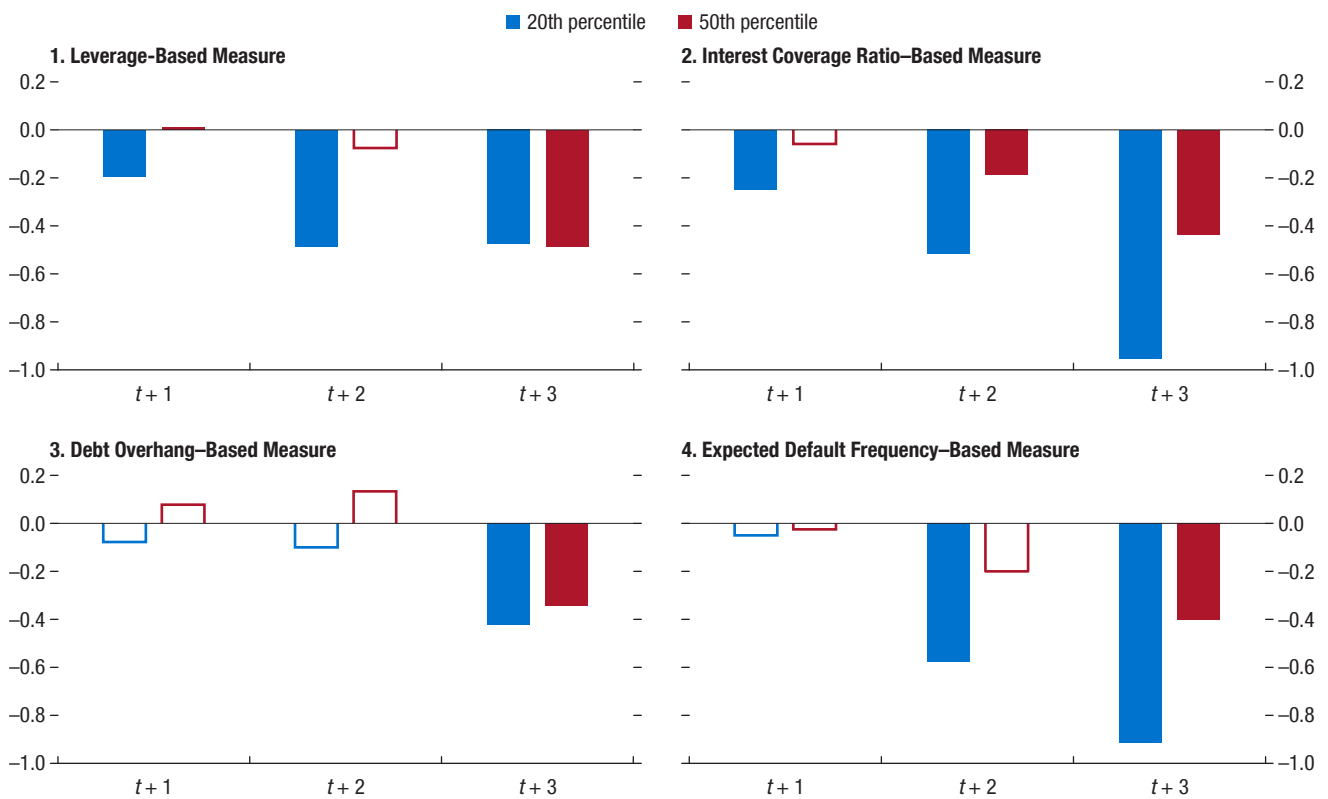


Figure 2.11. Higher Riskiness of Credit Allocation Signals Higher Downside Risks to GDP Growth
(Percentage points of GDP growth)



Source: IMF staff estimates.

Note: The panels show the impact of a one unit increase in the riskiness of credit allocation on the 20th and 50th percentiles of the distribution of future cumulative GDP growth from year t to year $t+h$, with $h=1, 2, 3$. Solid colored bars indicate that the effects are statistically significant at the 10 percent level or higher. An empty bar indicates absence of statistical significance. See Annex 2.3 for methodology.