Figure 1.15. Two Scenarios for the Global Economy

Based on a multicountry general equilibrium model, a downside scenario has been developed to illustrate the possible impact of a deeper financial shock than incorporated in the World Economic Outlook baseline projections. The shock has the greatest impact on the U.S. economy but also has substantial spillovers on the euro area and the rest of the world.

Source: IMF staff estimates.

A positive value represents a depreciation.