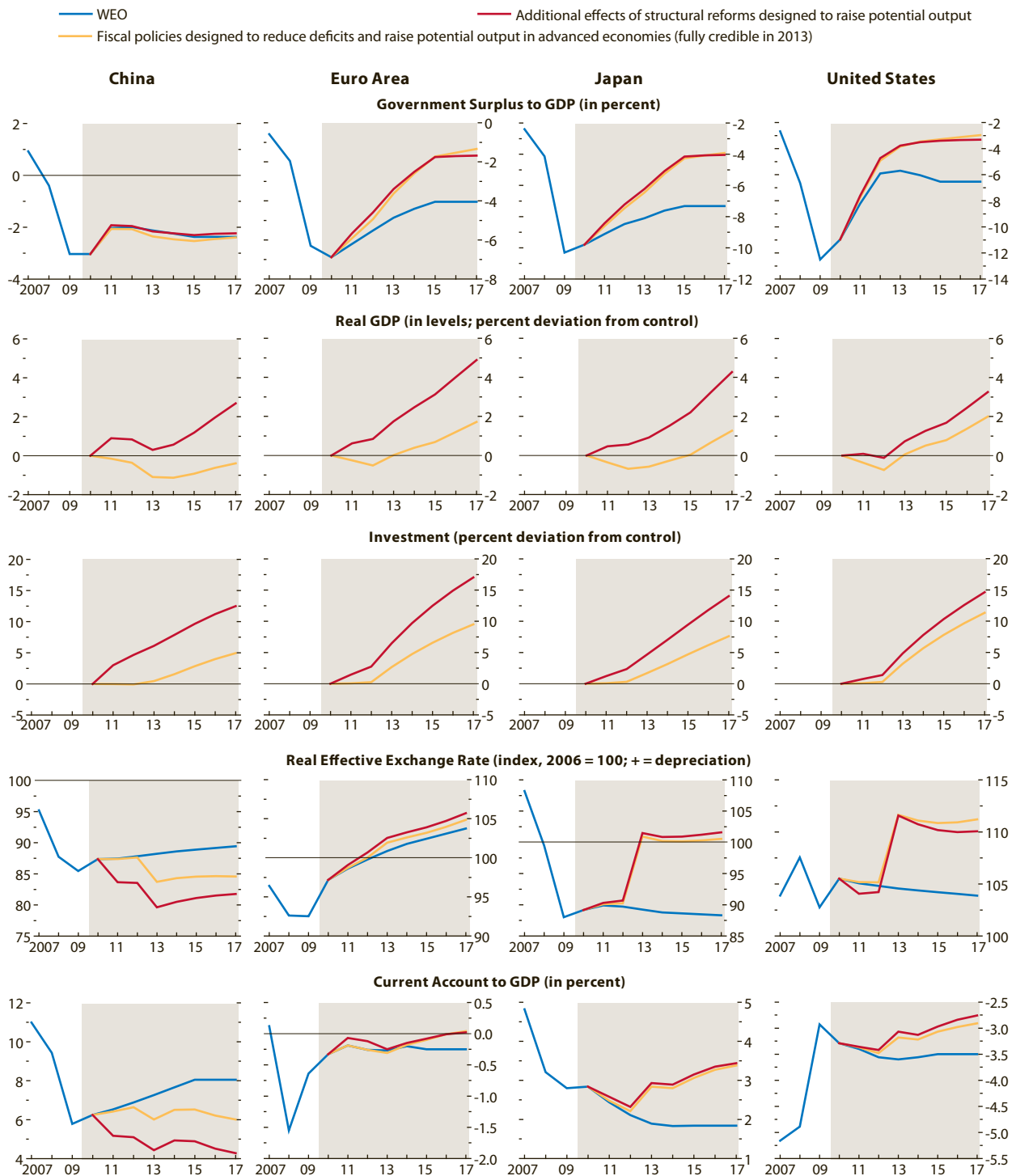


Figure 1.17b. Scenarios Designed to Raise Potential Output and Reduce Government Deficits

Based on the IMF's multicountry GIMF Model, some scenarios have been developed to illustrate the benefits of supporting fiscal consolidation with structural policies designed to increase investment and potential output.



Source: Global Integrated Monetary Fiscal Model.