Figure 4.7. Spillovers under Various Economic and Policy Conditions
(One-year average impact on output; percent)

Source: IMF staff calculations.
Note: ELB = effective lower bound. Slack is defined as output gap below zero; and ELB corresponds to short-term interest rates in the bottom 25 percent of cross-country historical distribution. Responses to an overall fiscal shock are presented. Shocks are normalized to an average of 1 percent of GDP across source countries. Normal times refer to average of no slack and no ELB in both source and recipient countries. Average estimates for conditions in source countries and conditions in recipient countries.