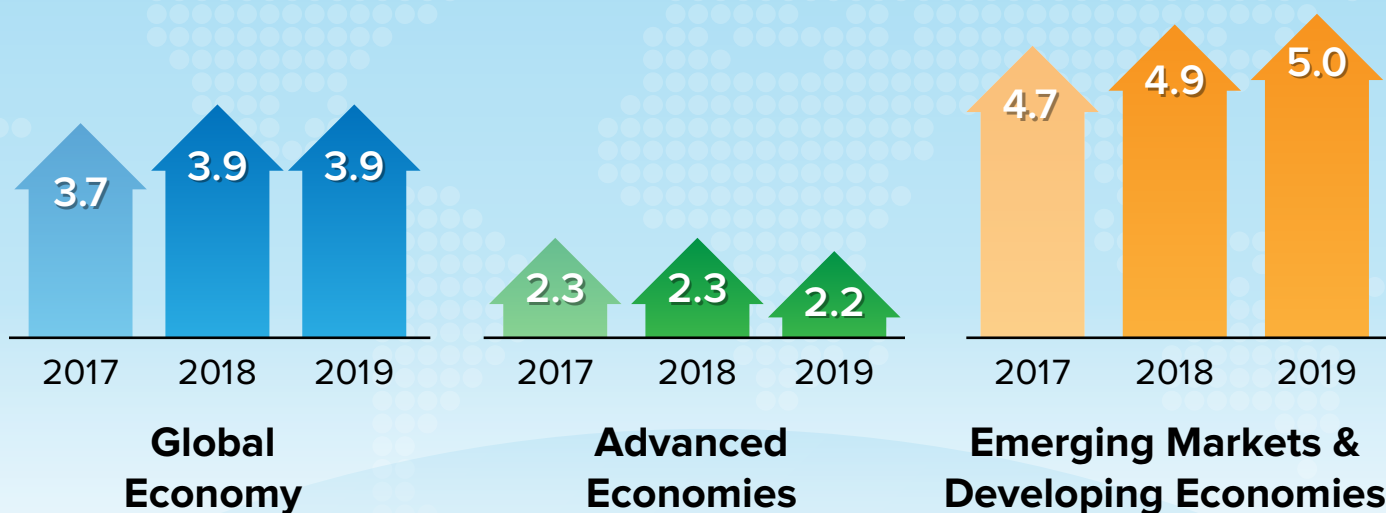


# BRIGHTER PROSPECTS

Global economic activity continues to firm up.



## RISKS

The global economy is expected to maintain near-term momentum, but challenges loom.

### Financial Market Correction

- Triggered by tighter U.S. monetary policy in response to inflation
- Buildup of financial vulnerabilities

### Investment Growth

- Lower-than-expected impact from U.S. tax policy changes
- Policy uncertainties

### Inward-Looking Policies

- Increased regulatory/trade barriers

### Noneconomic Factors

- Geopolitical tensions
- Political uncertainty
- Reform implementation risks
- Extreme weather and climate events

## PRIORITIES FOR POLICYMAKERS

Common policy objectives: (1) raise potential growth, (2) proactively increase resilience, (3) ensure more inclusive growth

**Promote global cooperation and free & fair trade**

### Advanced Economies

Monitor inflation and carefully adjust monetary policy; structural reforms to boost potential growth

### Emerging Markets

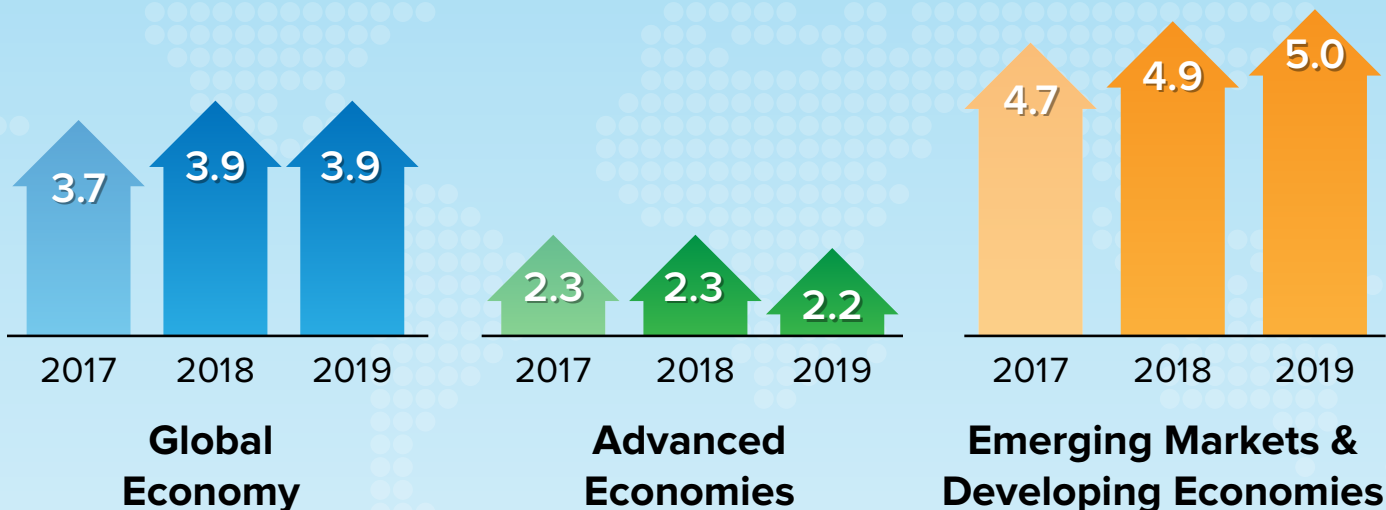
When needed, use monetary policy to support demand; avoid deferring reforms and budgetary adjustments

### Low-Income Countries

Diversify economies and build resilience-enhancing buffers

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