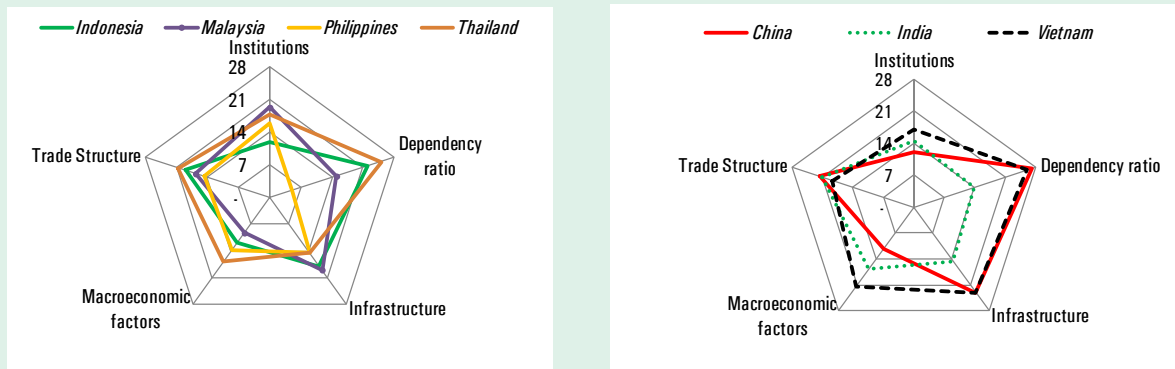


Figure 3.8. Strengths and Weaknesses of Asia MIEs¹



Source: IMF staff calculations.

¹Latest available observations for each individual variable, with the exception of dependency ratios which are projected 2020 values. See Aiyar and others (2013) for details. *Institutions* includes small government involvement in the economy, strong rule of law and light regulation; *Infrastructure* includes telephone lines and road networks; *Macroeconomic factors* includes low gross capital inflows, the change over 2008-2012 in capital inflows and trade openness, and the (negative of the) change in the investment-to-GDP ratio; *Trade structure* includes strong regional integration and low GDP-weighted distance. Numbers in the panels represent a simple average of the rankings along each individual variable.