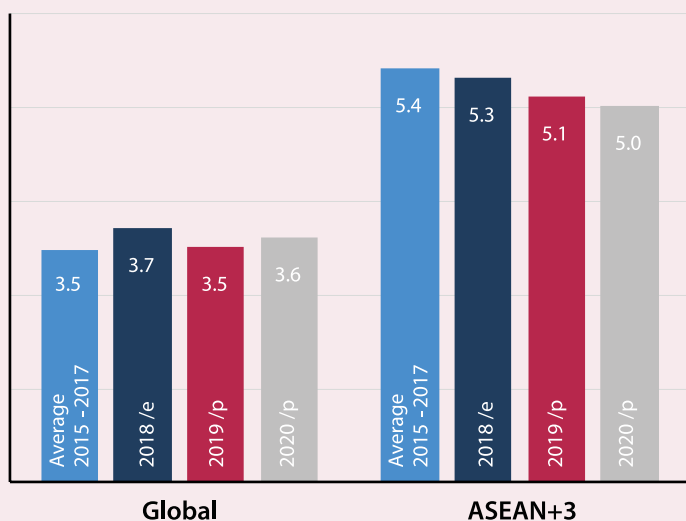


I. Macroeconomic Prospects and Challenges

Regional Outlook

Regional growth remains resilient

GDP Growth (%)



/e refers to estimation; /p refers to projection
The ASEAN +3 region comprises 10 ASEAN members; China; Hong Kong, China; Japan; and Korea.

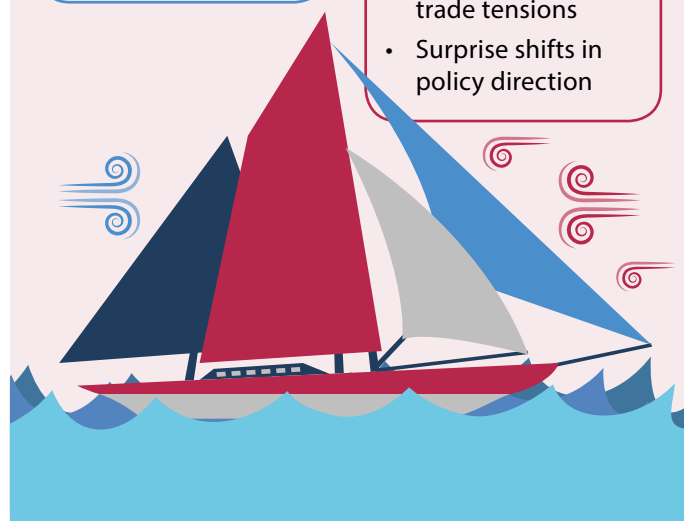
Baseline Risks

Tailwinds

- Dovish stance by major economies
- Some policy space and reserve buffers

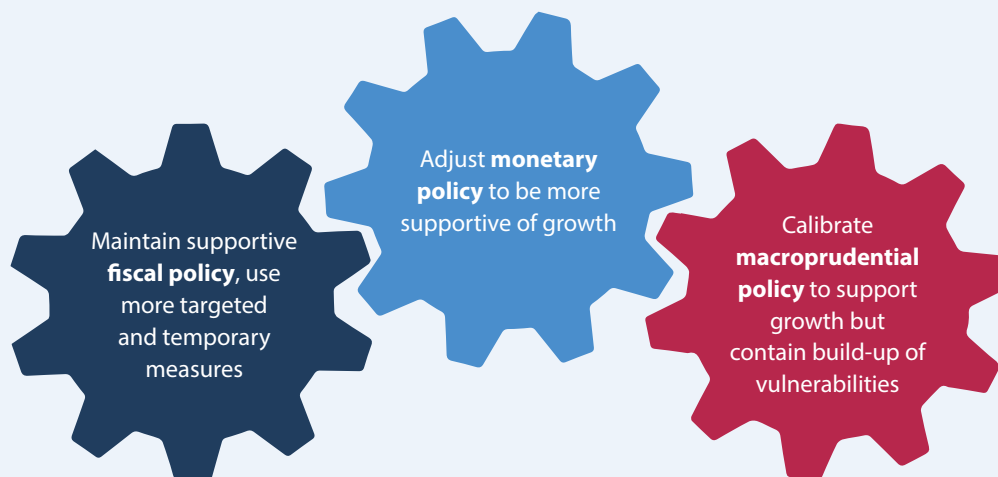
Headwinds and Risks

- Slowdown in global economy and trade
- Escalation in global trade tensions
- Surprise shifts in policy direction

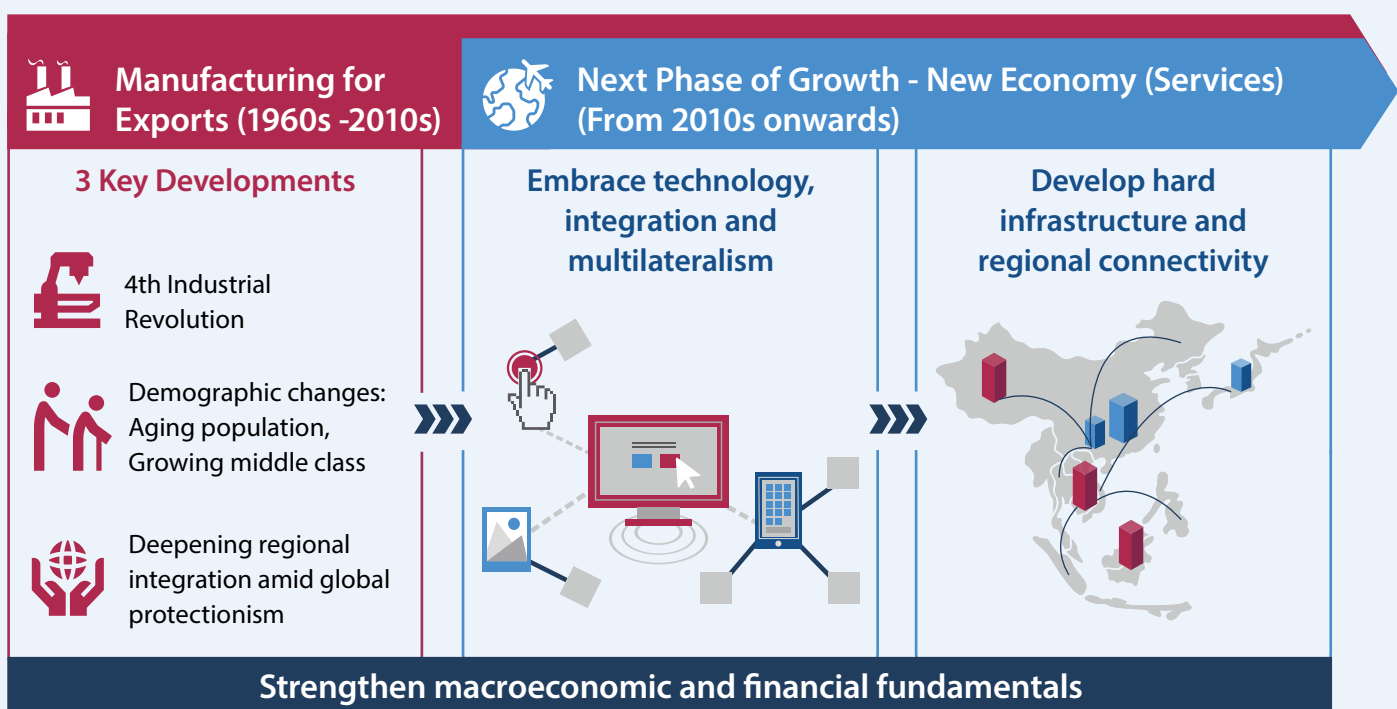


Recommendations







Calibrate policy mix to safeguard growth while preserving financial stability



II. Building Capacity and Connectivity for the New Economy



Address three key gaps to achieve greater resilience and integration

| Gaps | Recommendations |
|--|---|
|  Funding |  Leverage on regional savings and investments |
|  Foreign exchange |  Strengthen the regional financial safety net |
|  Factors |  Develop and leverage on the region's expertise, technology and institutions |

