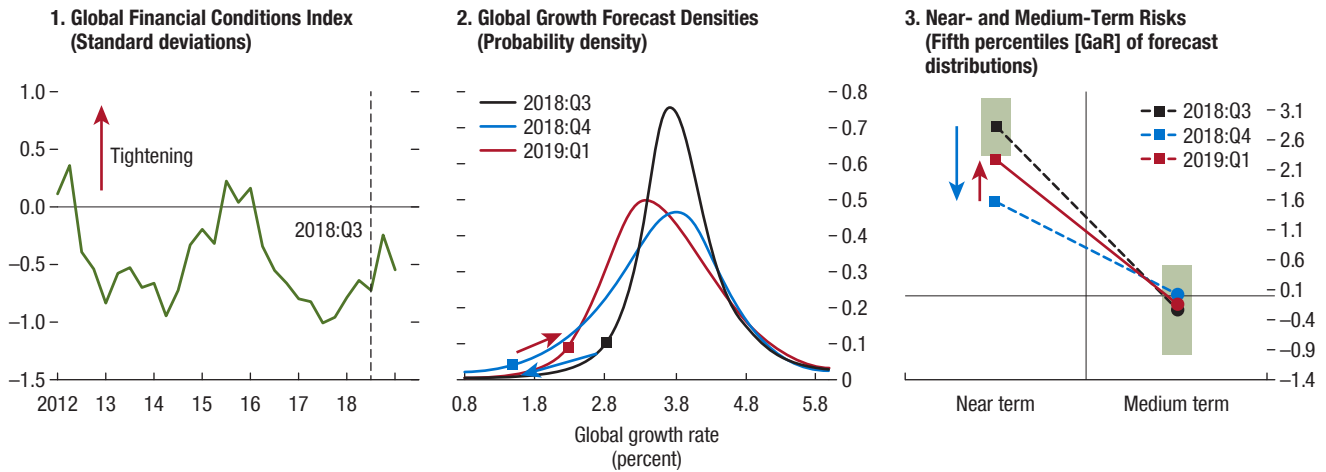


Figure 1.3. Growth-at-Risk Estimates

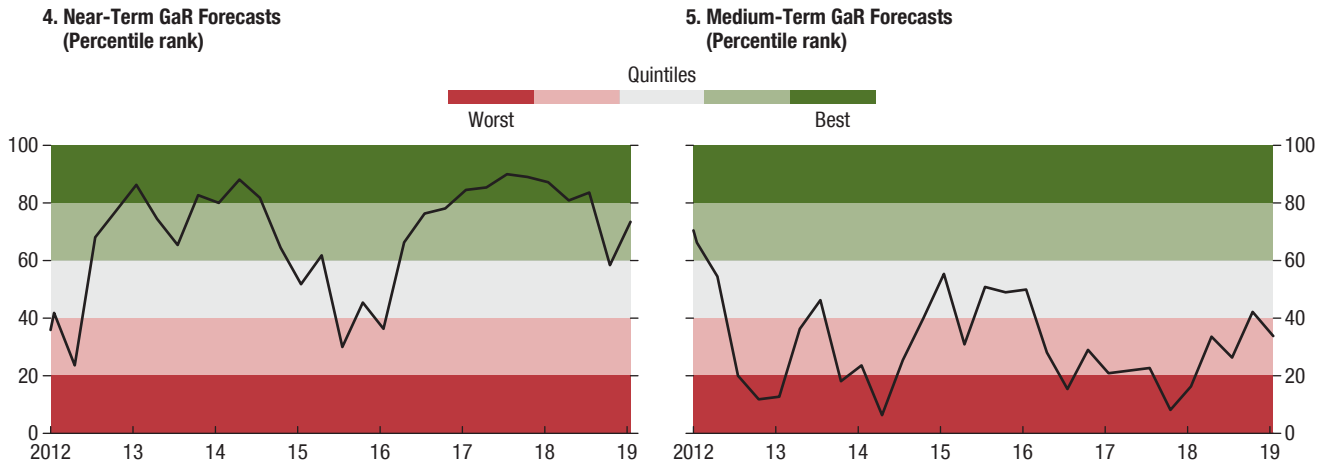
Global financial conditions have tightened since the last GFSR.

Near-term downside risks have increased on net, despite market gyrations ...

... while medium-term risks remain elevated.



The near-term GaR forecast signals deterioration from a recent historically benign peak, whereas the medium-term GaR forecast remains close to historically high risk levels.



Source: IMF staff calculations.

Note: In panel 1, upward movement reflects tightening of financial conditions. The final observation corresponds to 2019:Q1. In panel 2, forecast density estimates are centered around the respective *World Economic Outlook* forecasts. In panel 3, the lines indicate the pairs of near- and medium-term forecasts, and do not assert a linear relationship between the two periods. The shaded regions correspond to ± 1 standard error bands around 2018:Q3 predictions. In panels 4 and 5, the color shading depicts the percentile rank for the 5th percentile threshold (GaR) of near-term and medium-term growth forecast densities. See the April 2018 *Global Financial Stability Report* for details. GaR = growth-at-risk; GFSR = *Global Financial Stability Report*.