ASEAN+3 Prospects and Challenges

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A global pandemic

World: Confirmed Coronavirus Cases
(As of May 4, 2020)

ASEAN+3: Confirmed Coronavirus Cases
(As of May 4, 2020; No. of days after 100th confirmed case)

Sources: Haver Analytics, sourced from John Hopkins University; AMRO staff calculations.
Key risks to the region

Global Risk Map
April 2020

Likelihood

High

COVID-19 pandemic
Marked deceleration in G3 growth

Medium

Sharp slowdown in China’s growth

Low

Re-escalation in global trade tensions

Perennial Risks
- Cyber attacks
- Natural disasters
- Climate change

Likelihood

Imminence

Short Term (up to 2 years)

Medium Term (2 to 5 years)

Long Term (> 5 years)

Legend:
- Low impact
- Medium impact
- High impact

Source: AMRO staff estimates.
AMRO’s growth projections

<table>
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<tr>
<th>Country</th>
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<th>2021</th>
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</table>

Growth Projections (Percent)

Sources: AMRO staff estimates as of April 20, 2020
The tourism sector’s contributions to GDP

ASEAN+3: Travel and Tourism Contribution to GDP, 2000 versus 2018 (Percent)

Sources: World Travel and Tourism Council; World Bank; and AMRO staff calculations.
The region’s foreign exchange reserve buffers

ASEAN+3: Adequacy of Foreign Exchange Reserves

Selected ASEAN+3: Reserves over Reserve Adequacy Metric (Percent)

Sources: Haver Analytics; national authorities; World Bank; and AMRO staff calculations.
Note: Size of bubble denotes to individual economy’s FX reserves in billions of US dollars.
China and the Rest of the World: Spending on Luxury Goods
(Billions of Chinese renminbi)

2012 2018 2020 2025

Chinese consumers Other worldwide consumers

2020–25 compound annual growth rate
2% 6%

Regional and global financial safety nets

ASEAN+3: Composition of Financial Safety Net

- International Reserves
- BSAs
- CMIM
- IMF
- Ratio of GFSN in Nominal GDP (right axis)

Sources: National central banks; IMF; and AMRO staff calculations.
Notes: IMF: 435 percent of quota. SBA | CMIM: IMF Linked Portion | BSAs: calculated in US dollars as of April 18, 2019, including local currency swaps. Reserves: as of December 2018.
Thank you.