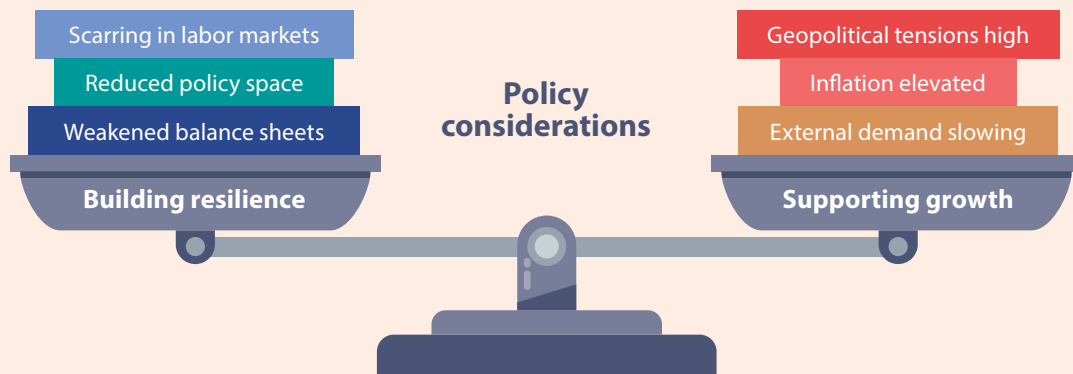


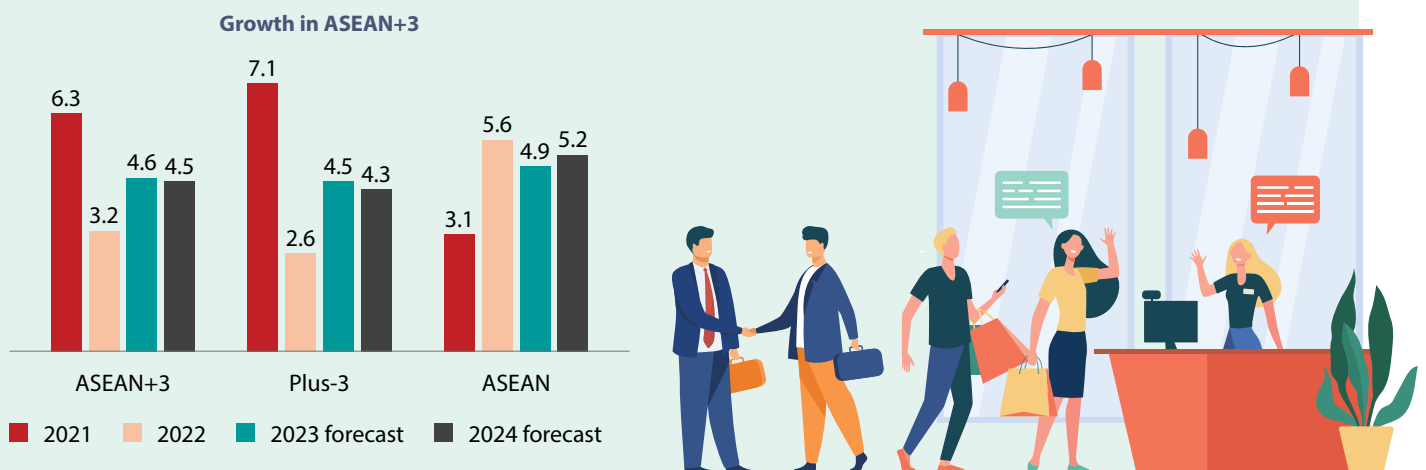
# ASEAN+3 REGIONAL ECONOMIC OUTLOOK 2023

## I. MACROECONOMIC PROSPECTS AND CHALLENGES

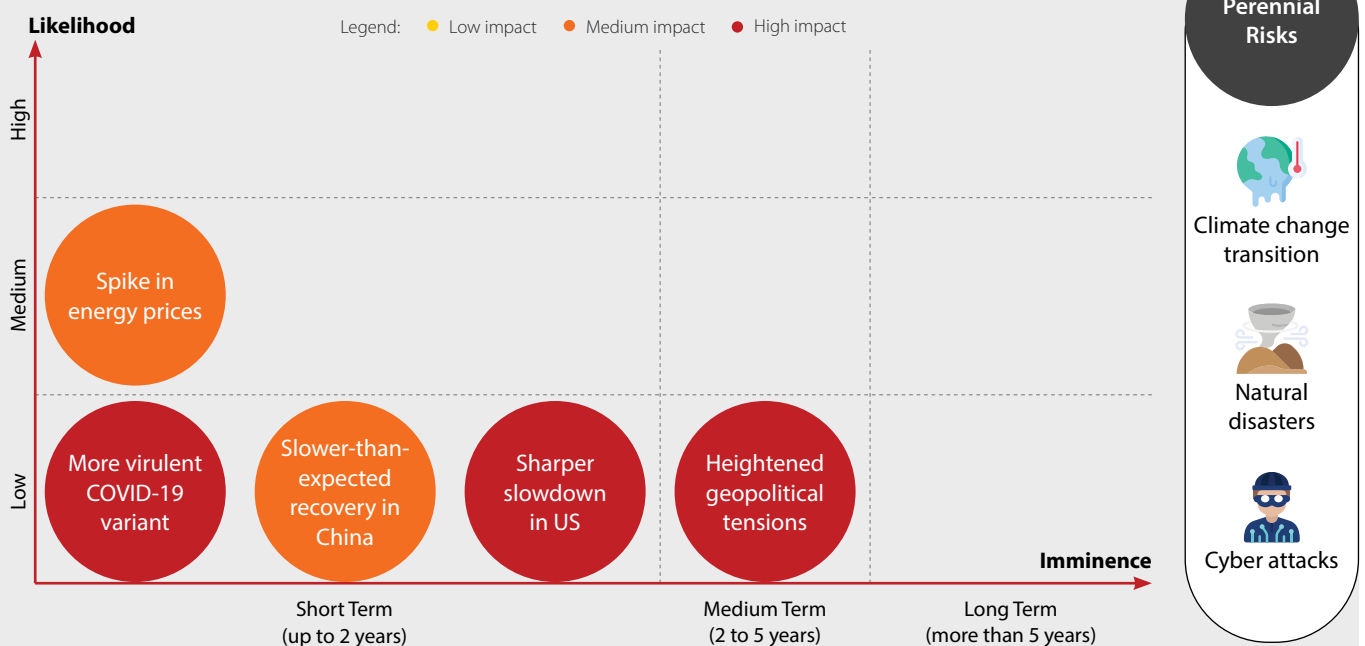
ASEAN+3 policymakers must balance building resilience and supporting growth

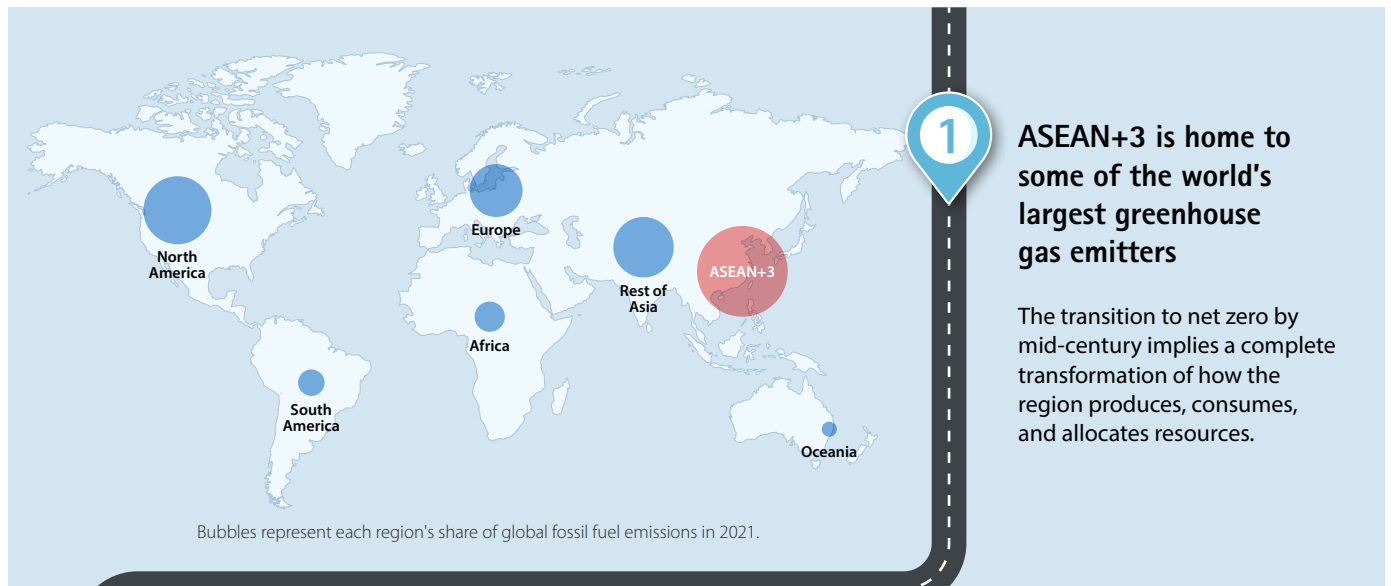


Growth is expected to be robust this year, boosted by China's rebound



Yet downside risks abound





1

**ASEAN+3 is home to some of the world's largest greenhouse gas emitters**

The transition to net zero by mid-century implies a complete transformation of how the region produces, consumes, and allocates resources.

2

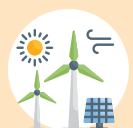
**Pricing carbon to meet economies' net zero targets will have consequences for growth**



The sooner scalable, reliable, and affordable low-carbon alternatives become available for ASEAN+3, the less painful the transition away from fossil fuels will be.

**The road to net zero is also rich in opportunity**

3



Renewables



Electric vehicles



Energy storage



Critical minerals



Carbon offsets

4

**Regionally coordinated action can do much more than individual economies acting alone**

