

Impact of the global economic crisis on Cambodia



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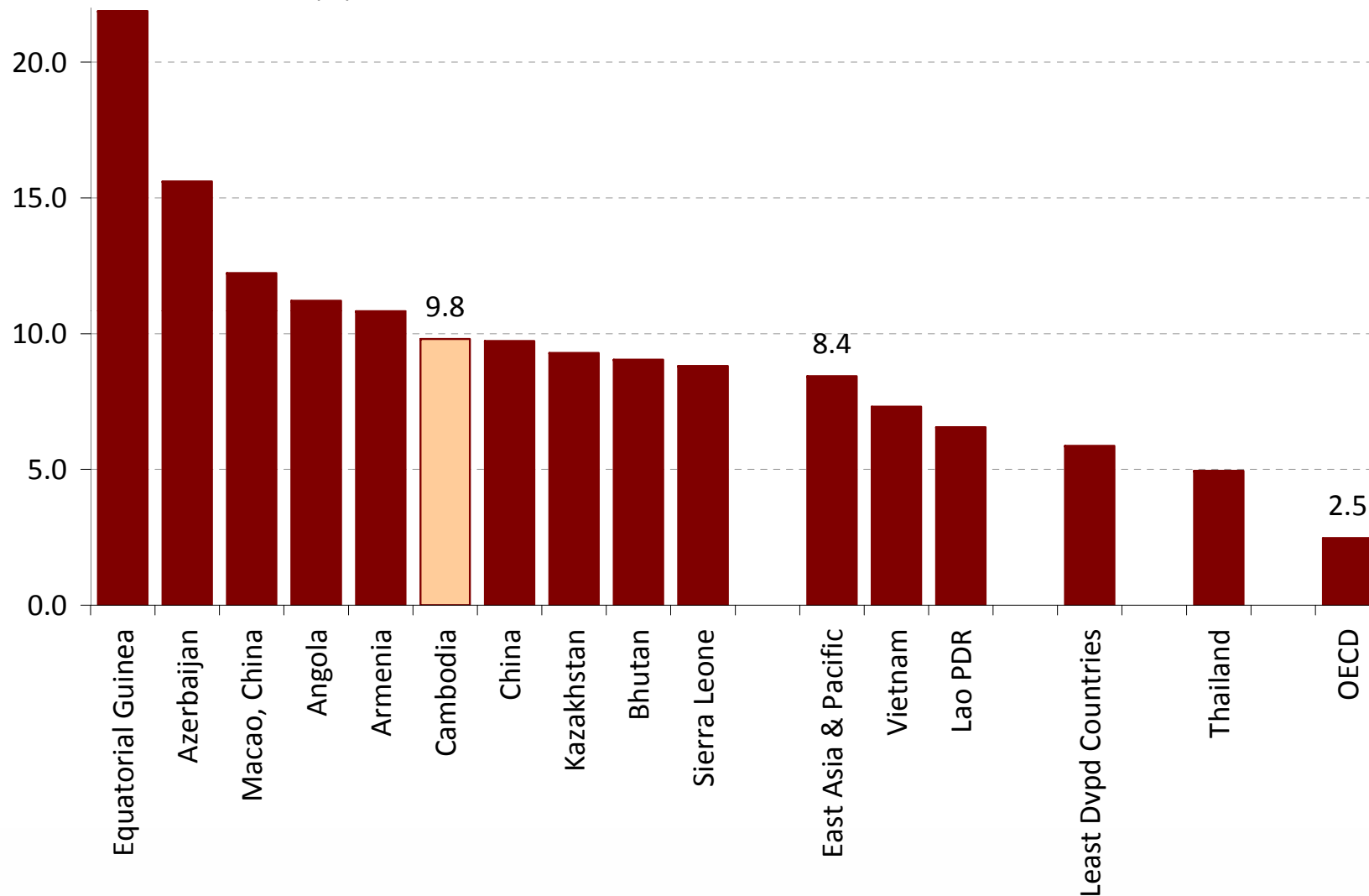
**Cambodia's Microfinance
amid the Global Financial
Crisis**

Time line of the crisis

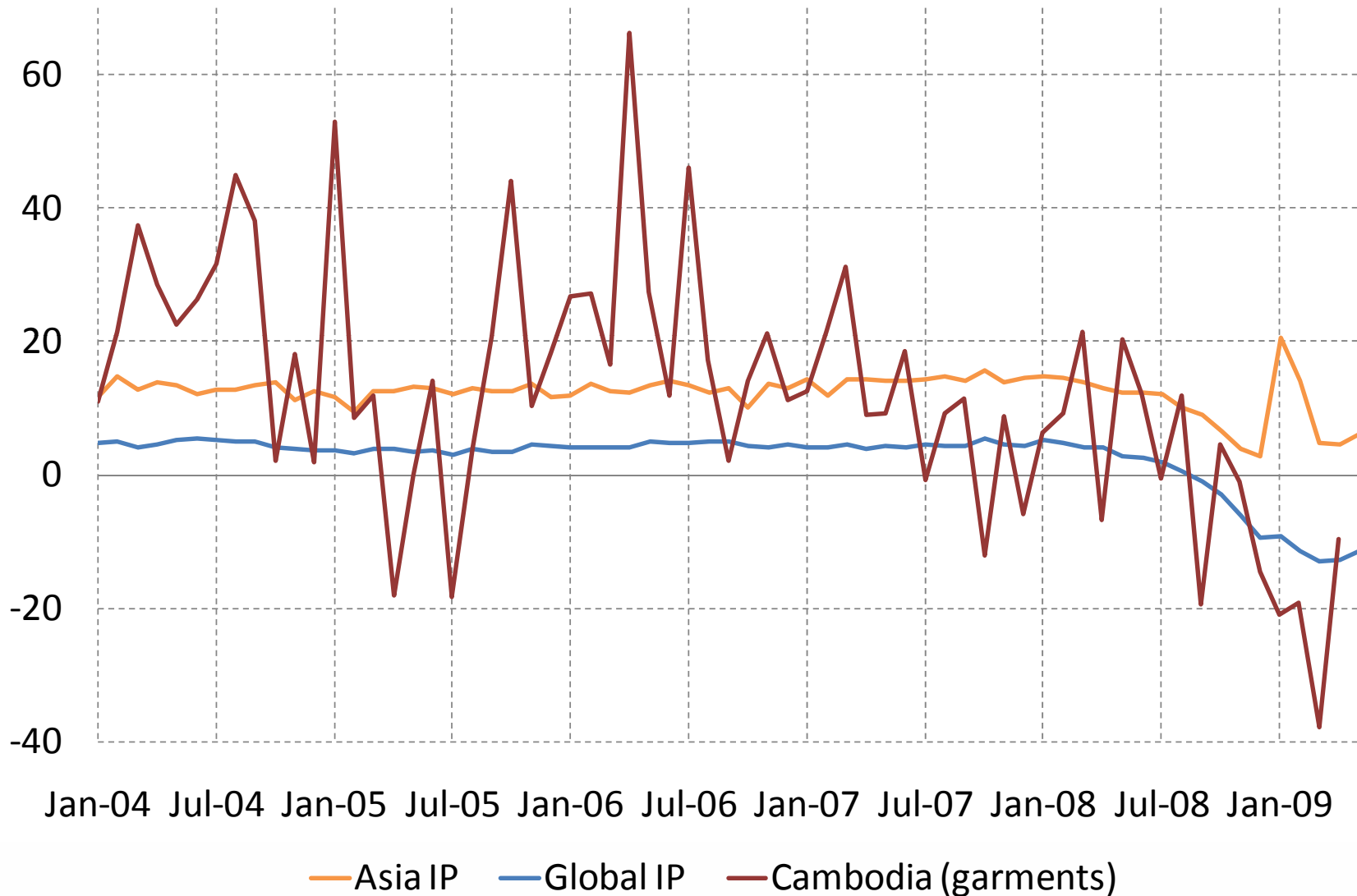


Cambodia's growth experience up to 2007/08

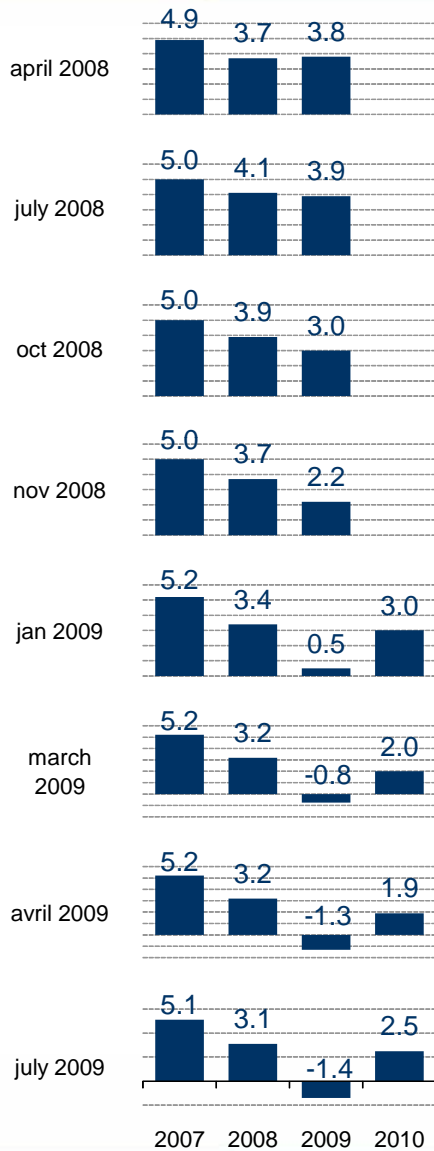
Growth rate 1998/2007 (%)



Manufacturing slowdown diffusing globally



Greenshoots of recovery?



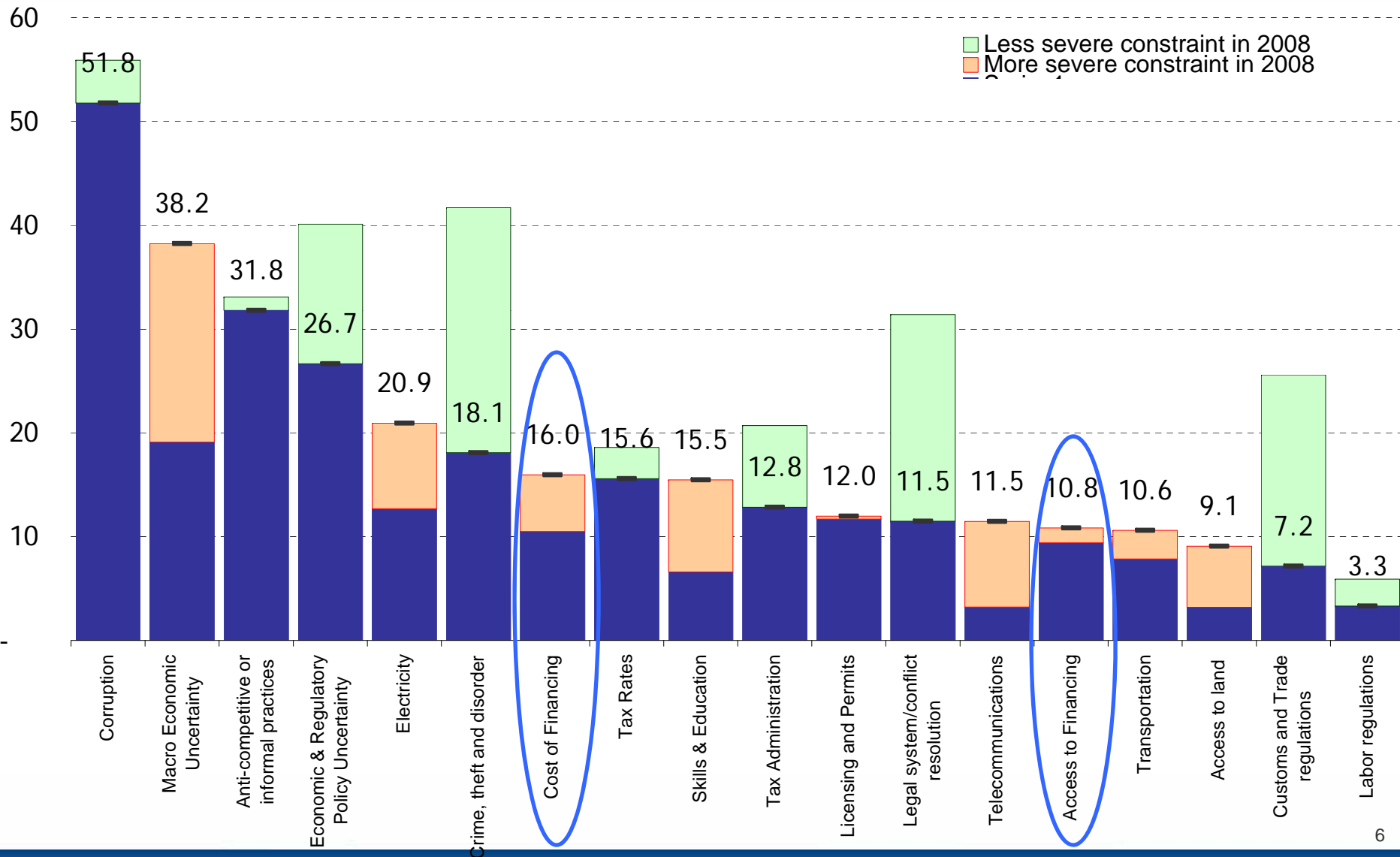
Months of worsening forecasts – now initial signs of hope

Largely impact of stimulus package (hence differentiated across countries)

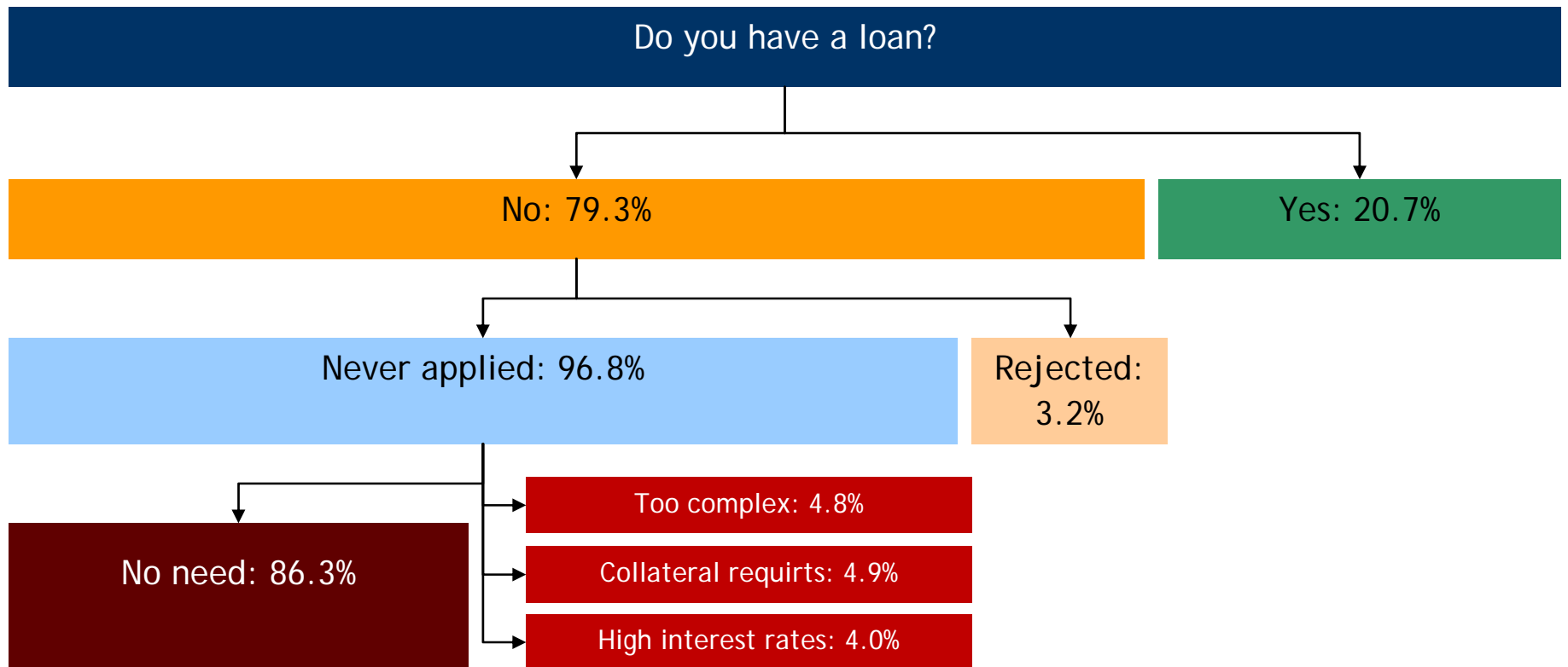
Focus on:

- sustainability
- exit strategy
- disparities (esp. for higher risk countries)

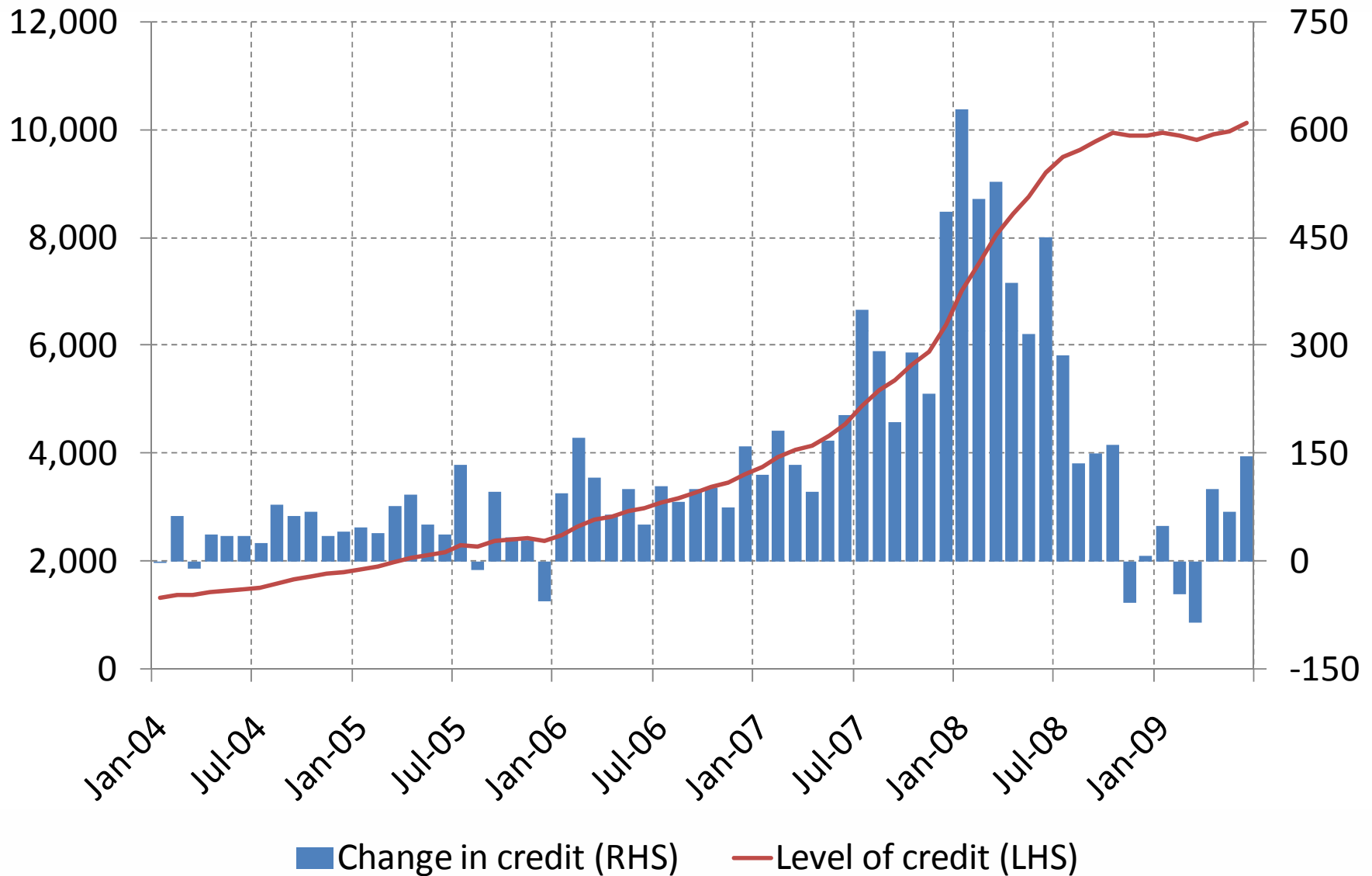
Key constraints for businesses



Demand for financial services



Credit to private sector (riels millions)



supply factors

- Liquidities
- Existing risks on portfolio
- Capacity to assess credit
- Costs given risk environment

demand factors

- Growth prospects, short- to medium-term
- Capacity to prepare business plans
- Overall business environment and its risks