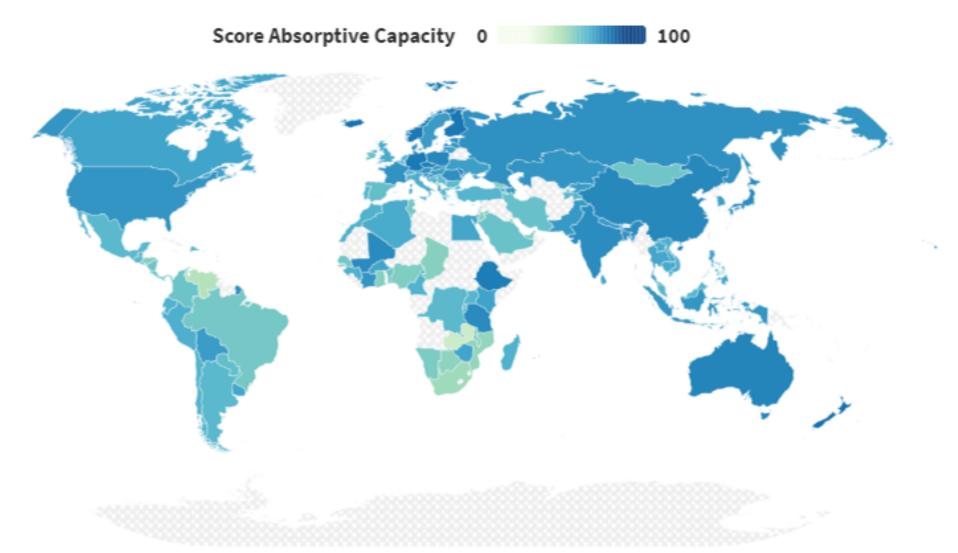
COVID Recovery Capacity Index - Pillar: Absorptive capacity

Absorptive Capacity, understood as the degree to which the COVID shock can affect the economy. Two factors that influence the absorptive capacity are the structure of the economy and the economic fundamentals prior to the crisis. The more a country relies in terms of GDP and employment - on sectors that are strongly affected by social distancing measures and the global slowdown, the more it will be affected. At the same time, countries that do not have healthy economic fundamentals at the outset of the crisis will have less leeway to absorb the shock.



Source: Horizon Group