



Will COVID-19 trigger a global debt crisis?

Swiss Risk Dinner, Carlton Restaurant
22nd September 2020

Agenda

18:00	Arriving and networking cocktail	all
18:30	Welcome and appetizers	Bruno Meyer
19:00	Introduction	Bruno Meyer
19:05	Keynote speech	Giles Keating
19:30	Questions & Answers	all
19:45	Main course served, networking	all

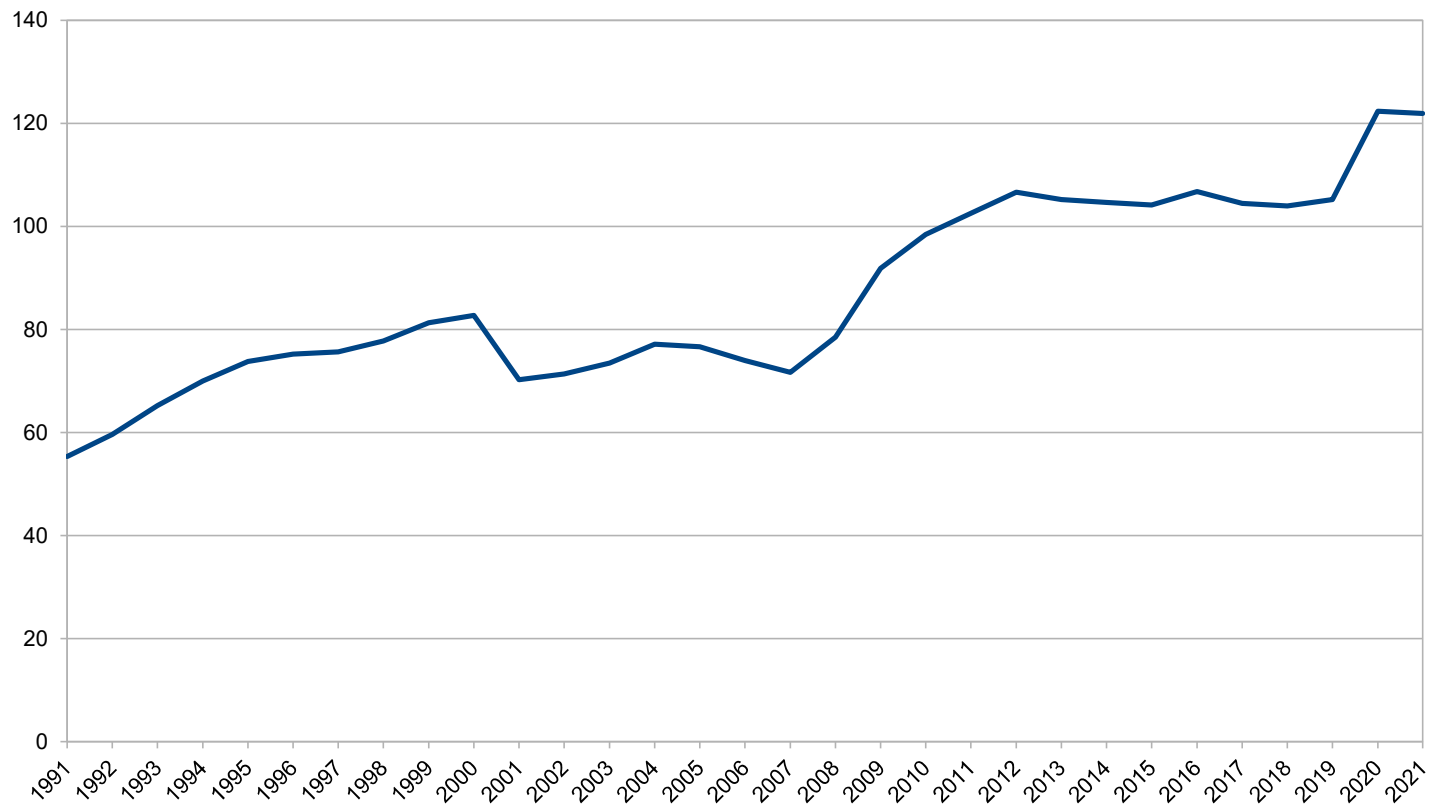
Keynote: Giles Keating

- Giles Keating is Director of Bitcoin Suisse
- Frequent speaker on CNBC
- 30-year veteran of Credit Suisse. He was Credit Suisse's Global Chief Economist for Investment Banking and later Global Head of Research for the bank's Private Banking and Wealth Management division.
- Before joining Credit Suisse in 1986, Giles Keating was a Senior Research Fellow at the London Business School. He received an M.A. in Philosophy from St. Catherine's College, Oxford and an M.Sc. in Mathematical Economics and Econometrics from the London School of Economics.



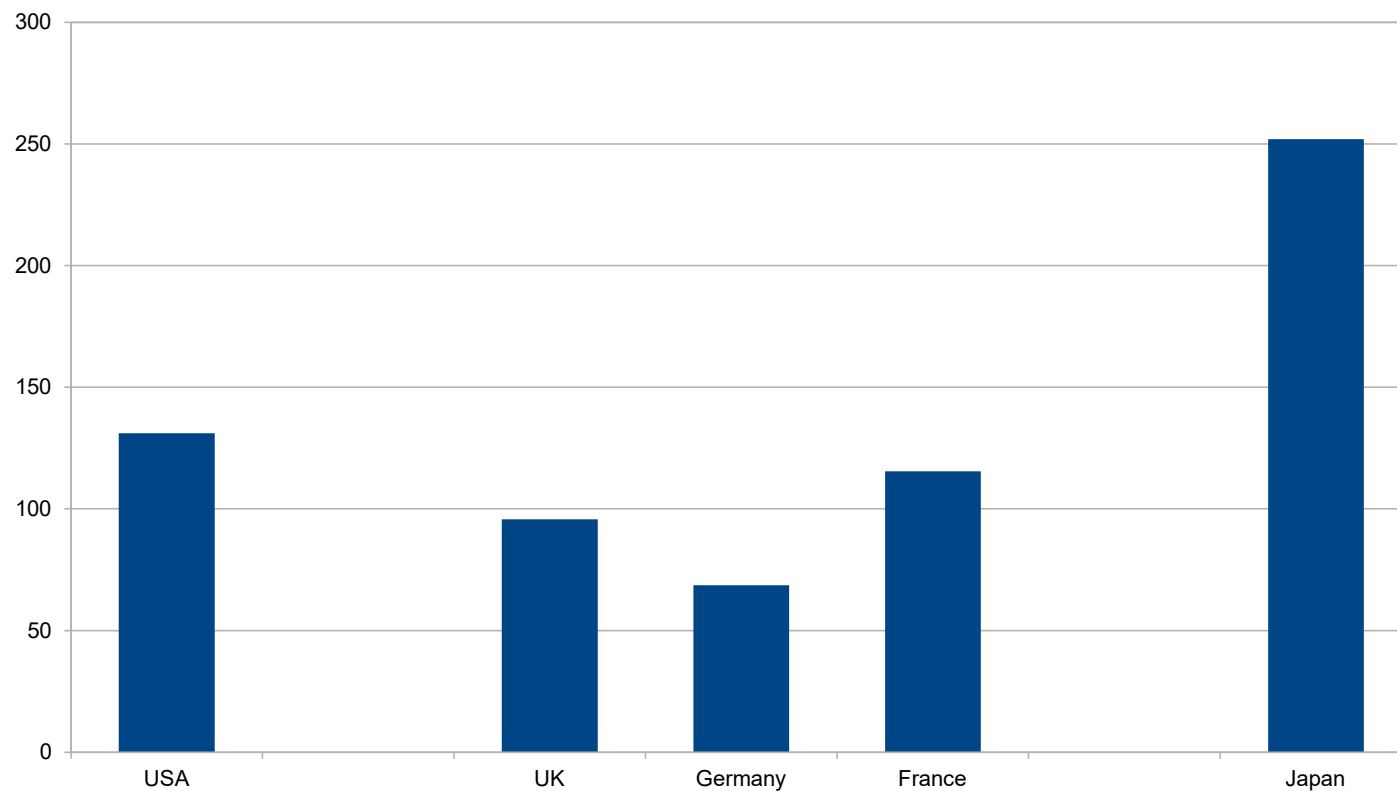
Debt to GDP ratio

- Gross, advanced economies. Source, IMF. 2020E, 2021F



Debt to GDP ratio 2020

- Gross, estimates for 2020. Source, IMF.



Three factors raising the Debt/GDP Ratio

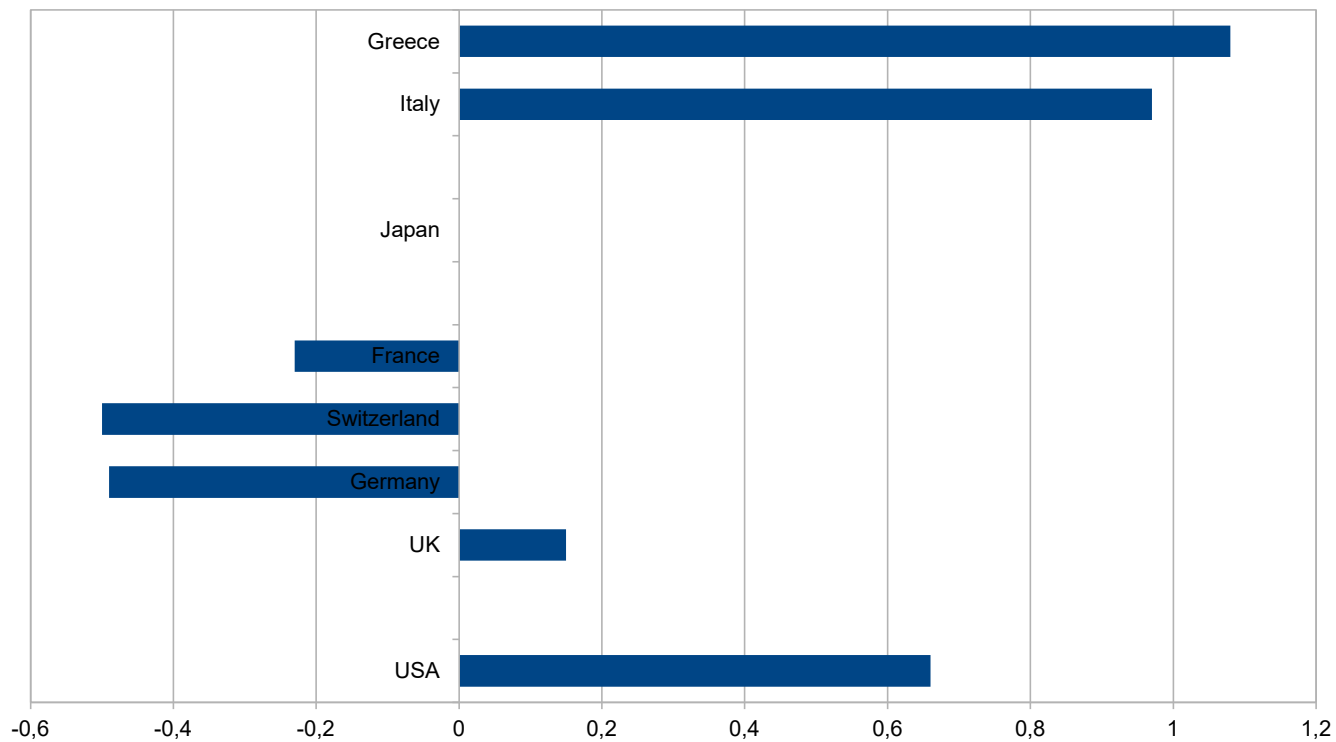
- 1. Recession means less tax, etc
- 2. Emergency fiscal measures
- 3. Denominator effect

Why aren't we already in a debt crisis?

- 1. Ultra-low interest rates
- 2. Central bank asset purchases (QE)

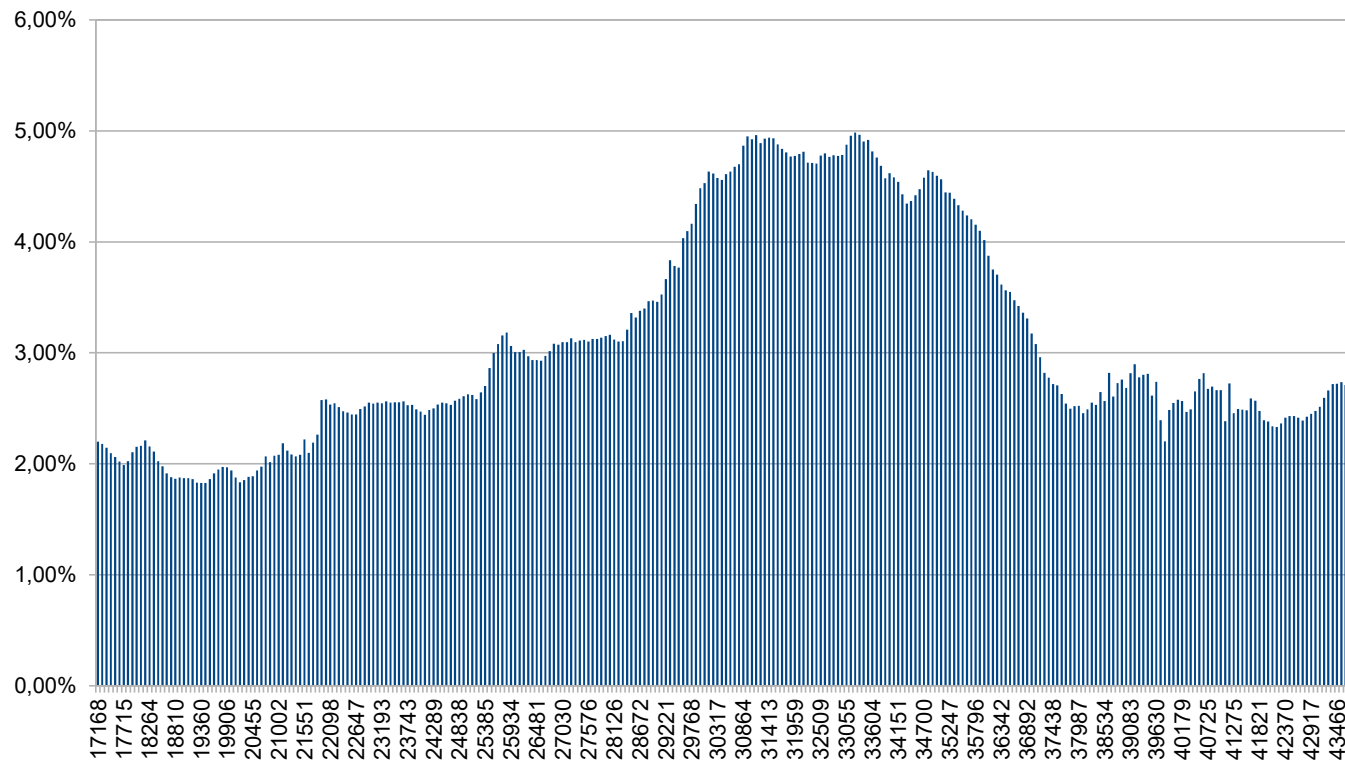
Ten-year Government Bond Yields

- Percent, as at 21/9/20



Gross Interest Payments, US Federal Debt

- As % of GDP, quarterly, 1947 to 2020Q2. Source: BEA



Are we in the “Death Spiral” ?

- The rise in the Debt/GDP ratio

equals (approx):

Last year's level of the ratio

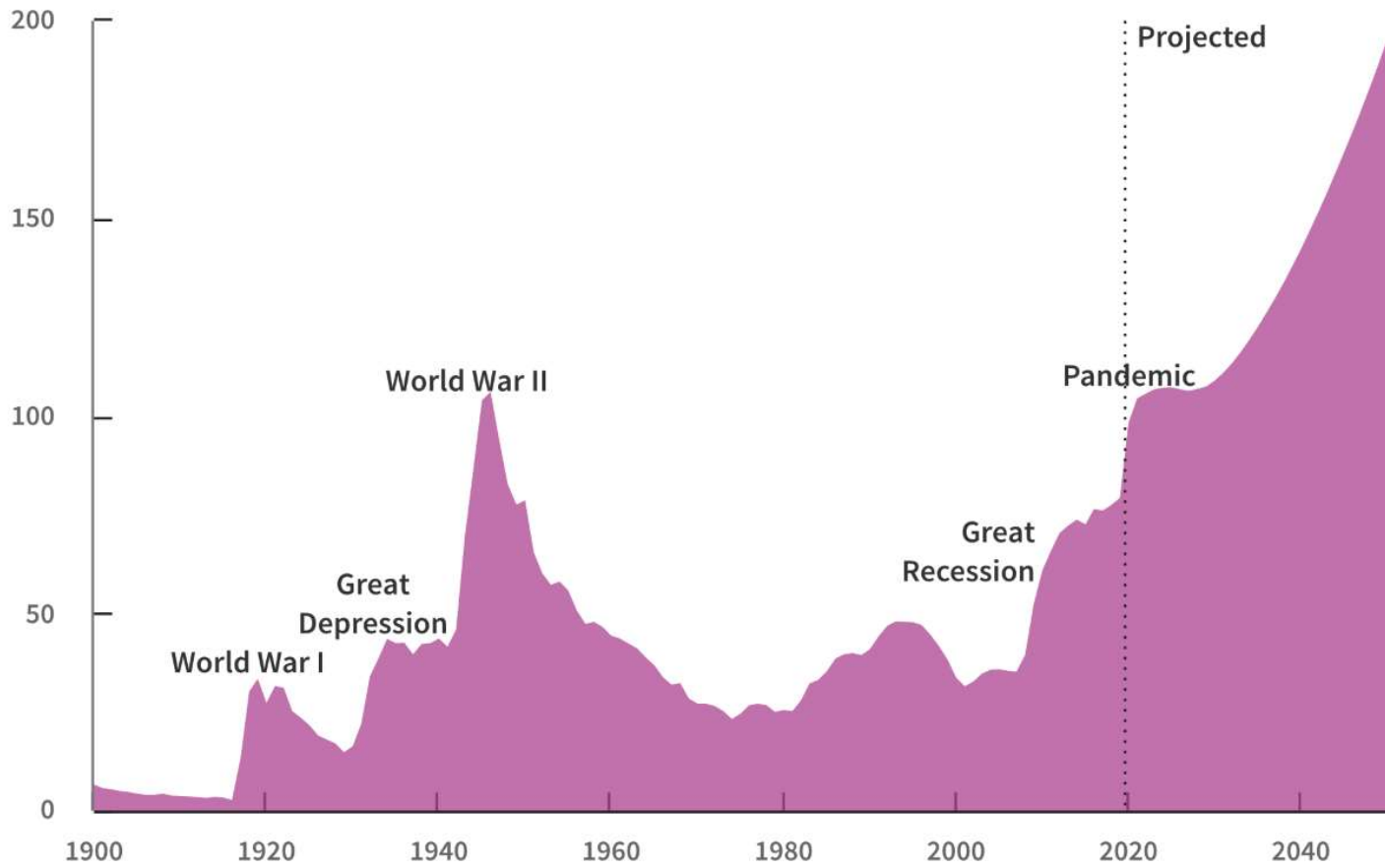
times (average interest rate *minus* GDP growth)

plus this year's deficit (excl. interest)

Federal Debt Held by the Public, 1900 to 2050



Percentage of Gross Domestic Product



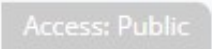
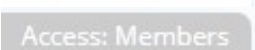
Financial Repression



Conclusion

Thank You

We will send an email with replay and slides in the next days to all registered participants:

- Today's event 
- Slides 
- Replay 

Membership: **100.– CHF per year (365 days)**

- Access to 15 exclusive “member only” events (e.g. chapter events) plus free networking cocktail
- Access to restricted web-content (presentations) of past events
- Reduced price for “Swiss Risk Dinner” of CHF 110.– (instead of CHF 150.–)
- Be invited to the exclusive annual Member Party
- More on: www.swiss-risk.org/membership

Next events

swiss-risk.org/events

ONLINE

Chapter Event - Risk Analytics and Models



Manuel Villegas Caballero



Financial modelling in the COVID age

30. September 2020 18:00 - 19:30 Zoom Meeting 979 0750 1363

Covid 19 has caused significant uncertainty in financial and credit markets. In this session, we will hear from expert financial modellers about their recent challenges...

Dr. Stephan Wiehler Global Head of Client Credit Risk - AIRB and Credit Scenario Analysis at Credit Suisse

Manuel Villegas Caballero Senior Risk Modeller, Financial and Credit Risk Modelling at Swiss Re

- Free Member* and Public Ticket 0 (CHF)

Read More & Register

LIVE/ONLINE

Flagship Event



Daniel Koch



Predictions for a new world order after COVID-19

26. October 2020 17:30 - 20:00 Live: Sheraton Zurich / Online: details will follow

The coronavirus pandemic has changed the world dramatically. We asked 5 leading thinkers - from EY, Microsoft, BAG and EPAM - for their predictions of...

Daniel Koch former BAG

Reto Isenegger Partner at EY-Parthenon, EY

Marianne Janik CEO of Microsoft Switzerland

Elaina Shekther CMO and Head of Strategy at EPAM Systems

Amit Singhal VP, Head of European Delivery, EPAM

- Free Ticket LIVE event 0 (CHF)
- Free Ticket ONLINE event 0 (CHF)

Read More & Register

Our sponsors

- Main sponsors



- Sponsors

