

Donald Trump and World Economy

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World Economic Overview

Contribution to world economic growth

Advanced countries 1/3

Out of which: US 1/2

Out of which: EU 1/3

Total:
World's
About 25%

Japan

1980s 12% of the world

2000s around 3%

Current share about 6%

BRICS 1/3

BRICsother than China: about 10%

China: world's 25%

Other Emerging 1/3

2017~

Booming world economy pulled by USA and China

Next 10years

China+India: World's almost 50%

2016=Turning Point of History

5/10 Philippines 6/23 Brexit 11/8 US → Continues in 2017

→ 5/7 France

6/8 UK → One more election this fall? → Corbyn?

9/24 Germany → Trans-Atlantic → Defeat of establishment

Revolt of Voters against widening gap between the rich & the poor

2017 IMF Report

→ Return from financial capitalism to manufacturing

Why?

US Presidential Election in 2016

Constituencies

Total Losers

White workers



Wall Street

Neocon(Signature)

Mainstream Mass Media

Priorities

Jobs

Income increase

Large

NAFTA

Fence on Mexican Border

Fiscal Stimulus

Public Works

Deregulation for Small & Medium banks

Reintroduction of Glass-Steagal



Deutsche Bank Shock?

Small

Obama Care

TPP

CO2

Military Base/Burden Sharing

Speech on January 20

Roads, highways, bridges, airports, tunnels, railways

Fight against Crime, gang, drugs

Unlock mysteries of space

Eradicate Islamic terrorism

Not seek to impose our way of life

Mainstream mass media are controlled by Obama people

ABC News

President

Ben Sherwood

Brother of special assistant to Obama

Senior national correspondent

Clair Shipman

The wife of the White House Press Secretary

CBS News

President

David Rhodes

Brother of Deputy National Security Advisor

CNN

Senior vice president of Washington news gathering & Deputy Bureau Chief

Virginia Moseley

Wife of Deputy Secretary of State

Chief National Security Correspondent

Jim Sciutto

Advisor to president Obama on foreign policy

Former staff of the husband of Susan Rice who is the producer of ABC News

Who's who in the administration

Lincoln: Cabinet of Rivals

Marine

John Kelly

James Mattis

Joseph Dunford

GS

Gary Cohn

Steve Mnuchin

Steve Bannon

Jay Clayton

Anthony Scaramucci

Dina Powell

Japan

Wilbur Ross

William Haggerty

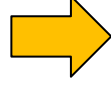
Russia

Rex Tillerson



Robert Gates

Sam Nunn

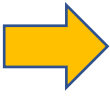


Mike Pompeo

Michael Flynn



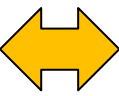
H.R. McMaster



John Bolton

China

Peter Navarro



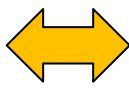
Terry Branstad

Henry Kissinger

Steven Schwarzman

Masayoshi Son

Jack Ma

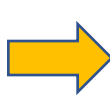


Jeff Bezos

Republican National Committee

Sean Spicer

Reince Priebus



John Kelly

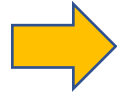
Anti-drug

Jeff Sessions

John Kelly

Good “Trump” effect on world economy

Fiscal stimulus , Large scale public works in the US



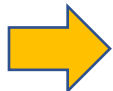
Change of European fiscal policy?

End of economic sanction on Russia?



After Mid-term election ?

Stabilization of Middle East by US and Russia cooperation



Tremendous demand for investments for reconstruction

All of above increase real demand



Not a disguised restoration by Quantitative Easing

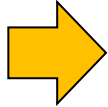
Fight inside US Government

Leak of DNC file



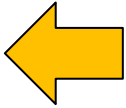
Hacking by Russia?

No Evidence



Appointment of a special investigator

6/12/16 WikiLeaks Announcement



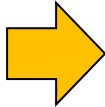
Leak by an insider (Seth Rich?)

6/14/16 DNC Announcement

"Hacked"

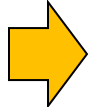
6/15/16 Guccifer 2.0 Announcement

"We hacked it"



Russian fingerprints

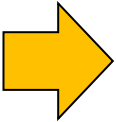
7/28/17 VIPS Announcement about Guccifer 2.0



Not "hacking" but "leak"

Too short time for "hacking"

Done on the east coast of US



8/9/17 Nation, 8/11/17 Bloomberg, Other world media

Russia-gate was a fabrication

No Russian Collusion, but MI 6 intervention

2018.2.2

Nunes (House Intelligence Committee chairman) Memo

(2016.10)

Wiretap authorization

Carter Paige (Trump staff)

Wiretapping on US citizen is illegal



Needs authorization by FISA(Foreign Intelligence Surveillance Act) court



35 page Dossier written by Christopher Steele was used as evidence for the need

But !!

Dossier to criticize Trump

Encommissioned by a research company "Fusion GPS"



Christopher Steele: Former MI6

Financed by Clinton, DNC

2018.2.6

Grassly (Senate Judiciary Committee chairman) Referral



Indict Steele



Skripal (3.4)



Chemical weapon attack in Douma(4.8)

China

No problem in short-term

No problem in employment & prices

Production center → Consumption Market

Chinese living at Japanese living standard

2000:0

2010:100 million

2020: 700 million

5 year business cycle

Change of leaders in local governments

2013-14 economic stagnation

Mr. Si's uniqueness

First head of state without backing of former heads

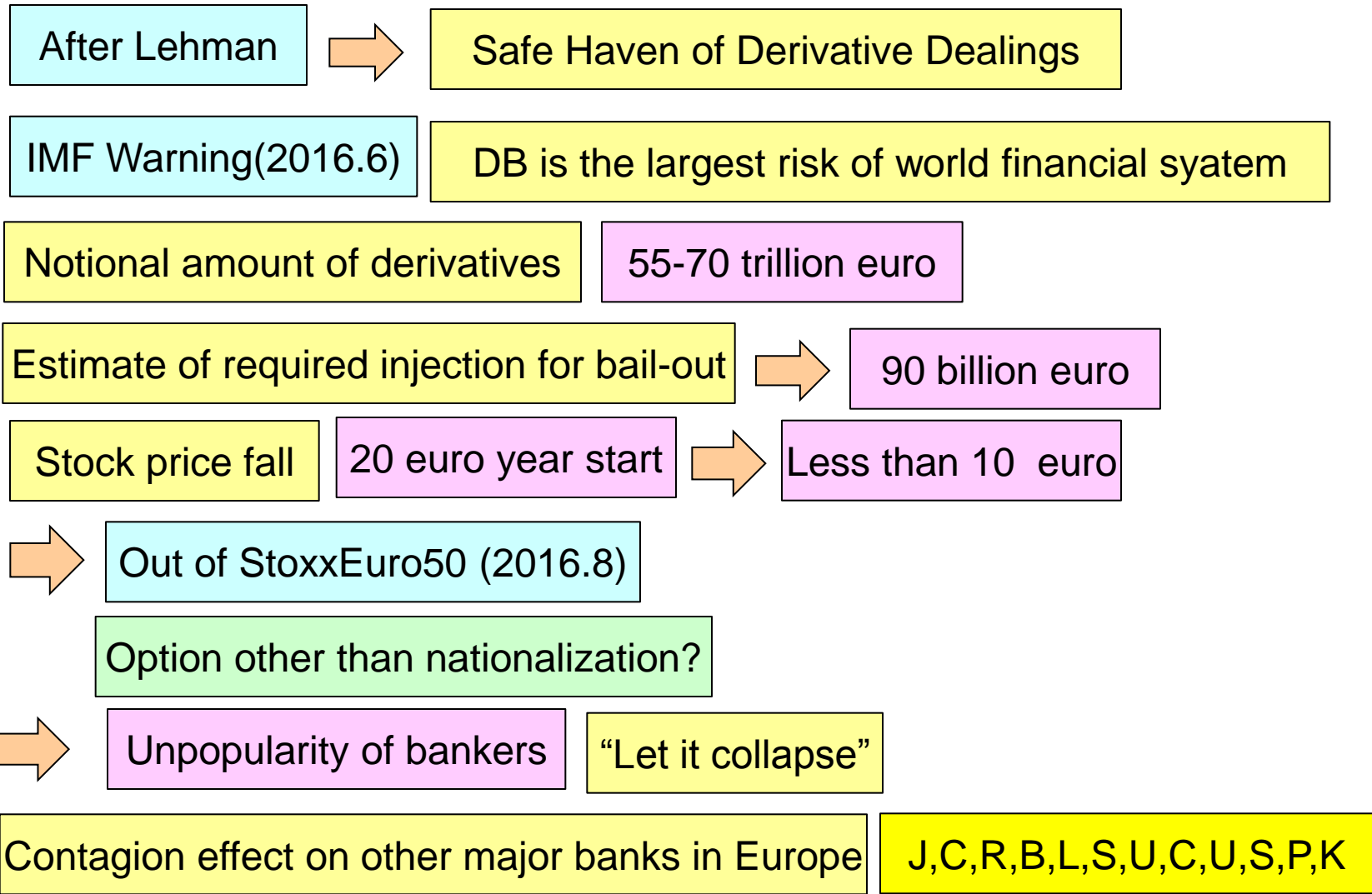
Took longer time to solidify power

Finally solidified power

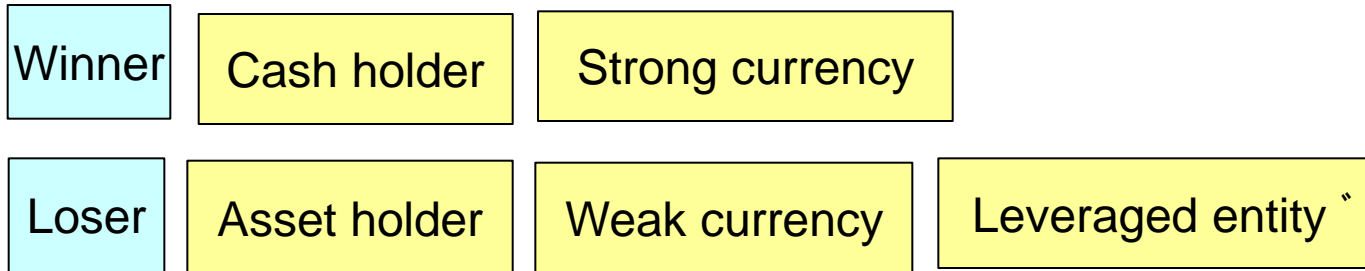
Big challenge:2020—2025

Marginal return on Investment, Social & political leadership, Young labor, reform of SOE

Deutsche Bank Woe

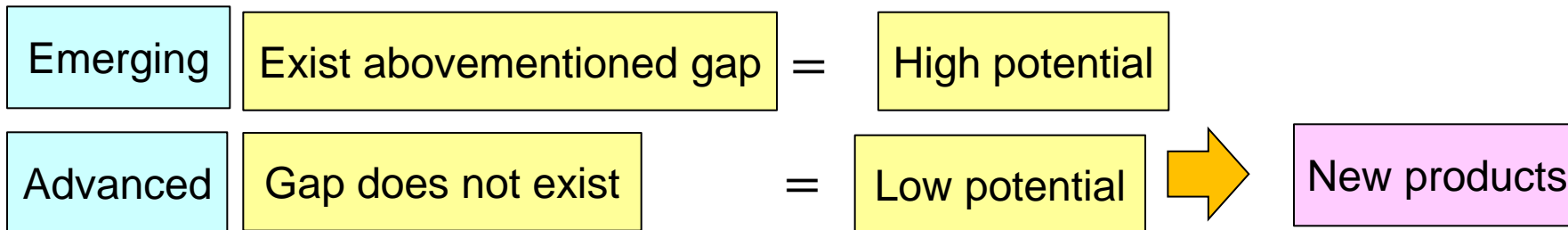


How to cope with crisis



Potential of economic growth

$$= (\text{Desired living standard} - \text{Current living standard}) \times \text{Population}$$



The end of financial capitalism

Need of fiscal stimulus

One belt one road