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# Outlook by DZ BANK Research: 2021 characterised by post-corona boom?

Stefan Bielmeier, Chief Economist, Head of Research & Economics Christian Kahler,  
Head of Equity Strategy & Asset Allocation

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# Politics, the economy and capital markets 2021

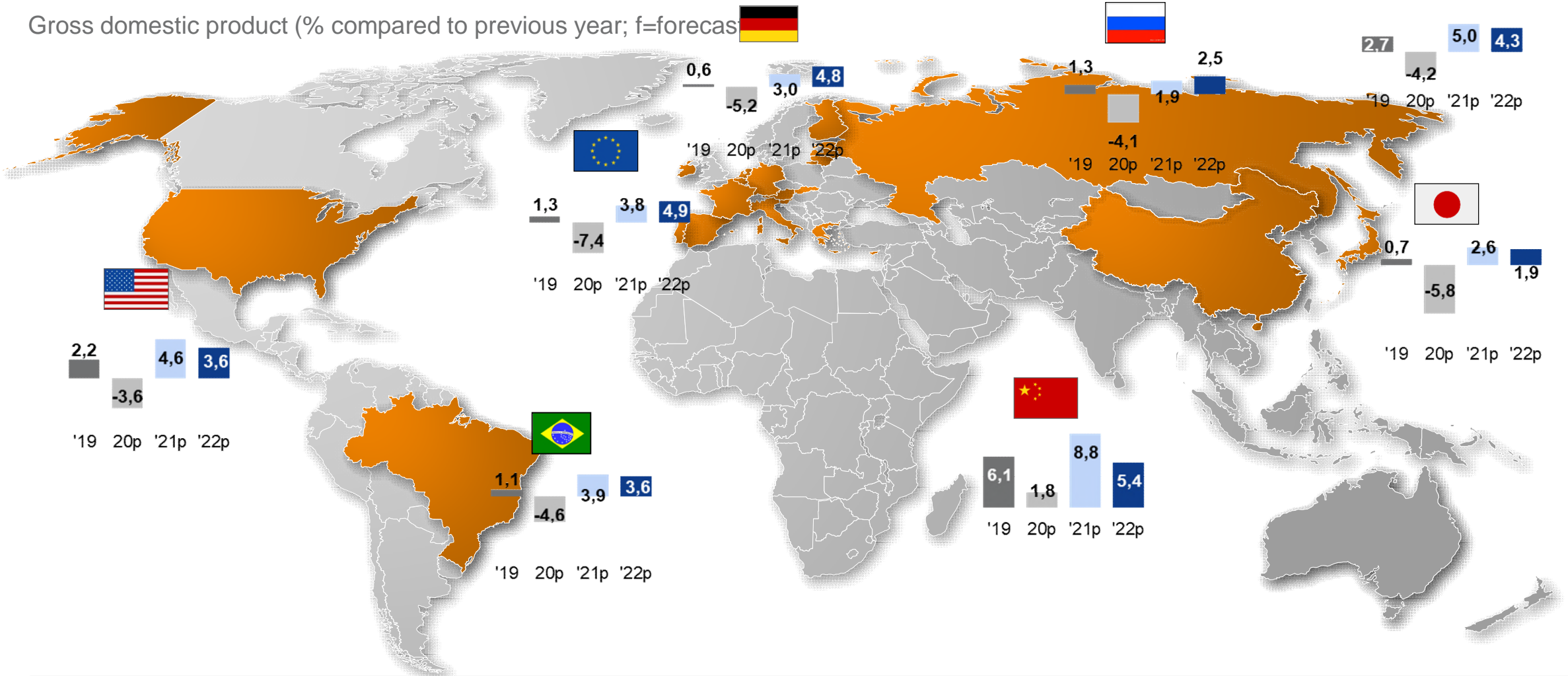
- 1. Economic outlook: 2021 will be marked by the post-corona boom**  
Corona crisis leaves clear marks / Upturn 2021 consolidates in the second half of the year
- 2. US trade policy: Punitive tariffs also possible under new president**  
Large trade deficit with China meets with broad rejection by public
- 3. Europe: Economic recovery in 2021**  
Recovery is expected in the second half of the year when vaccine is available
- 4. Inflation: Core inflation low but stable**  
Pandemic depresses service prices, especially in Southern Europe
- 5. Interest rates: Central banks ultra-expansive - ECB must act credibly**  
Under the influence of the central bank put, capital market yields will remain low in the long term
- 6. Equities: Upswing stands before new stage in 2021**  
New share price cycle will extend to latecomers / DAX 2021 with opportunities
- 7. Investment strategy: Opportunities for a higher valuation of shares**  
Stock markets, real estate, gold and others benefit from low interest rates
- 8. Model Portfolio Asset Allocation: On good course also in 2020**  
Seize opportunities on the stock market and diversify broadly

# 1. Economic outlook: 2021 will be marked by the post-corona boom



Corona crisis leaves clear traces / Upturn 2021 consolidates in the second half of the year

Gross domestic product (% compared to previous year; f=forecas



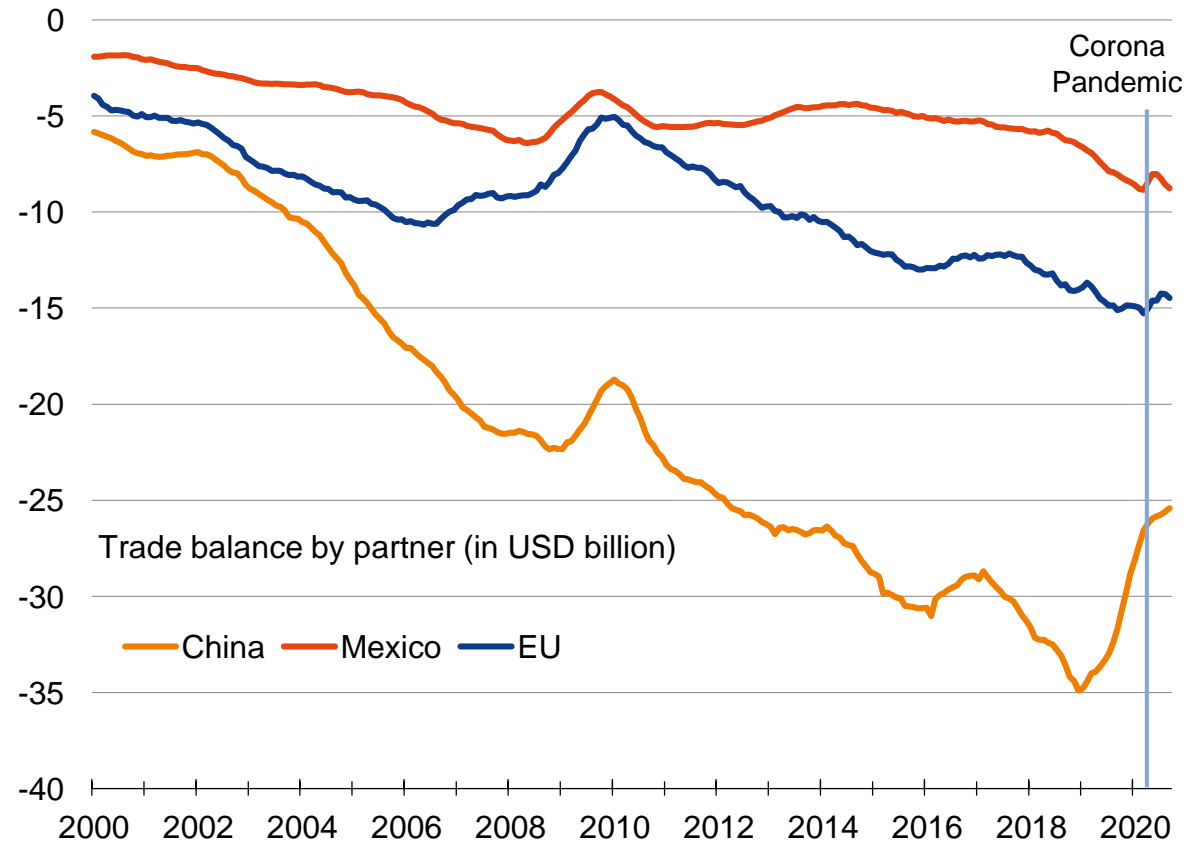
Source: Refinitiv, DZ BANK

## 2. US trade policy: Punitive tariffs also possible under Biden



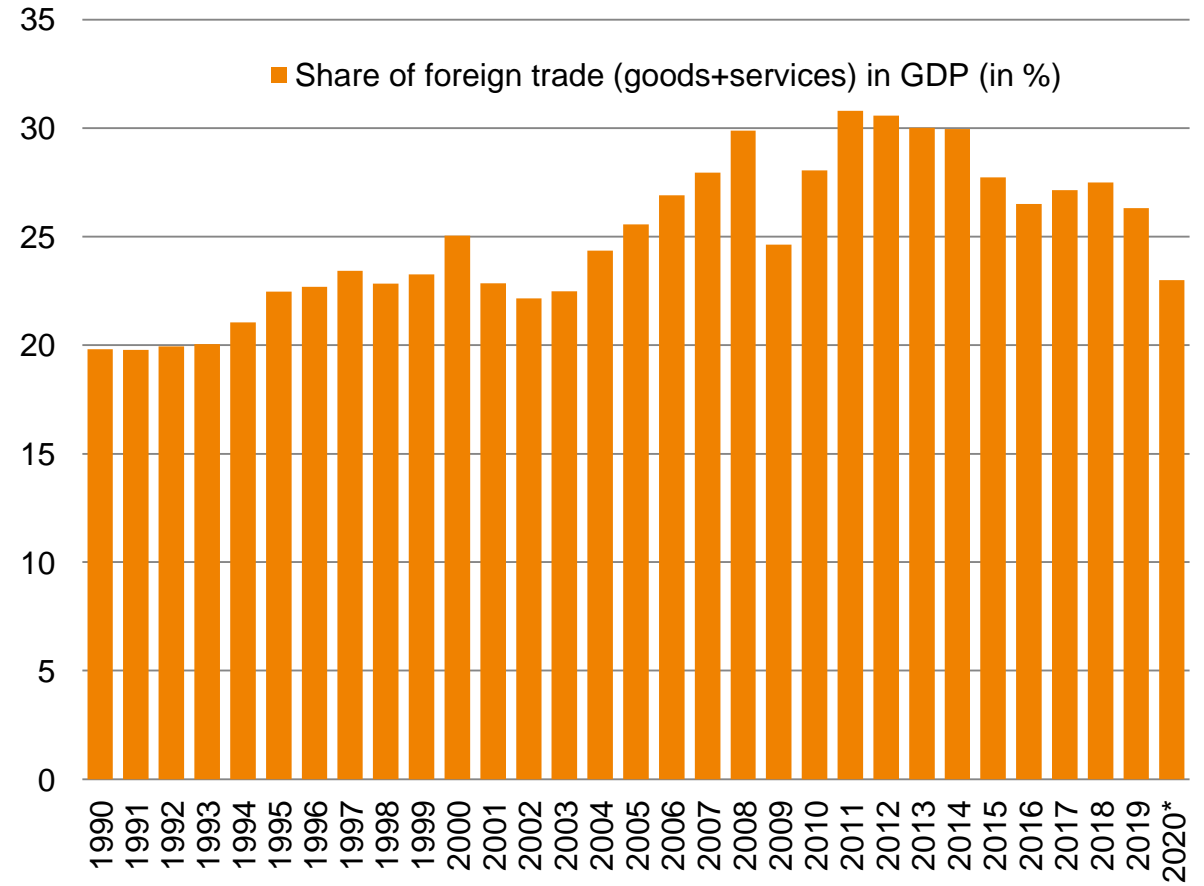
Large trade deficit with China meets with public rejection

Punitive tariffs are clearly having an effect



Source: US Census Bureau, DZ BANK; 12-month averages

Foreign trade loses importance for the US economy again



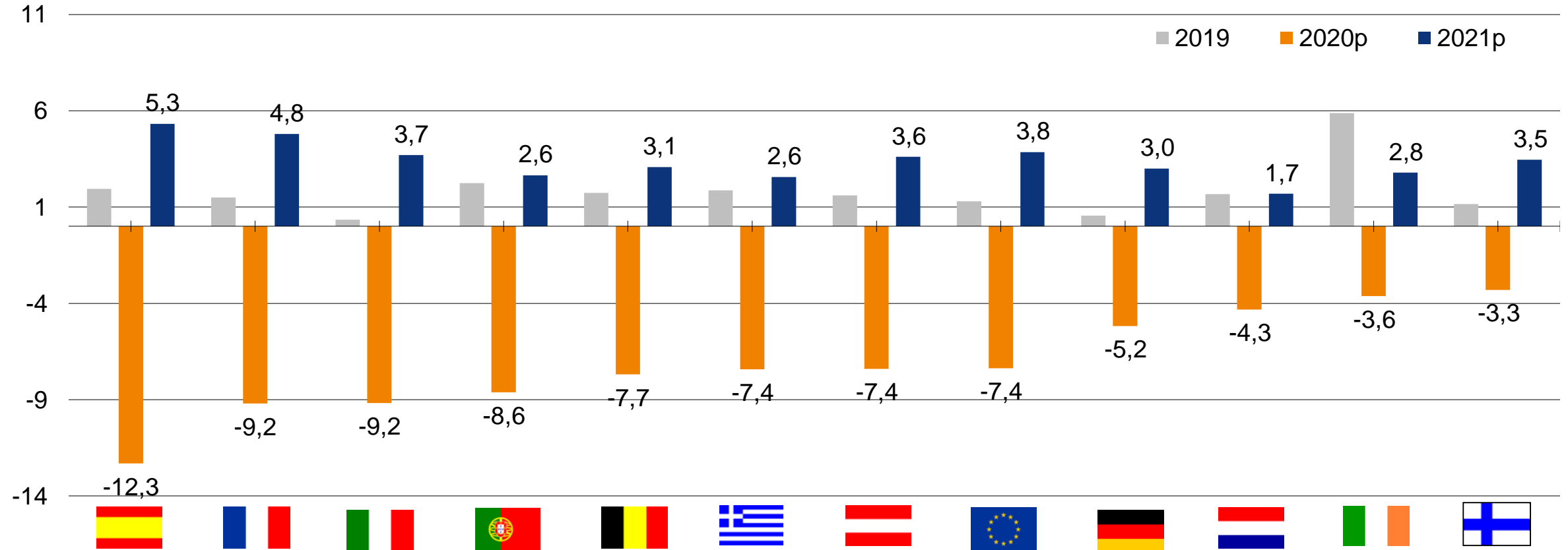
Source: BEA, DZ BANK; \*2020 only Q1 to Q3.

### 3. Europe: Economic recovery in 2021



Recovery is expected in the second half of the year when vaccine is available

Economic growth forecasts (real GDP, % vs. previous year)\*

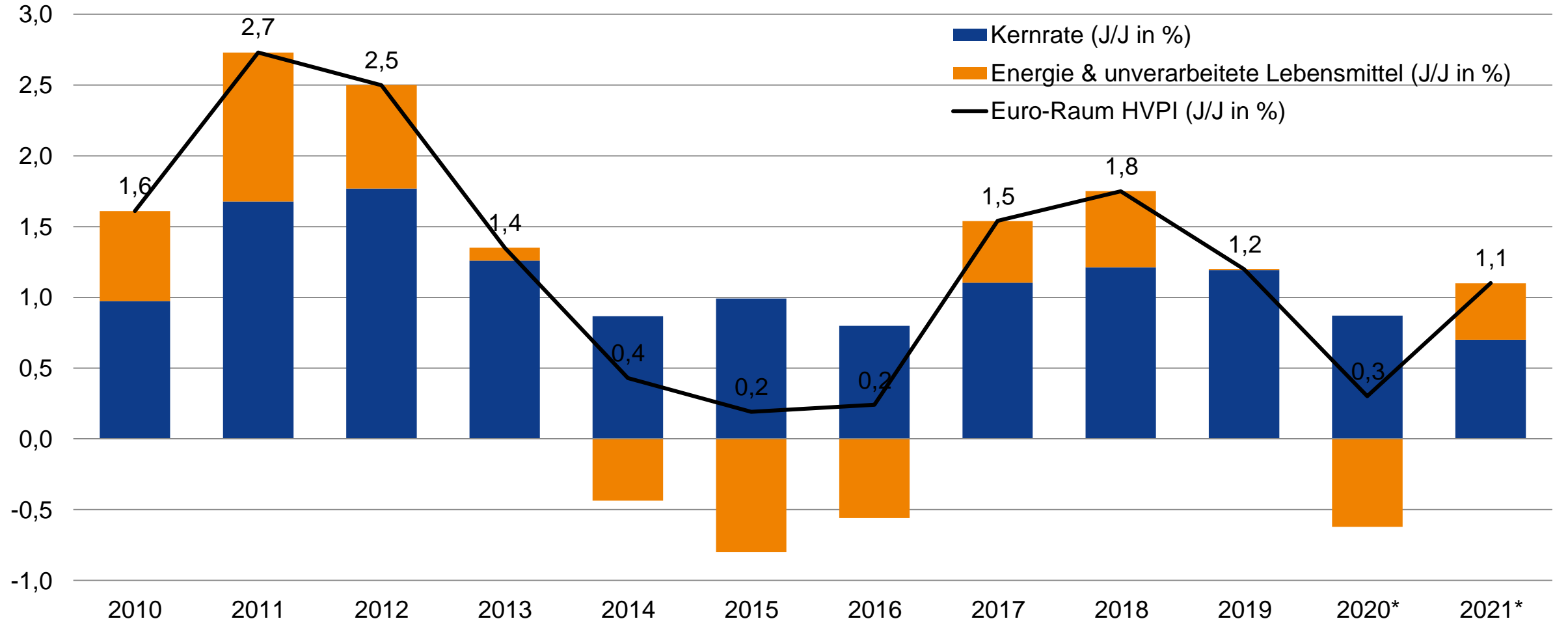


\*sorted by the declines in 2020  
 Source: DZ BANK, Refinitiv, Eurostat,  
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## 4. Inflation: Core inflation low but stable



Pandemic puts pressure on service prices, especially in Southern Europe

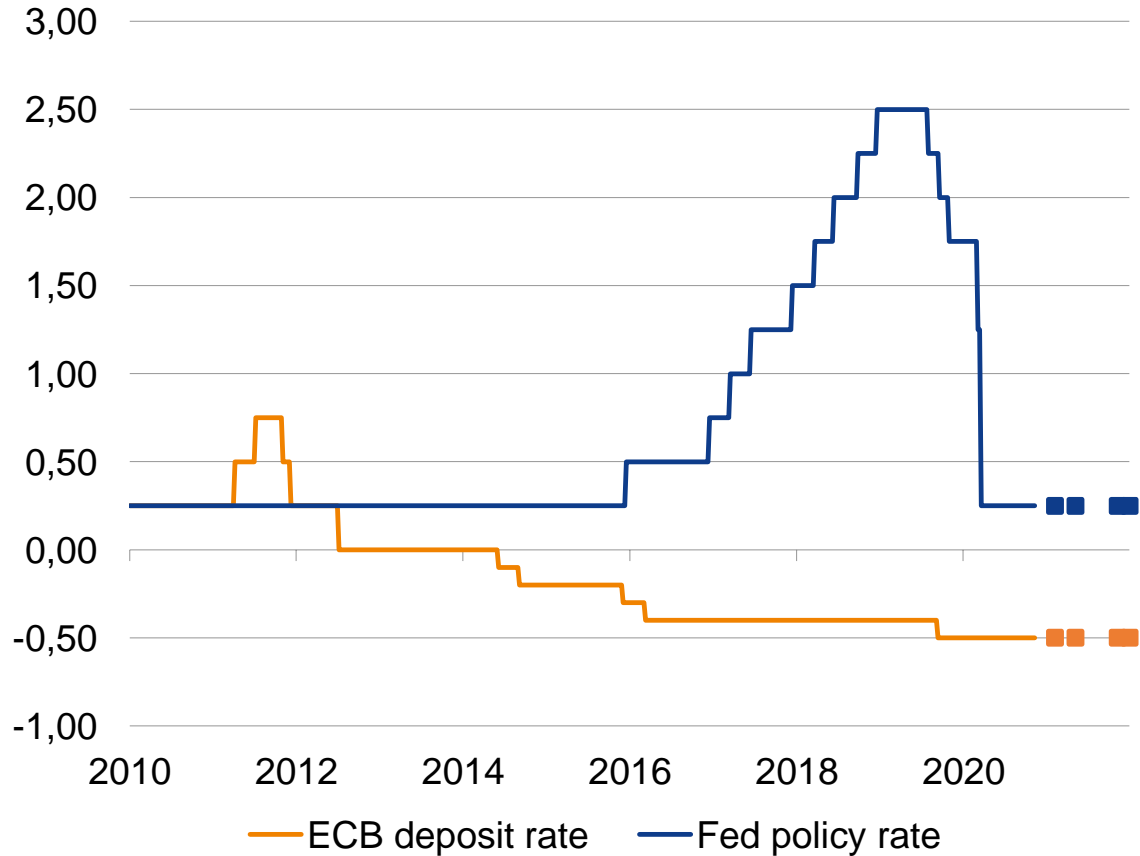


## 5. Interest: Central banks ultra-expansive - ECB must act credibly

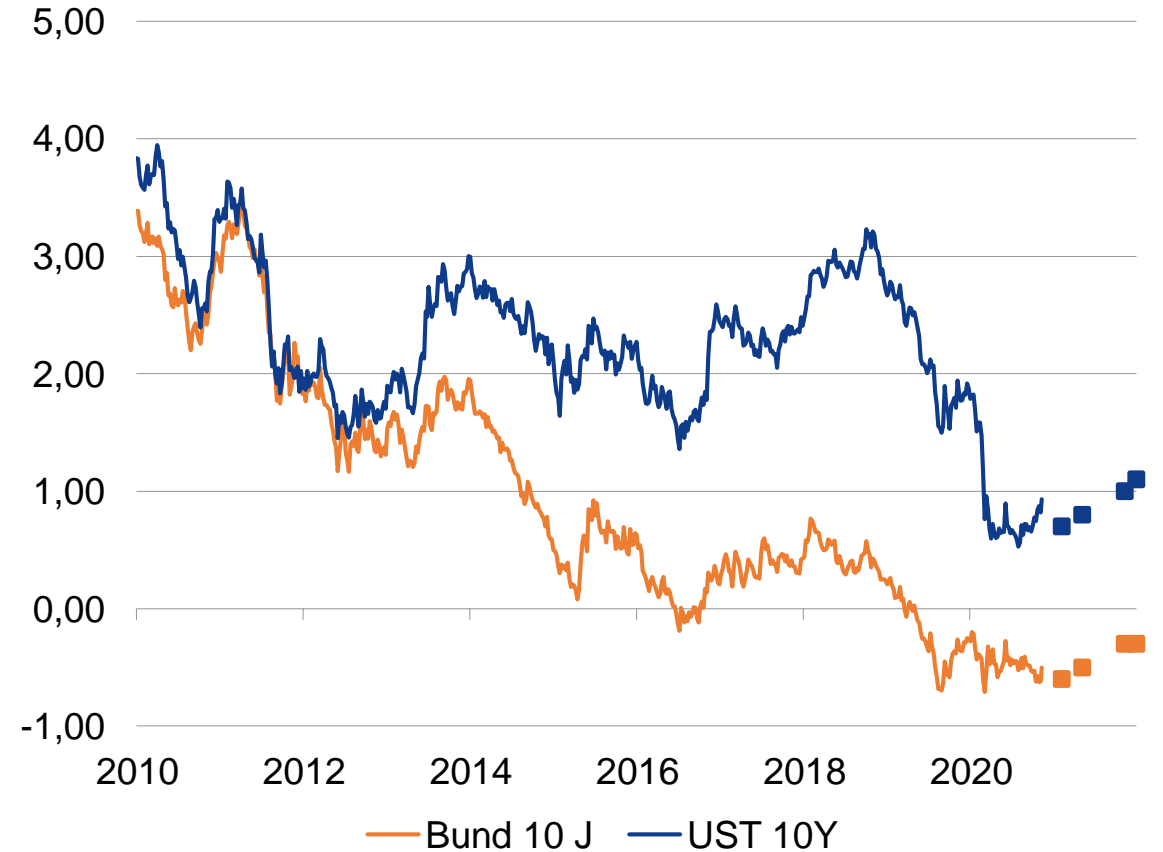


Capital market yields are low in the long term under the influence of the central bank put

in percent



in percent

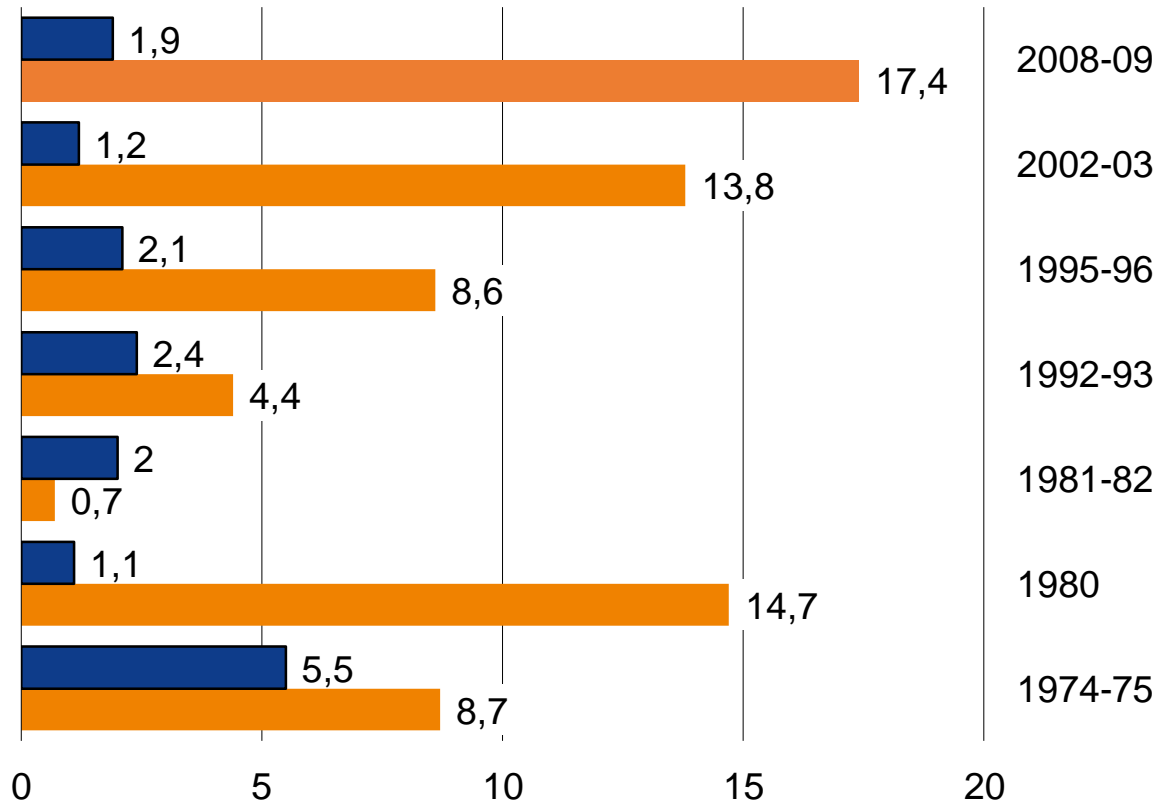


# 6. Equities: Upturn is about to enter a new stage in 2021

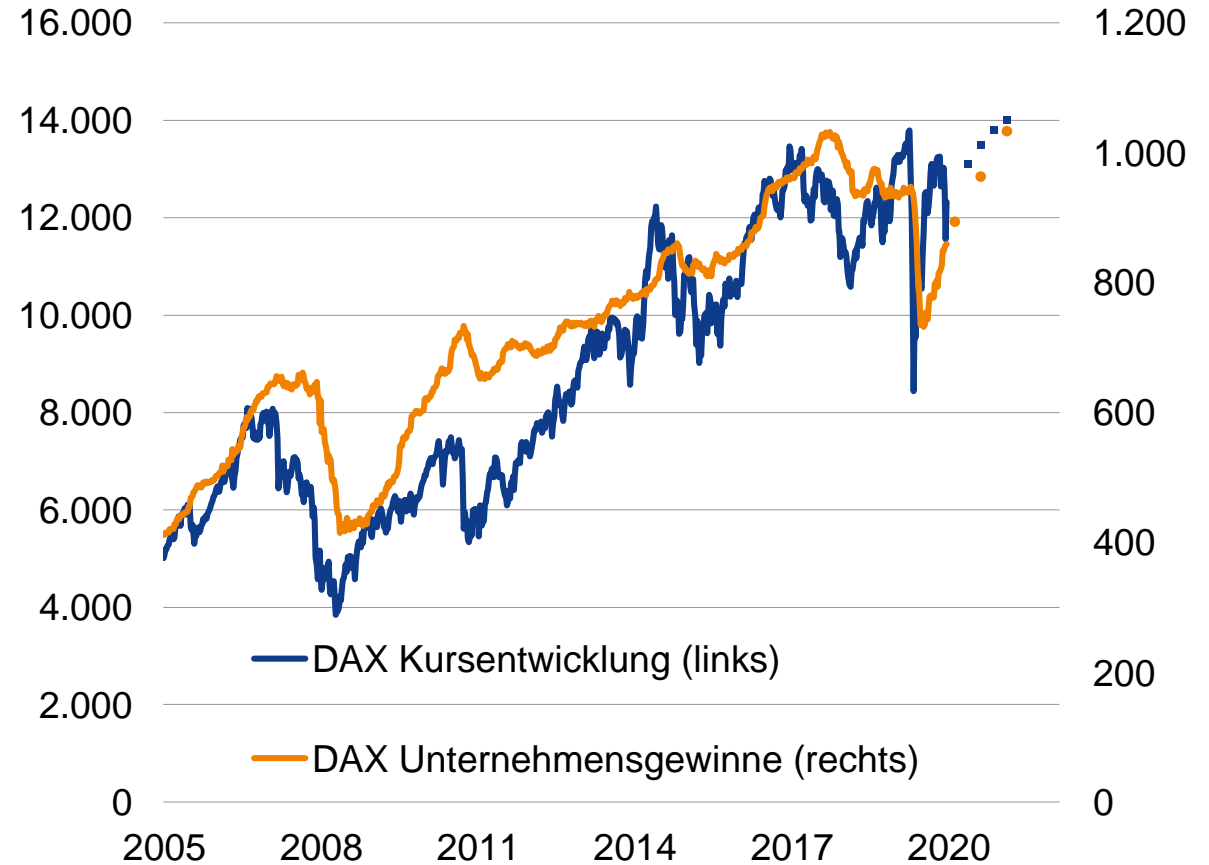


New stock cycle will extend to latecomers / DAX 2021 with opportunities

German GDP and exports in the first year after recessions (in %)



DAX: Record profits\* will be earned in 2022/23



\*Unternehmensgewinne auf Basis „Gewinne je Aktie“

Quelle: DZ BANK, Refinitiv

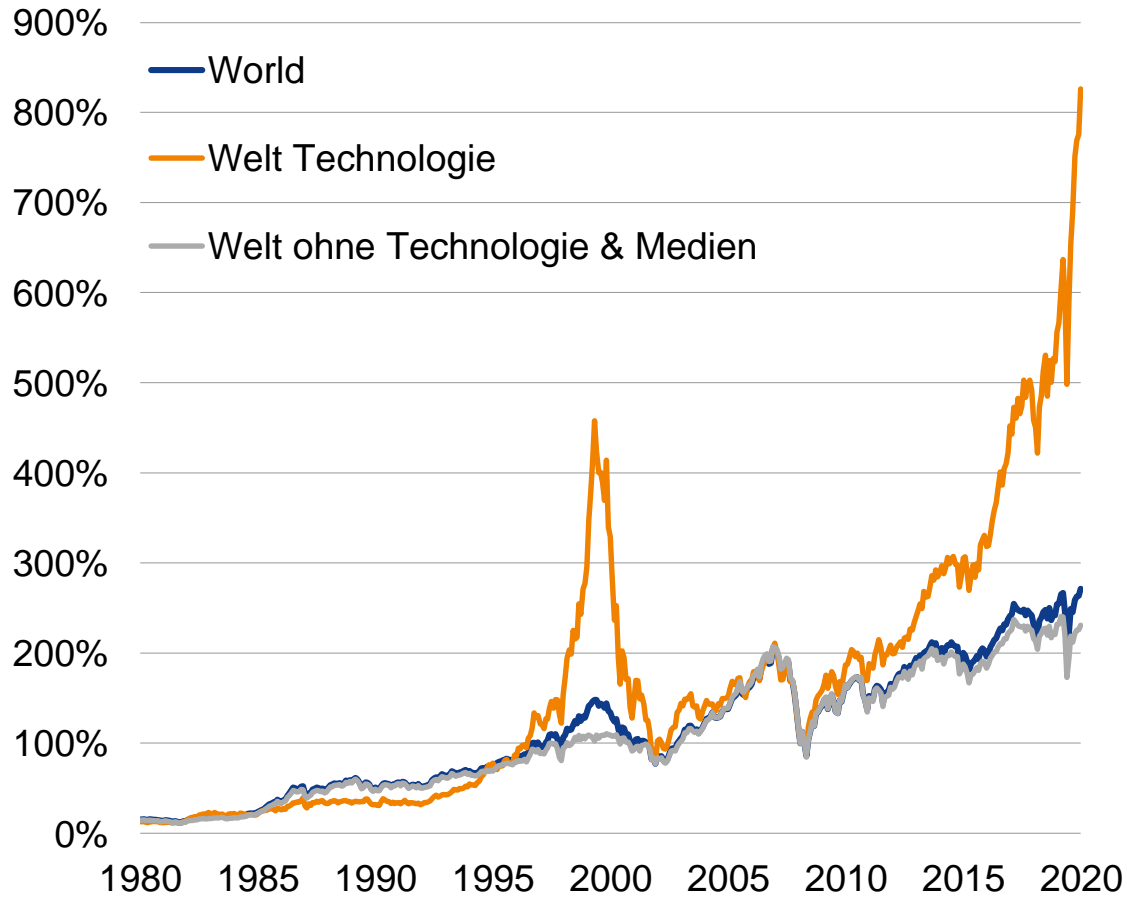


# 7. Investment strategy: Opportunities for a higher valuation of shares

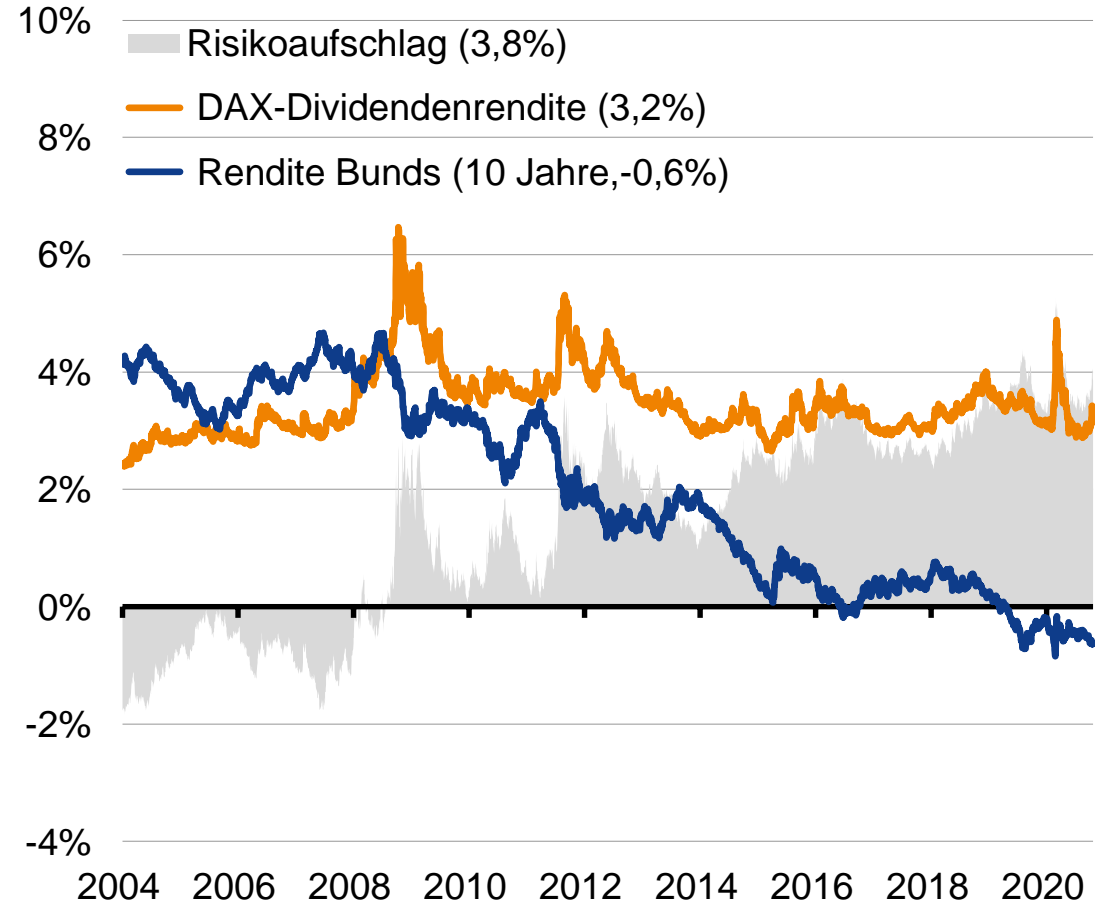


Stock markets, real estate, gold and others benefit from low interest rates

Tech stocks are driving the upswing



Dividend DAX: Risk premium close to record levels

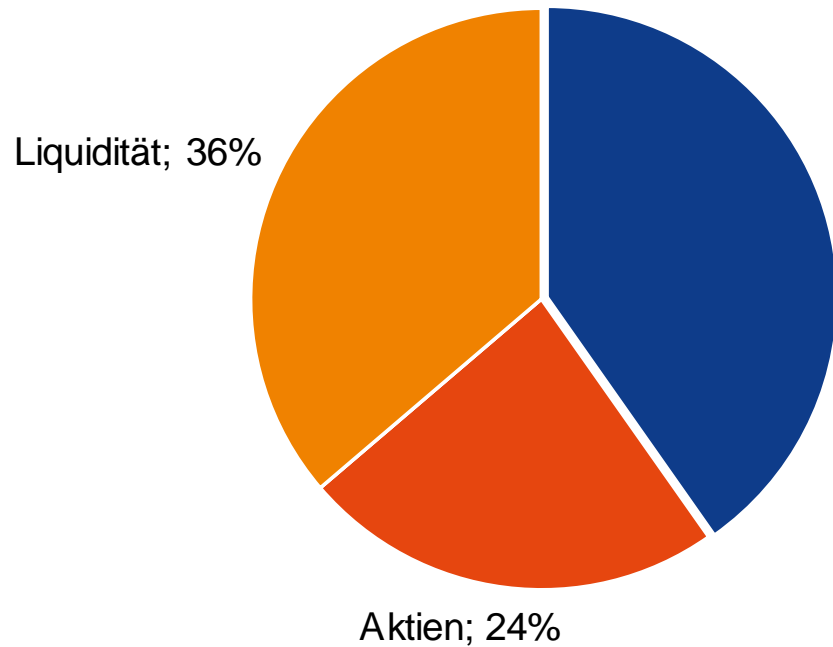


# 8. Model Portfolio Asset Allocation: Also on a good course in 2020

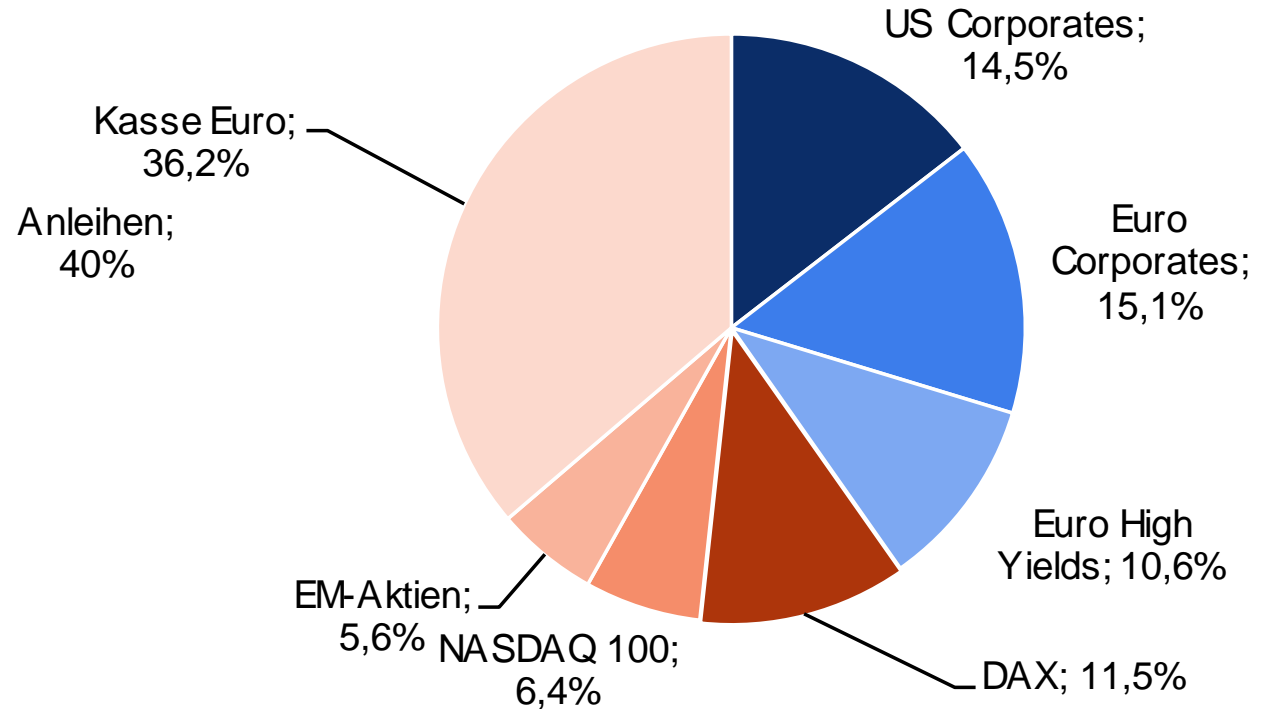


Exploit opportunities on the stock market and diversify broadly

### Aktuelle Allokation



### Aktuelles Portfolio



\*2020: +4.7%, +7.5% p.a. since launch in June 2012

Source: Bloomberg, DZ BANK