



Table Of Contents

Executive Summary.....	3
Data Summary on a page.....	9
Identifying Financial Crises through history	10
Why has the frequency of financial crises increased?	17
Candidates for the next Financial Crisis	28
The Great Central Bank unwind.....	28
Are we out of bullets when the next recession arrives?	33
What if inflation continues to disappoint? More QE and negative rates?	35
Italy: A crisis waiting to happen?	38
A China Crisis?.....	43
Global imbalances still elevated.....	47
The Rise of Populism	50
Stretched Asset Prices succumbing to Gravity	52
Japan: A permanent stupor or.....?	56
Brexit	60
(A lack of) Financial Market Liquidity...and changing market structure	61
Future Returns based on Mean Reversion	66
Mean reversion assumptions.....	69
Historical US & International Asset Returns	71
Long-Term Asset Returns in Charts	86
International equity return charts	86
International 10 year government bond return charts	87
International equity minus bond return charts.....	88