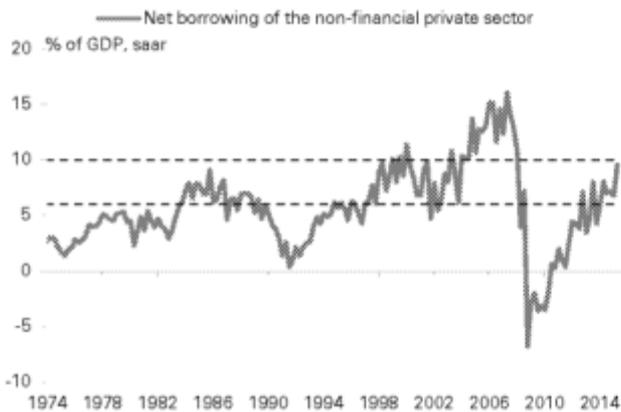


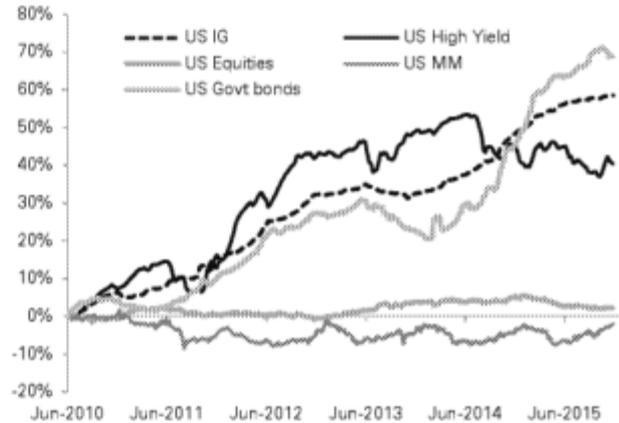


Figure 16: Private sector credit growth back to pre-credit bubble levels



Source: Deutsche Bank Research, Haver Analytics LP, Federal Reserve, BEA

Figure 17: Cumulative inflows into US funds since the Euro area debt crisis



Source: Deutsche Bank Research, EPFR

*(Geo) Politics:* The Middle East will likely remain, directly or indirectly, an important source of (geo) political risk. One direct effect would be via the rebuilding of risk premium in the oil market (with the associated implications on inflation and bond markets). An indirect political risk would manifest itself in terms of the debate around the handling of the refugee crisis, with associated implications on border controls and by extension the functioning of the single market. This could support anti-EU sentiment in general and be particularly relevant in the UK ahead of the EU referendum.

*Francis Yared, (44) 20 7545 4017*  
*Jerome Saragoussi, +1(212)250-3529*  
*Abhishek Singhania, (44) 20 7547 4458*  
*Dominic Konstam, (1) 212 250 9753*  
*Stuart Sparks, (1) 212 250 0332*