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The US \$ 9 Tn 3-phase stimulus rocket

Main features and
updated US GDP
growth outlook

DESIGNED TO SUPPORT LONG-TERM GROWTH WITH A STRONG FOCUS ON INFRASTRUCTURE, THE \$ 2.3 TN AMERICAN JOBS PLAN IS THE SECOND STAGE OF A 3-PHASE STIMULUS ROCKET

The \$ 2.3 Tn will be financed through an increase in corporate tax from 21 to 28%. To create a level playing field, US treasury secretary Janet Yellen has called govts to support the creation of a global minimum corporation tax rate

THE 3-PHASE STIMULUS ROCKET AND THE BREAKDOWN OF THE RECENTLY ANNOUNCED \$ 2.3 TN AMERICAN JOBS PLAN

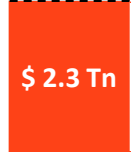
3rd PHASE

The American Families Plan.
Expected to be unveiled to Congress on April 27 and to focus on education, childcare...



2nd PHASE

The American Jobs Plan

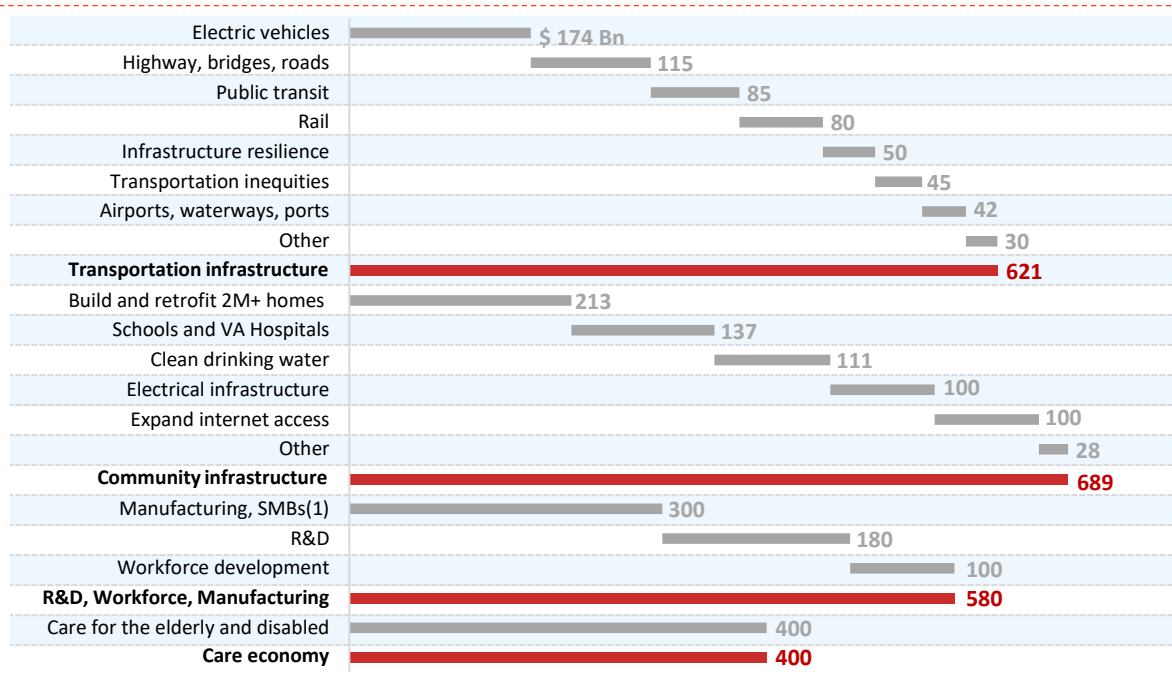


1st PHASE

Short-term response to COVID-19 (CARES Act, COVID Relief Package, American Rescue plan)



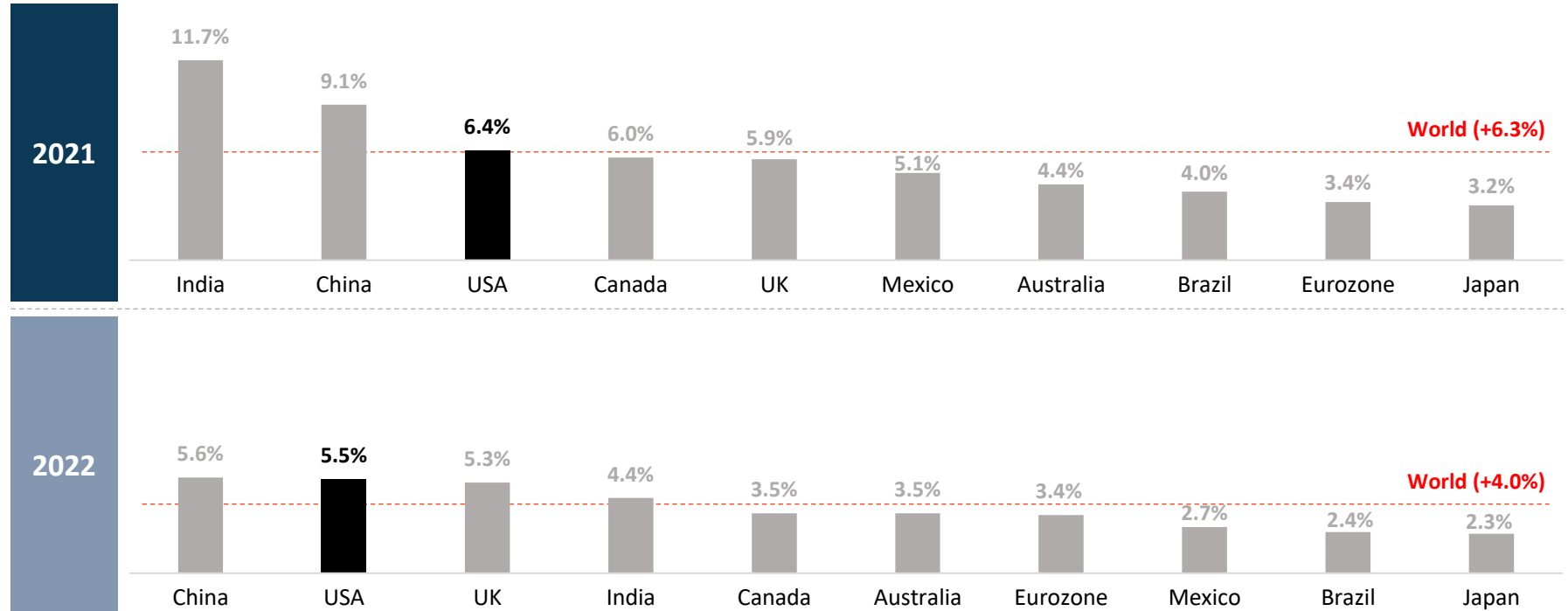
The 3-phase stimulus rocket



THE US GDP IS NOW FORECASTED TO GROW BY 6.4% IN 2021 AND TO DRIVE THE GLOBAL GROWTH JOINTLY WITH CHINA (+9.1%) AND INDIA (+11.7%)

2021 AND 2022 REAL GDP GROWTH FORECAST

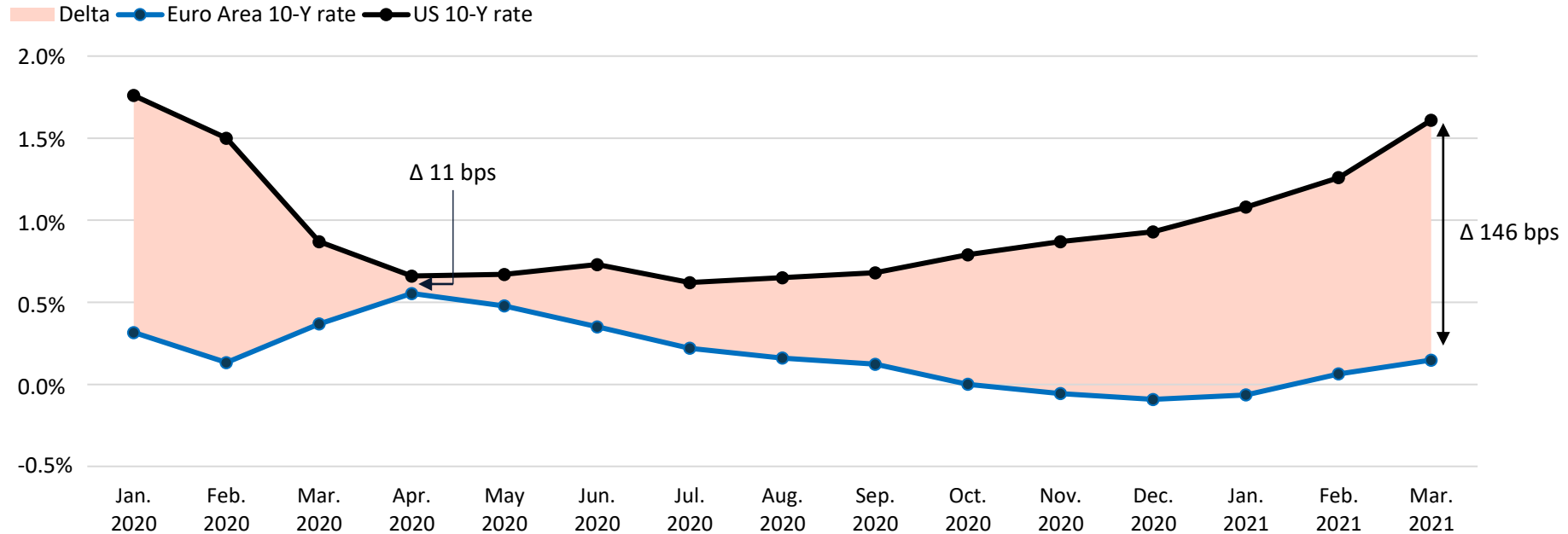
%



THE 10-Y YIELD GAP BETWEEN THE US AND THE EUROZONE HAS WIDENED AS THE COMBINED SIZE OF THE VARIOUS STIMULI IS EXPECTED TO LEAD TO A STRONGER INFLATION IN THE US

The Fed said that any increase in IR would be preceded by a tapering of bond purchases and was not planned until the return to full employment and a >2% inflation which would also be forecast to exceed that level for some time

10-Y YIELD GAP BETWEEN THE EUROZONE AND THE US
%



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