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Global \$ Shortage

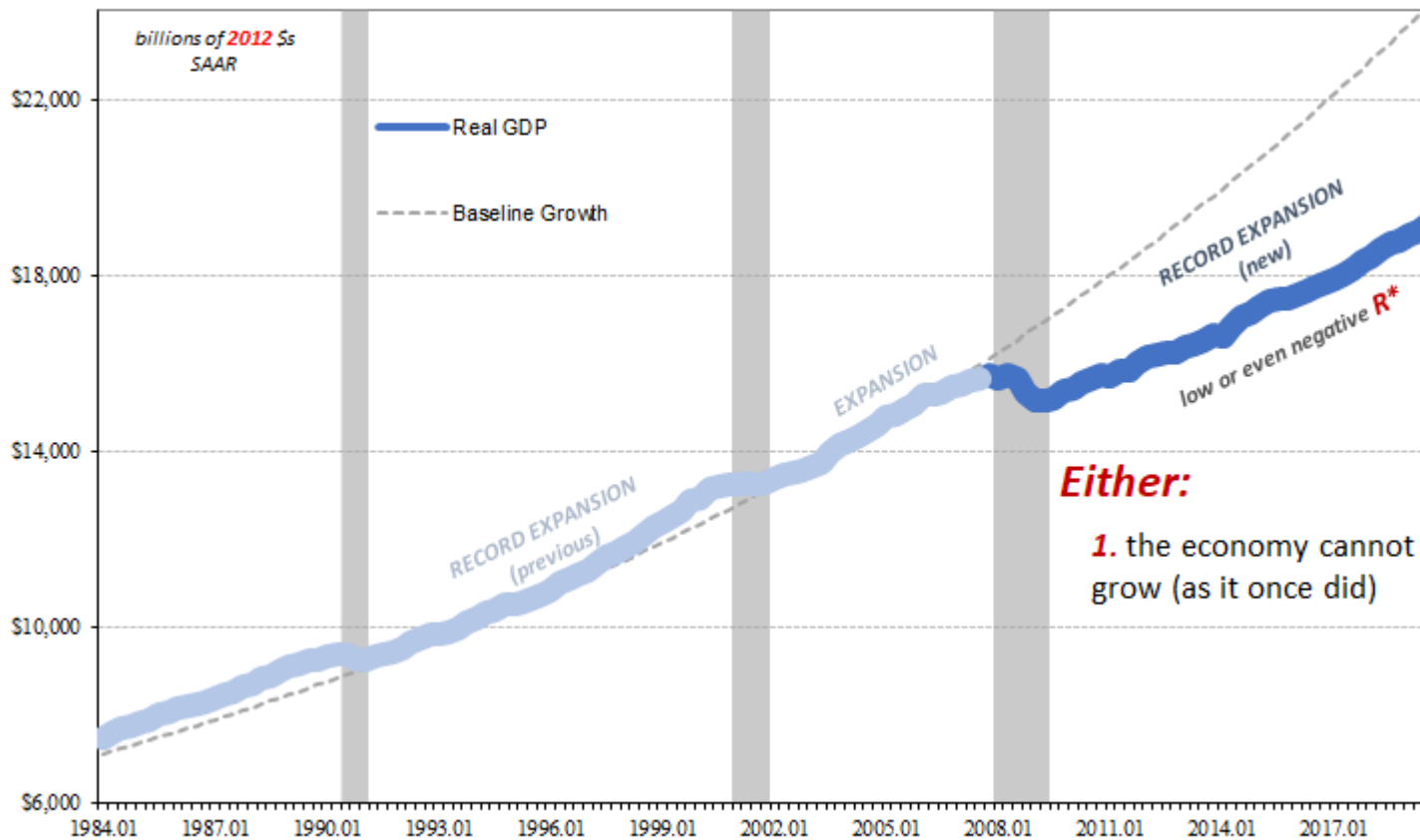
There Are No Strong Dollars

(Eurodollar University)



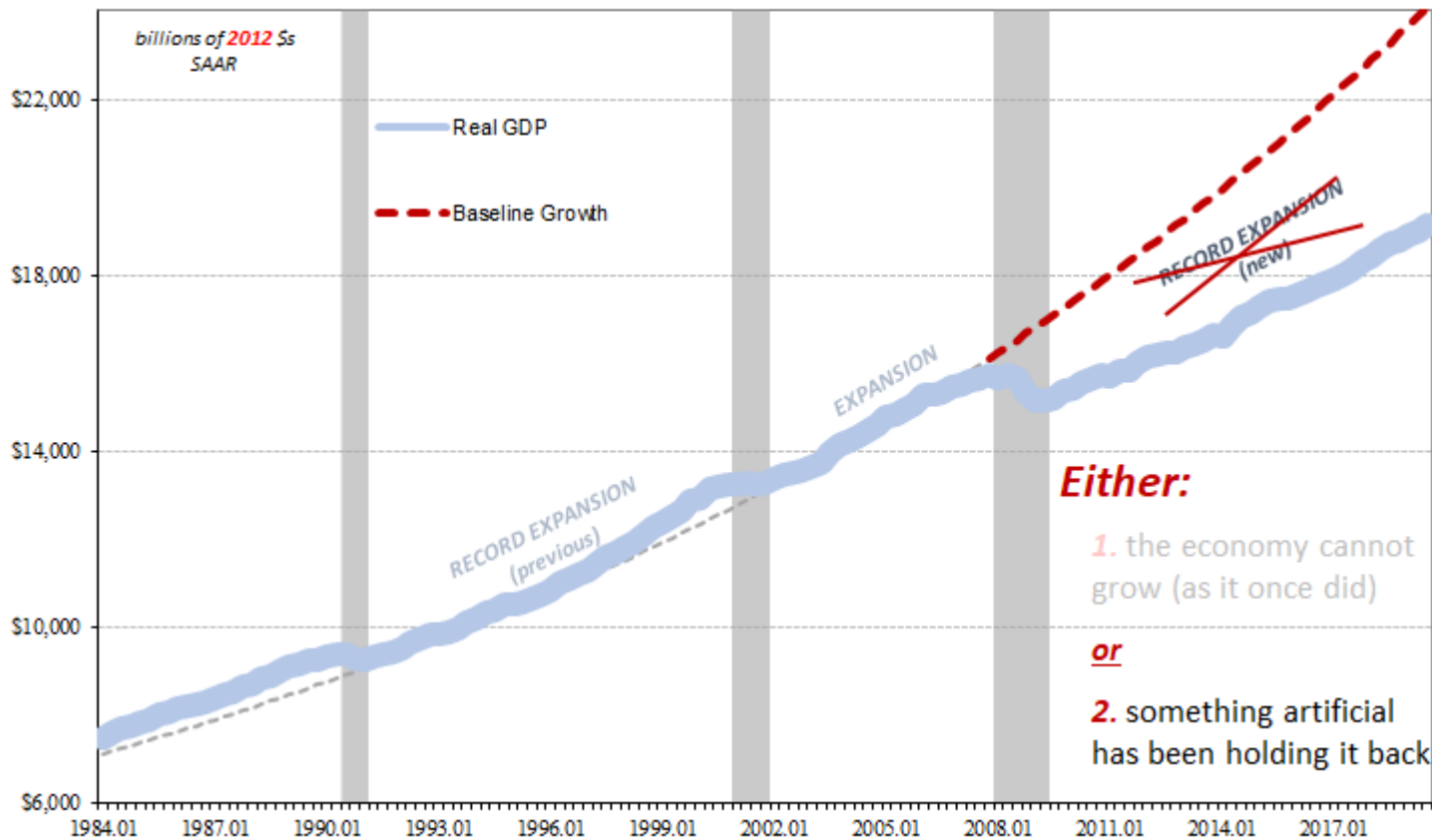


US Economic Expansion





US Economic Expansion



Credit-based Money



Senator SCHUMER. I am asking you, were you more a student of the V theory or the L theory in terms of where we are? We know we are going down now, and we have not hit bottom yet. But will we bounce up quickly, in all likelihood, or just stay flat?

Mr. BERNANKE. Senator, if there is one message I would like to leave you, it is that if we are going to have a strong recovery, it has to be on the back of a stabilization of the financial system, and it is basically black and white. If we stabilize the financial system adequately, we will get a reasonable recovery. It might take some time. **If we do not stabilize the financial system, we are going to founder for some time.**

Senator Chuck Schumer & Federal Reserve Chairman Ben Bernanke

Testimony, 1st Monetary Policy Report for 2009

Hearing before the Senate Committee on Banking, Housing, and Urban Affairs

February 24, 2009

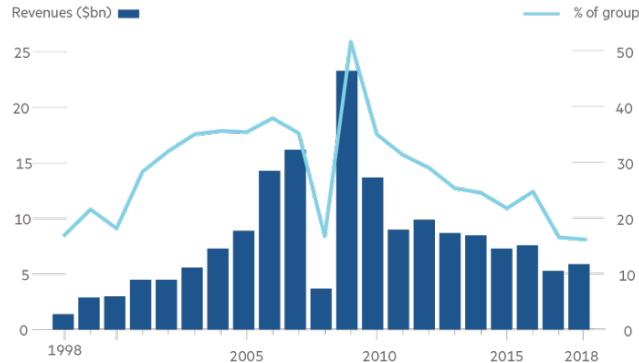


Widely Perceived	Eurodollar System
Central bank is central	Credit-based OFFSHORE system
Money multiplier, deposit-based	Reserve-less, currency-less ledger money
Traditional reserve pyramid	Wholesale, interbank; dynamic bank liabilities
Individual economies are closed systems	Globalized economy intricately linked
Gold Exchange (BW) replaced by US\$	Gold Exchange (BW) replaced by Euro\$
Bretton Woods ended in 1971	Transition to eurodollar-based system 1950's and 1960's

Credit-based ‘Money’

“ You start by saying **the central bank isn’t central** and already people are at best skeptical if not completely turned off. And then you tell them, the few who are left, if you really want any chance at legitimate economic recovery Goldman Sachs needs to make more money, a lot more, in its bond trading business. And if you don’t want Goldman to **thrive in FICC**, then the whole global monetary system must be completely revamped from the ground up.

The highs and lows of FICC at Goldman Sachs



Source: company
© FT

Oh, and by the way, we’ve been operating under a clandestine global monetary system predicated on the world’s biggest banks who aren’t really banks working in the shadows for half a century already.

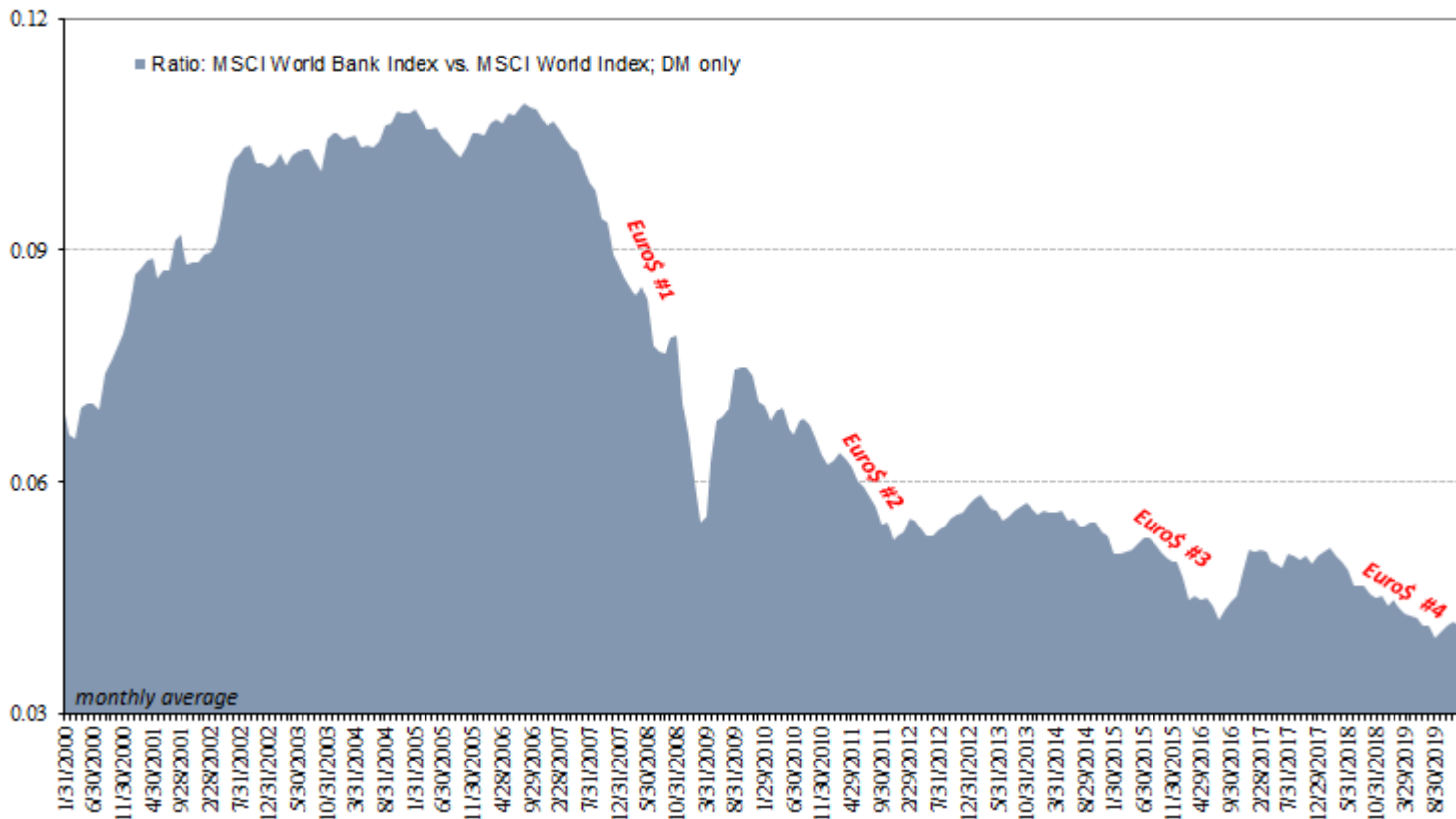
It’s way, way too much to grasp, especially all at once.

Alhambra Investments

Chinese Robots, New York Heartburn, and Goldman Sach’s Central Role
February 5, 2019



Globally Shrinking Banks





Credit-based ‘Money’



Chief Executive Sergio Ermotti, under pressure to improve the bank’s profits and share price after nine years on the job, said European banks were hobbled by policy makers “obsessed” with ensuring banks aren’t too big to fail—a stance he said isn’t displayed in the U.S. or Asia. He said European banks need to consolidate to grow, rather than trying to “**shrink to greatness.**”

MARKETS

UBS Stumbles as Bank Lowers Its Targets

Switzerland’s largest bank lowers its three-year financial goals amid tough market conditions

By Margot Patrick and Pietro Lombardi

Updated Jan. 21, 2020 9:52 am ET

SAVE PRINT TEXT

UBS Group AG shares fell 5% Tuesday after the banking giant missed its 2019 financial targets and lowered its goals to reflect tough market conditions.

Chief Executive Sergio Ermotti, under pressure to improve the bank’s profits and share price after nine years on the job, said European banks were hobbled by policy makers

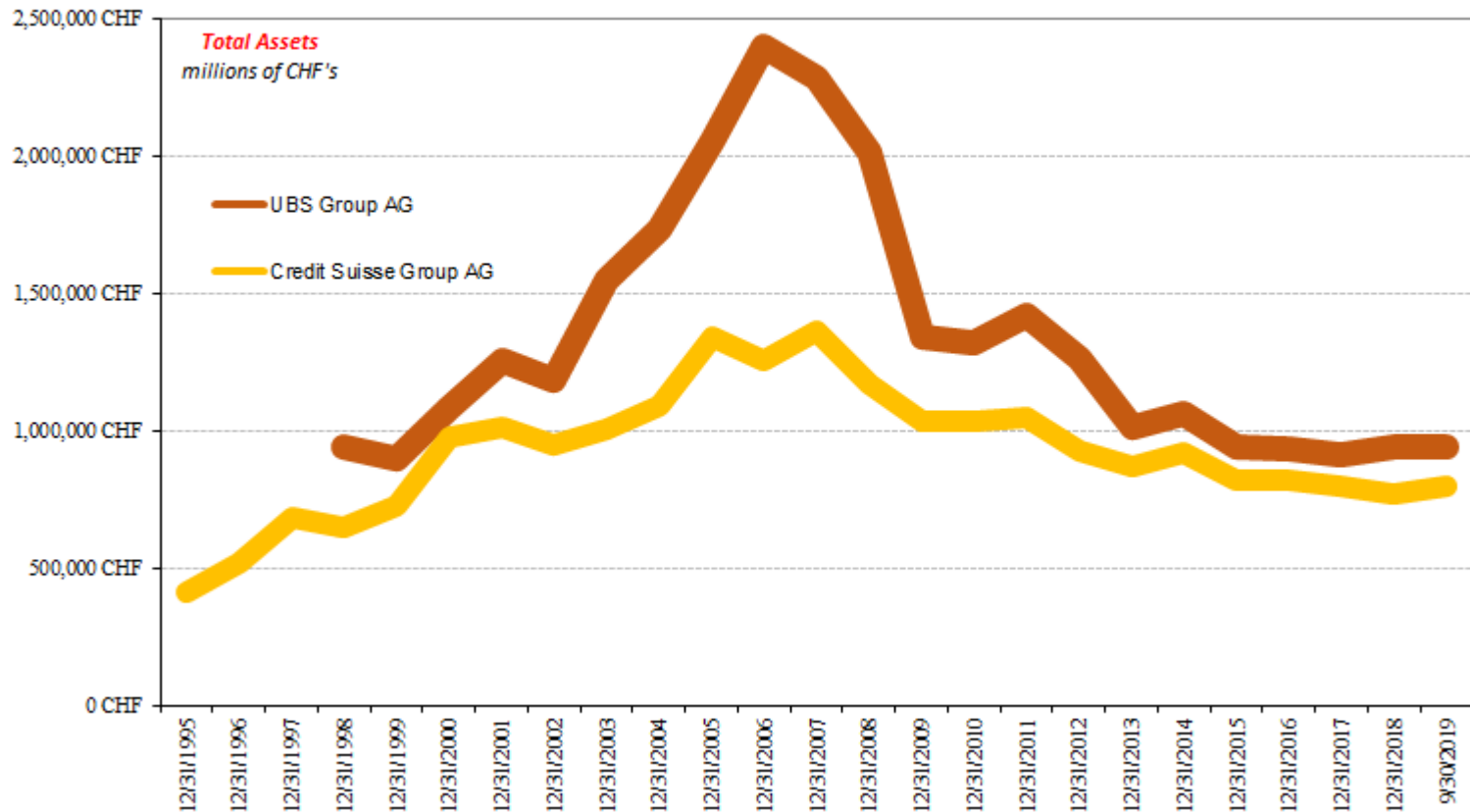
UBS CEO Sergio Ermotti

WSJ: UBS Stumbles as Bank Lowers Its Targets

January 21, 2020

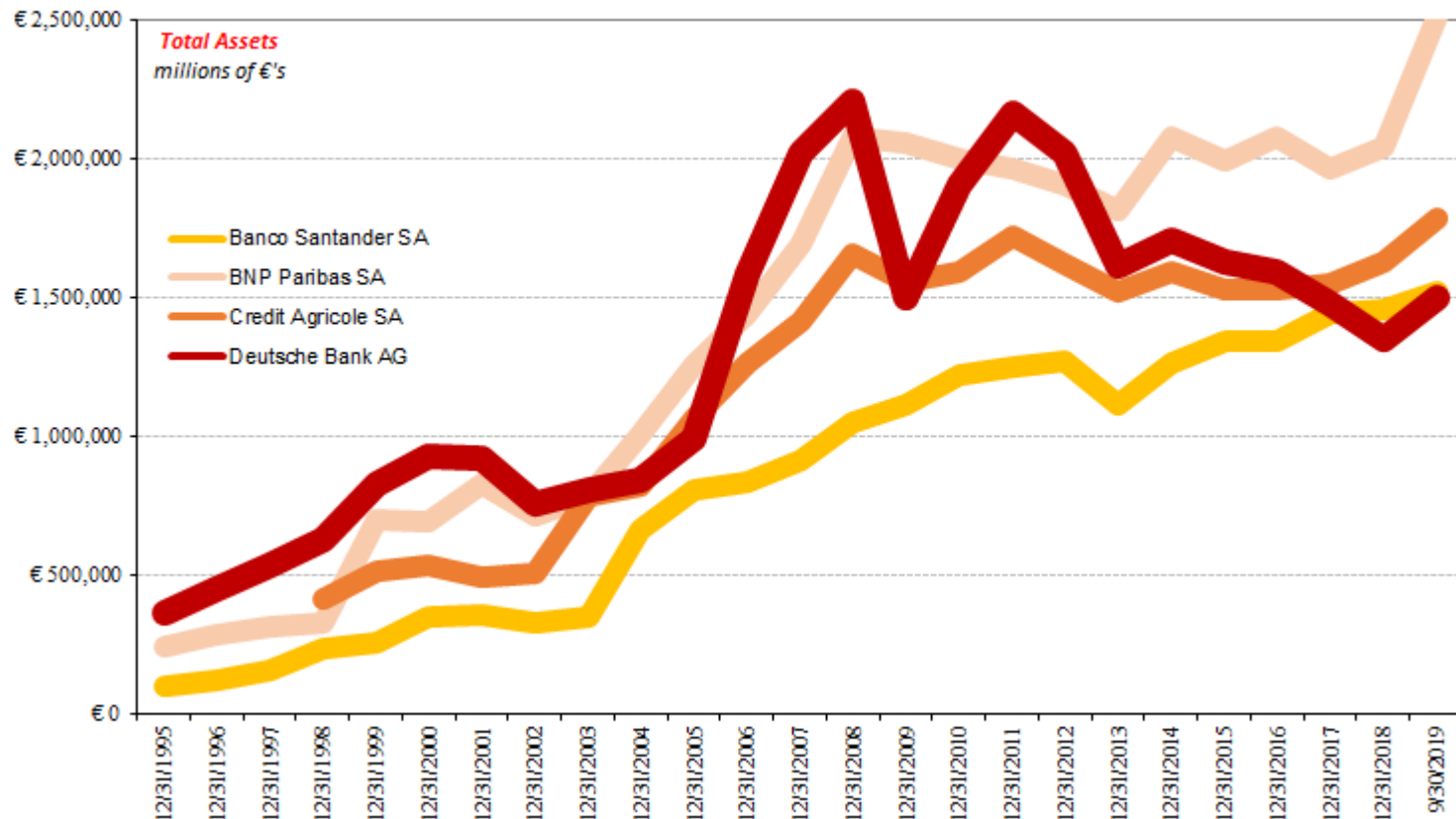


Globally Shrinking Banks



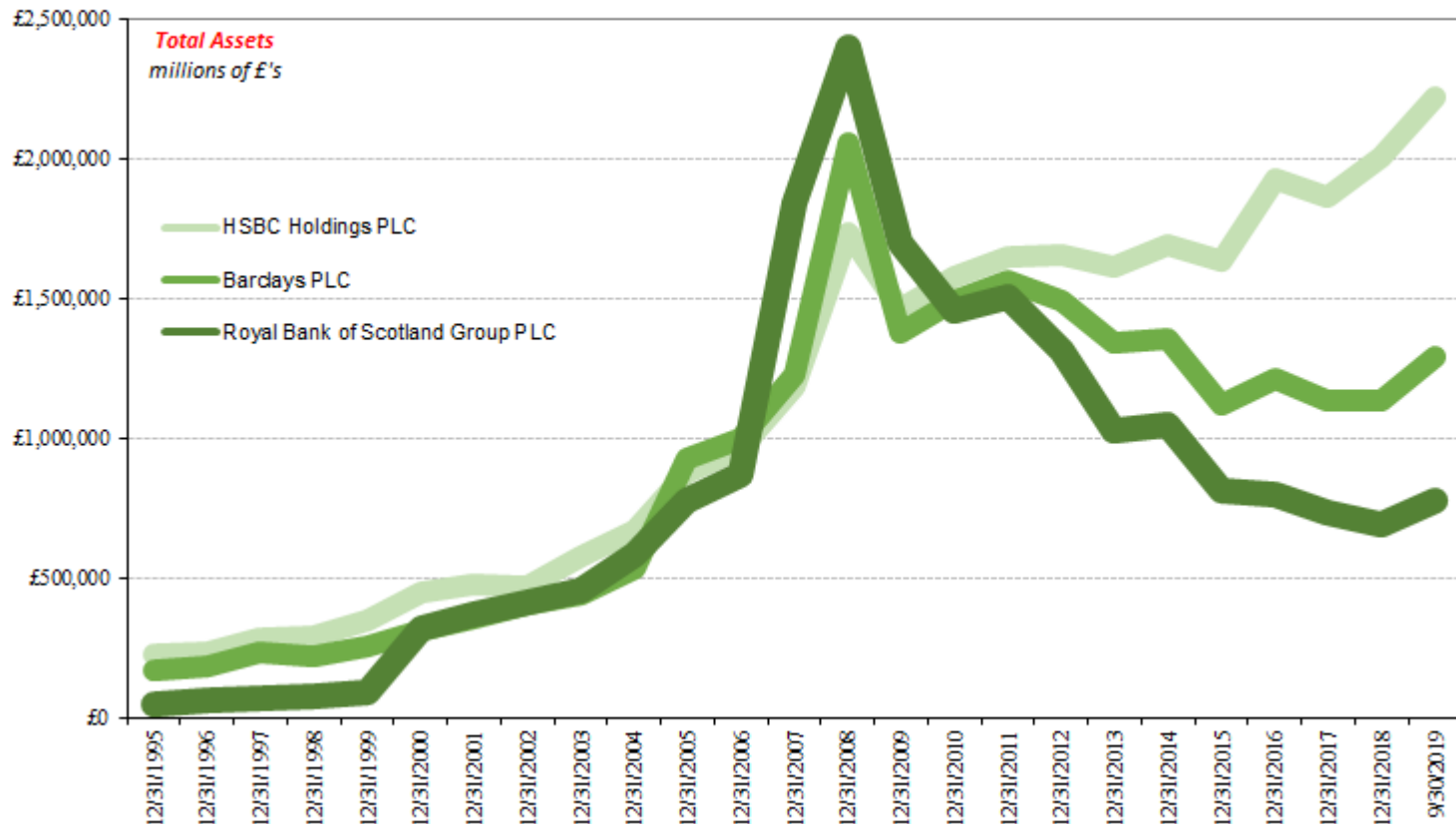


Globally Shrinking Banks



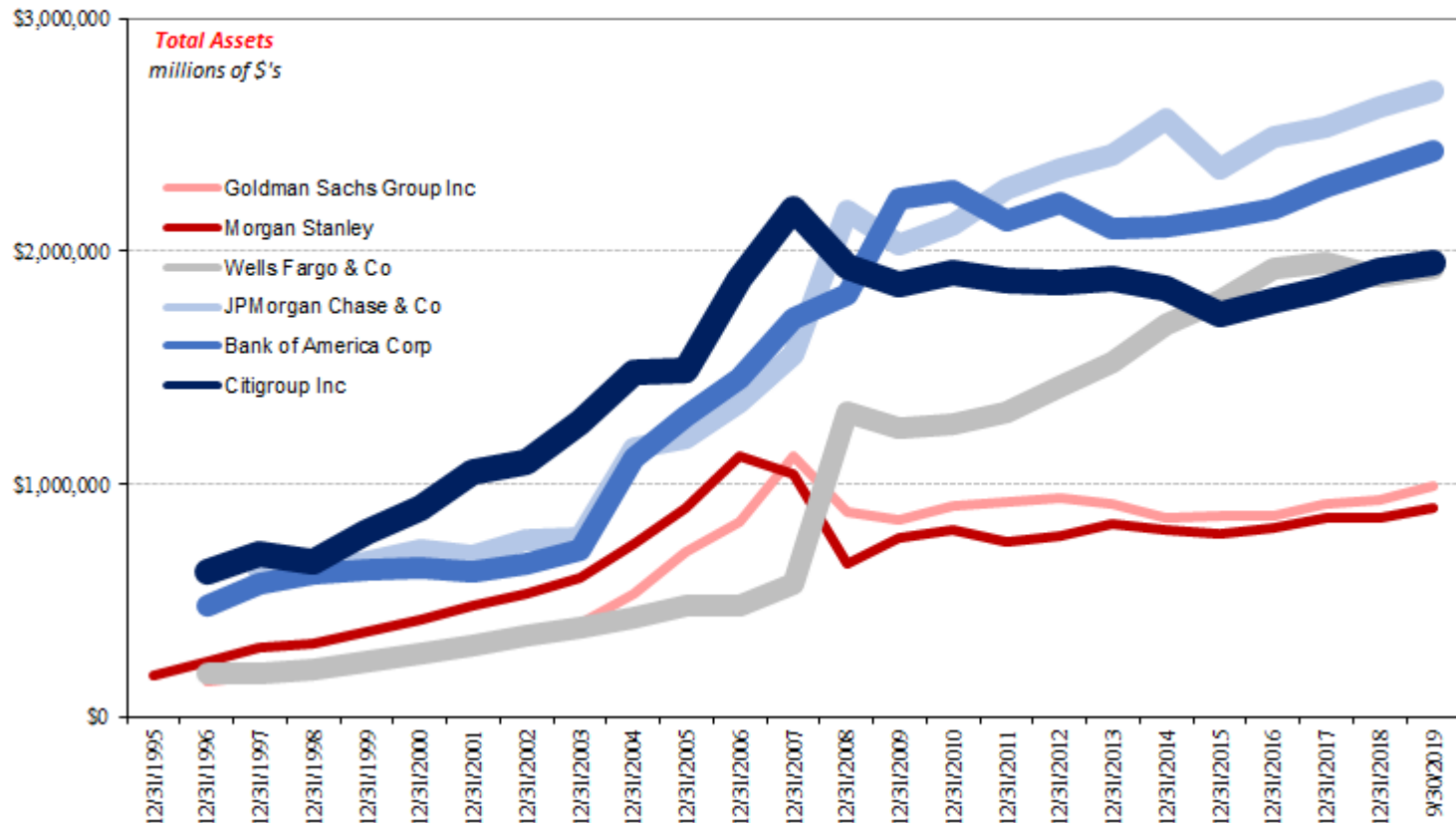


Globally Shrinking Banks



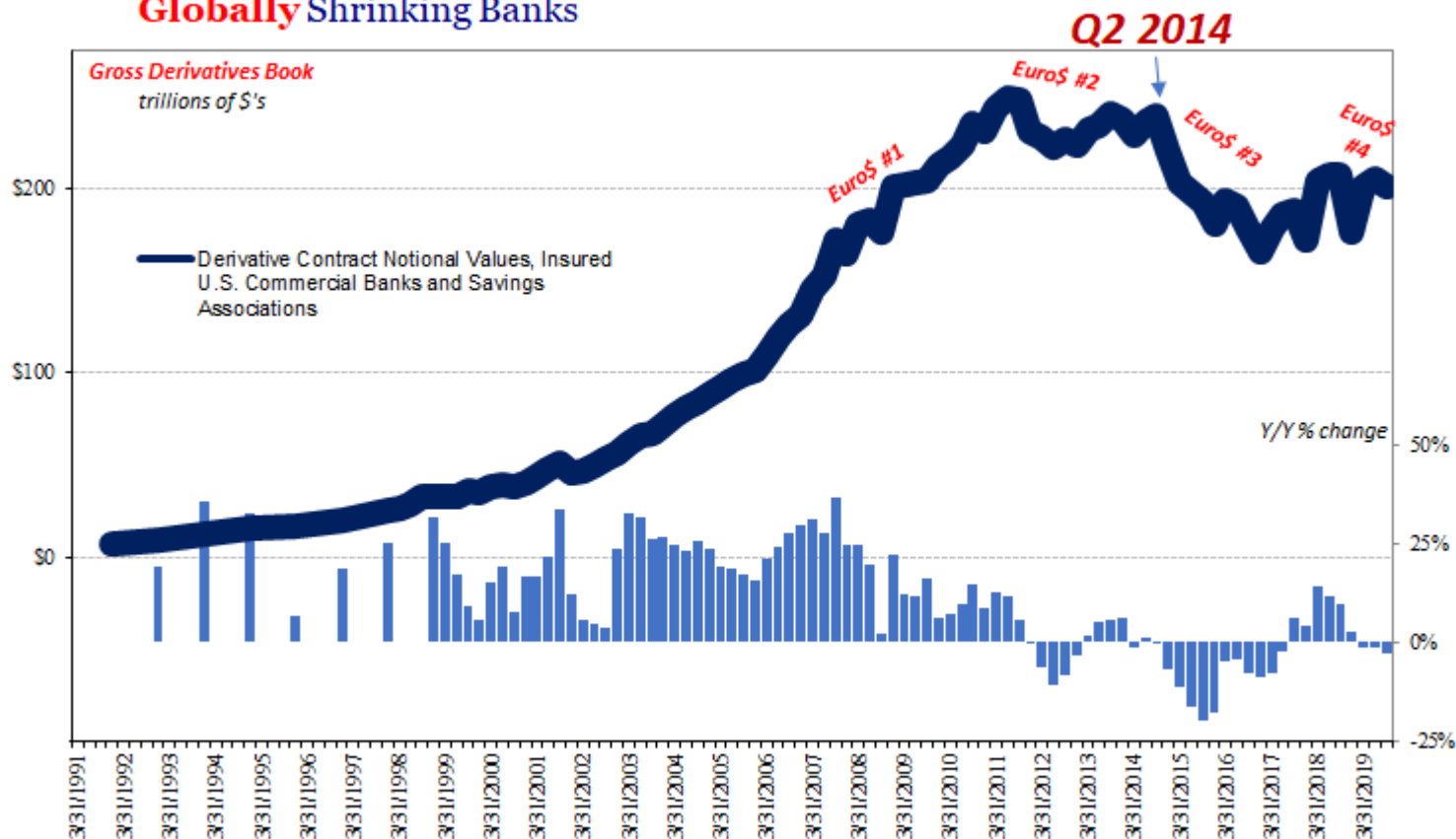


Globally Shrinking Banks



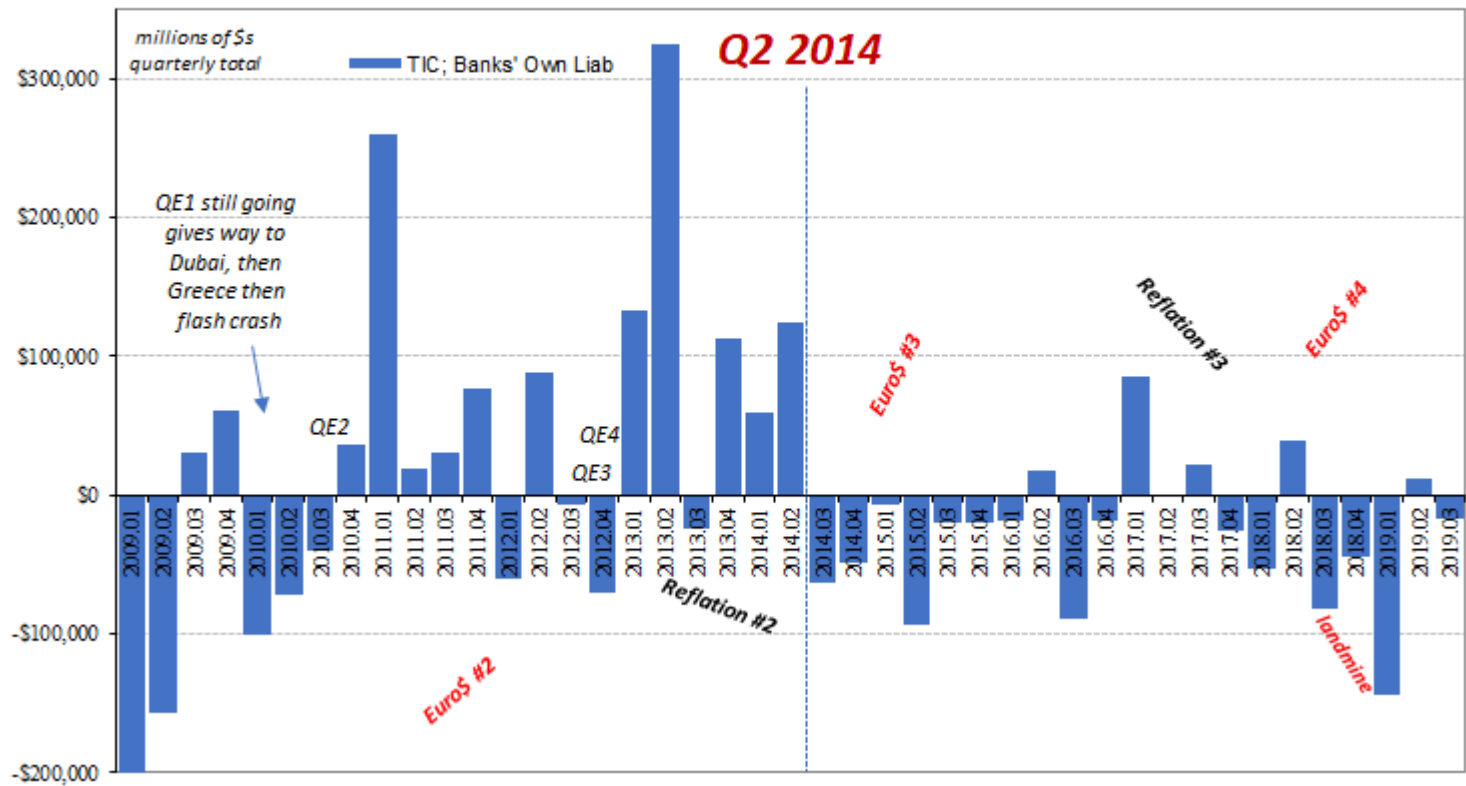


Globally Shrinking Banks



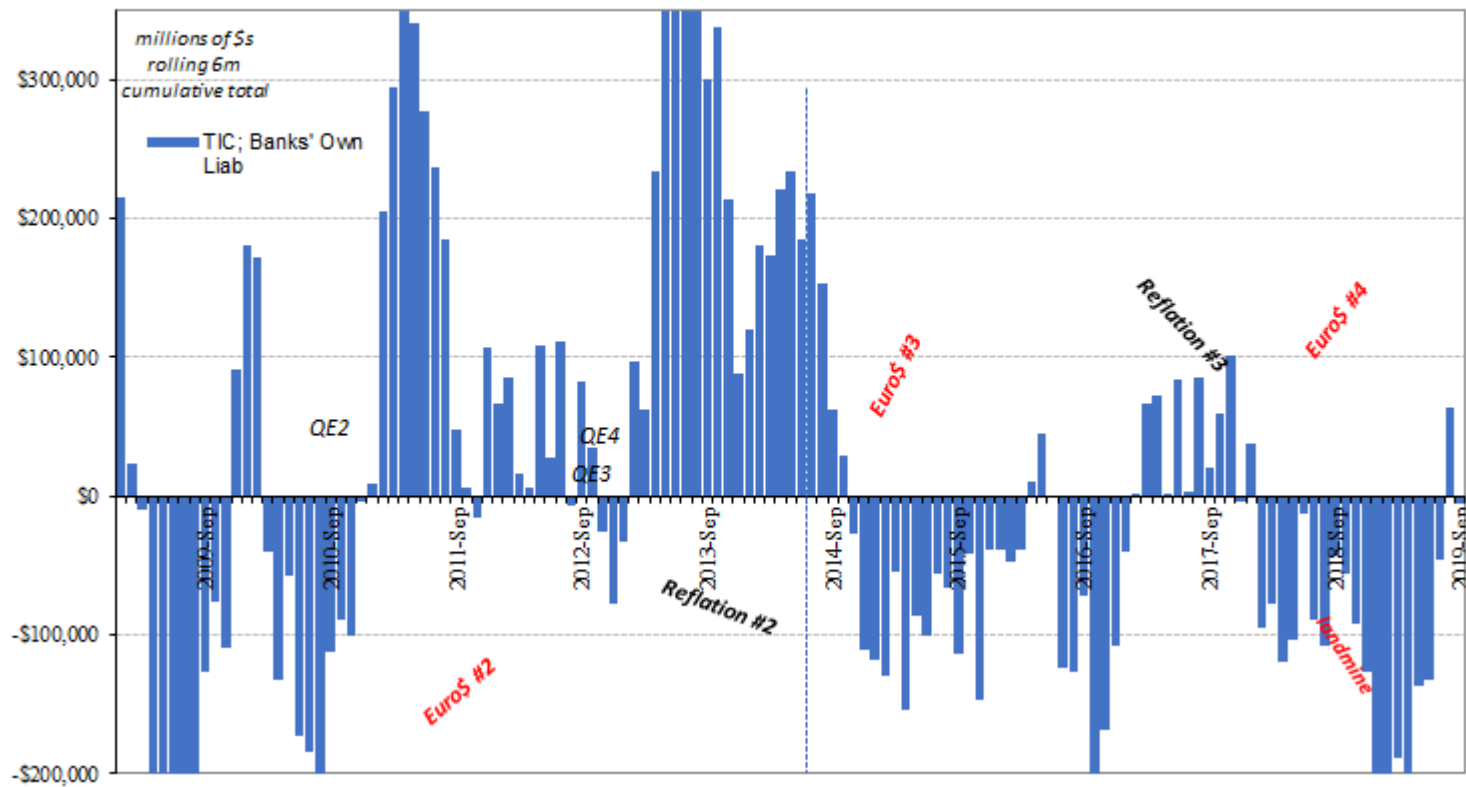


US TIC - Change
Banks' Own \$ Liabilities



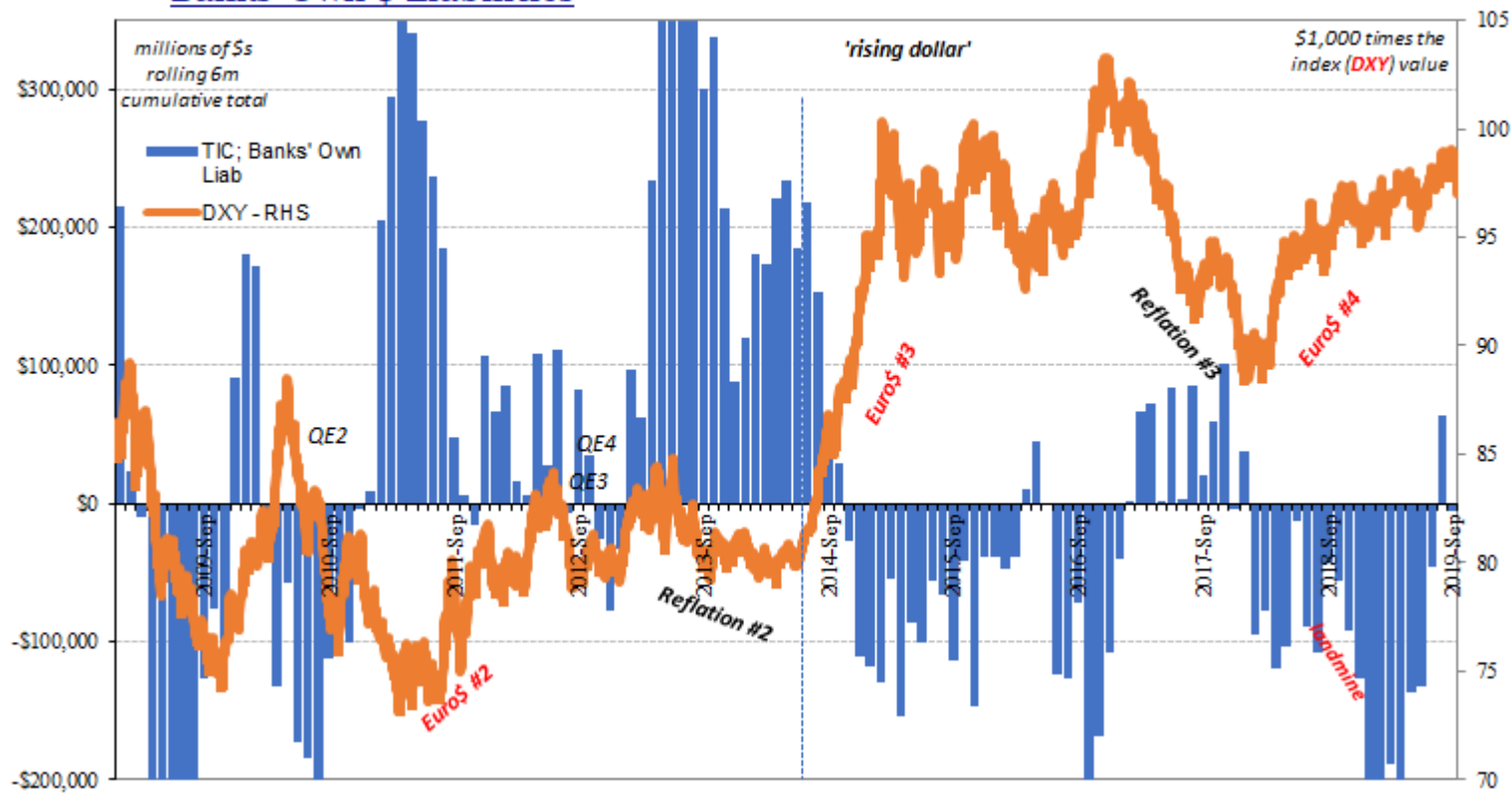


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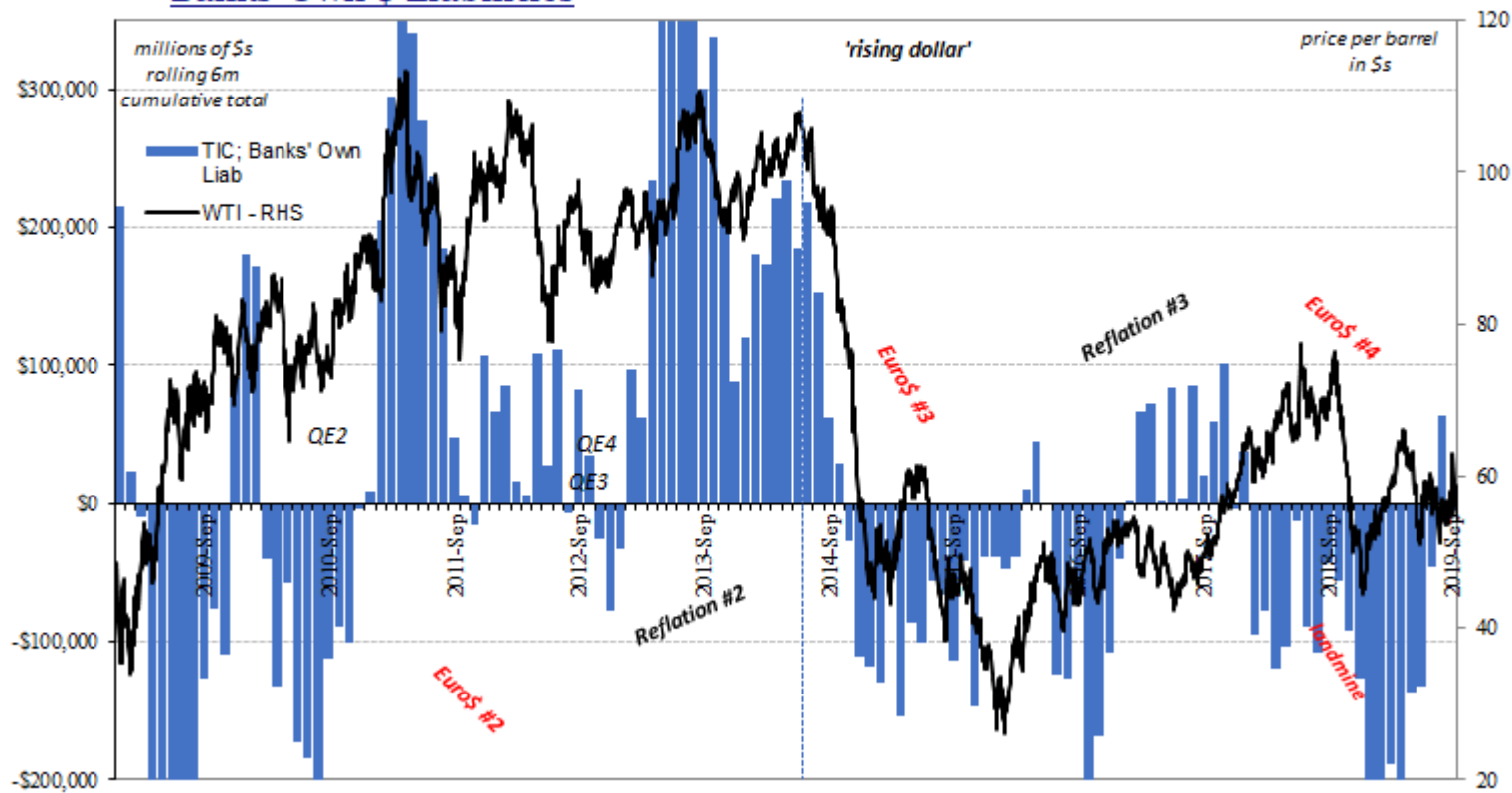


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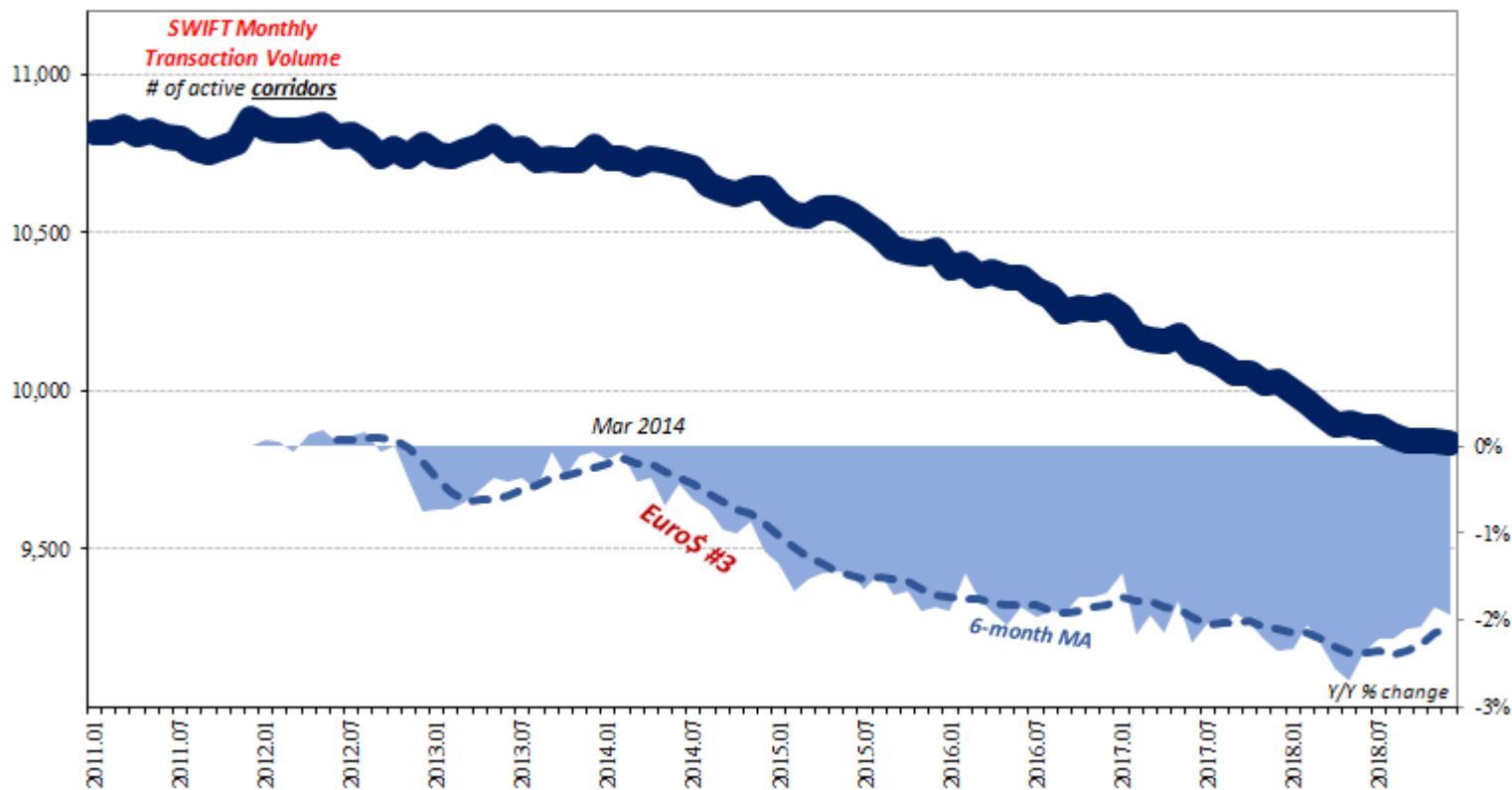


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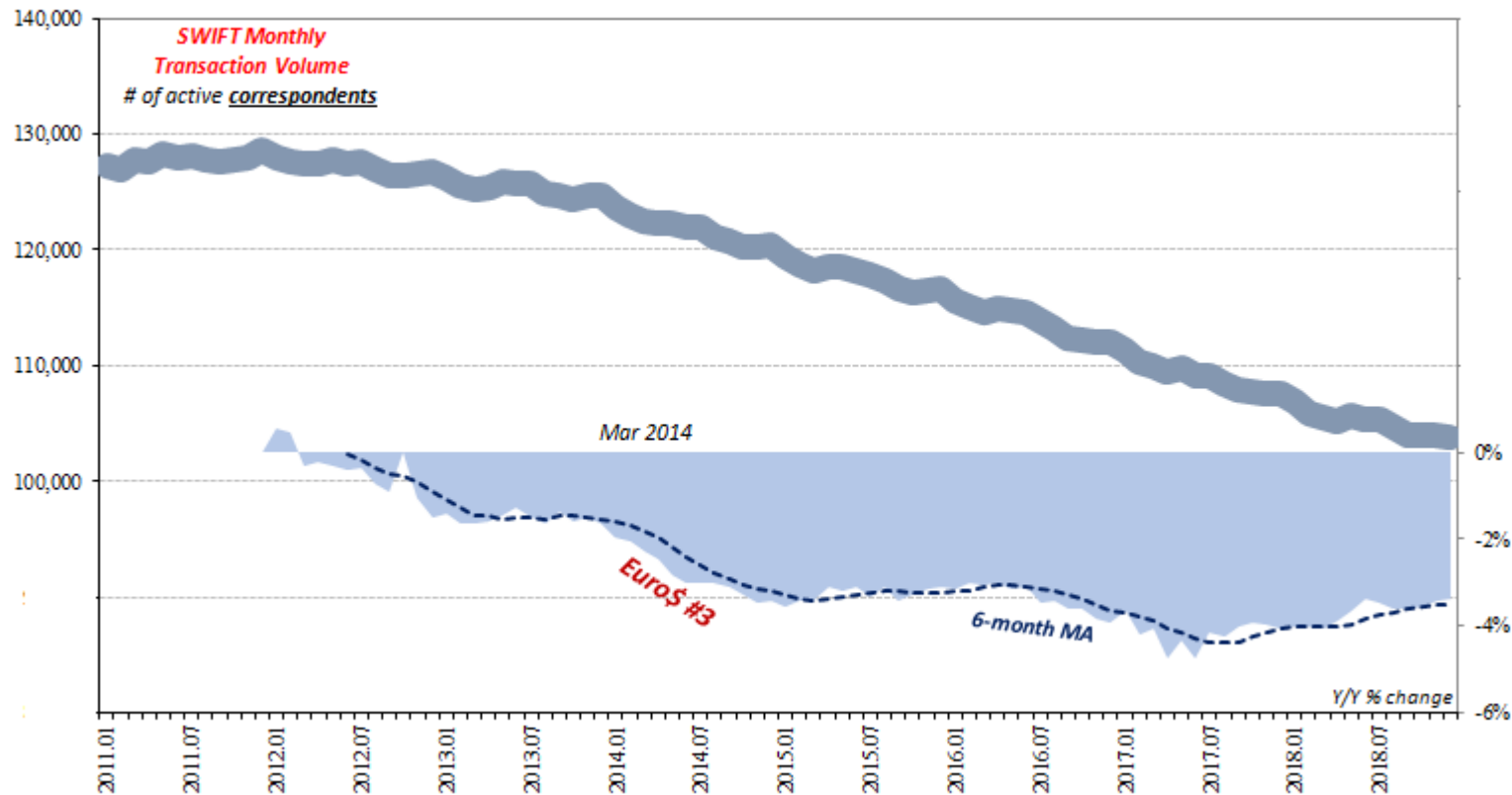


CPMI Correspondent Banking Data



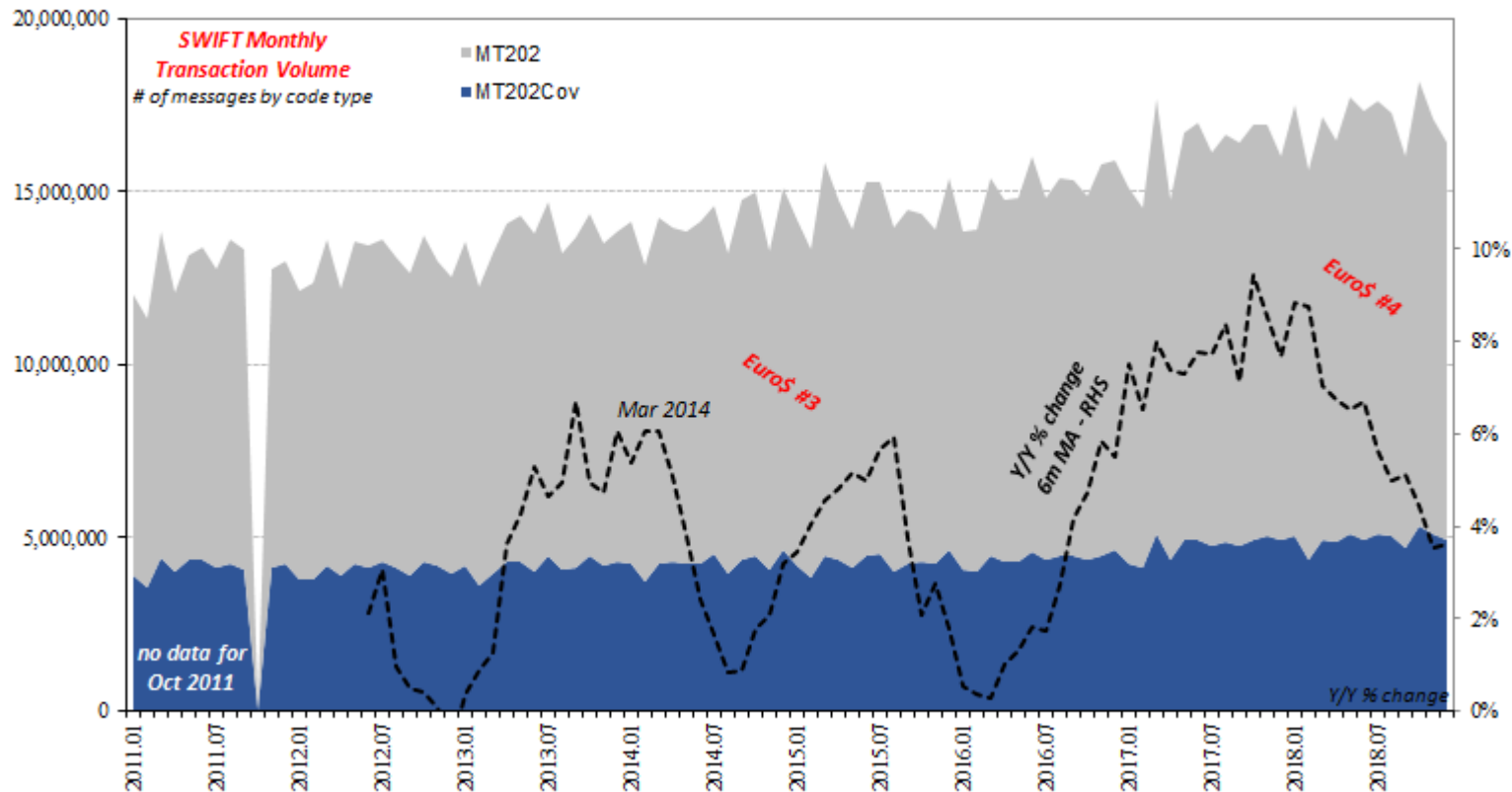


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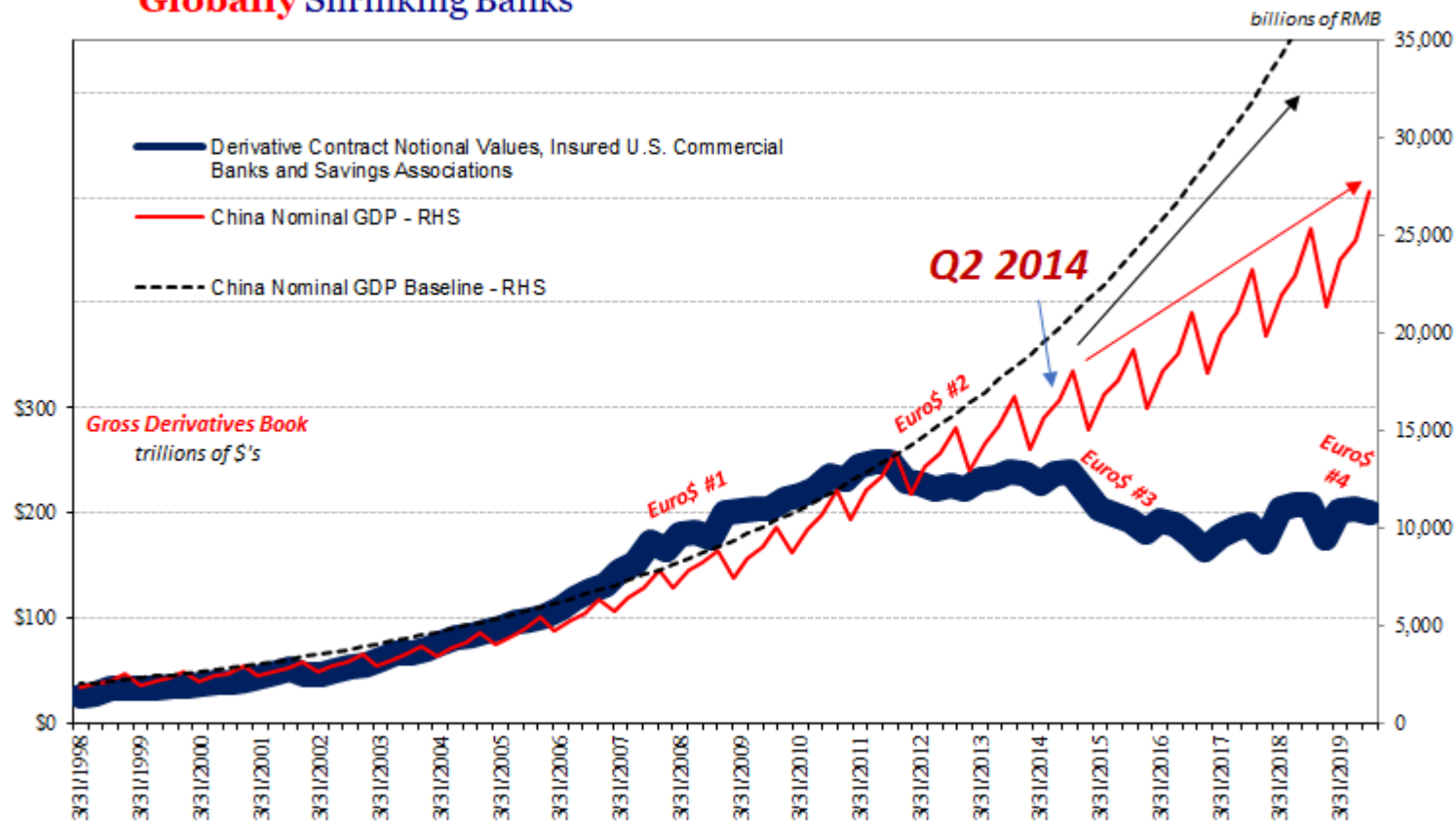




CPMI Correspondent Banking Data



Globally Shrinking Banks





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CONCLUDED

